



21 FEBRUARY 2024  
ASX RELEASE

# COSMO SECURES \$2.1M TO FUND NEW KANOWNA GOLD PROJECT

## HIGHLIGHTS

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- Cosmo has exercised its option to acquire 100% of La Zarza Minerals Pty Ltd the holder of the Kanowna Gold Project (KGP) adjacent to Northern Star's Kanowna Belle Mine where more than 5.4Moz of gold has been produced since 1993<sup>1</sup>
  - Cosmo is raising ~\$2.1M at \$0.040 per share via a Single Tranche Placement (Placement) and Accelerated Non-Renounceable Entitlement Offer comprising an Institutional Entitlement Offer and a fully underwritten Retail Entitlement Offer (Entitlement Offer) (collectively, the Capital Raising)
  - Binding commitments received to raise ~\$1.0M via the Placement and Institutional Entitlement Offer strongly supported by new and existing high net worth investors, family offices and dedicated resource funds
  - In addition, Cosmo is launching a fully underwritten two (2) for three (3) Retail Entitlement Offer to raise up to ~\$1.1M
  - Retail Entitlement Offer will open on Monday, 26 February 2024 to eligible shareholders as at the Record Date of Wednesday, 21 February 2024 and is expected to close Thursday, 21 March 2024
  - The capital raising positions the Company with a strong cash balance to complete the KGP acquisition, and fully fund an aggressive maiden exploration and drilling program
  - On-ground exploration to commence immediately with RC and air-core drilling planned following completion of the Capital Raising and KGP acquisition in late March / early April 2024
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Cosmo's Managing Director, James Merrillees commented:

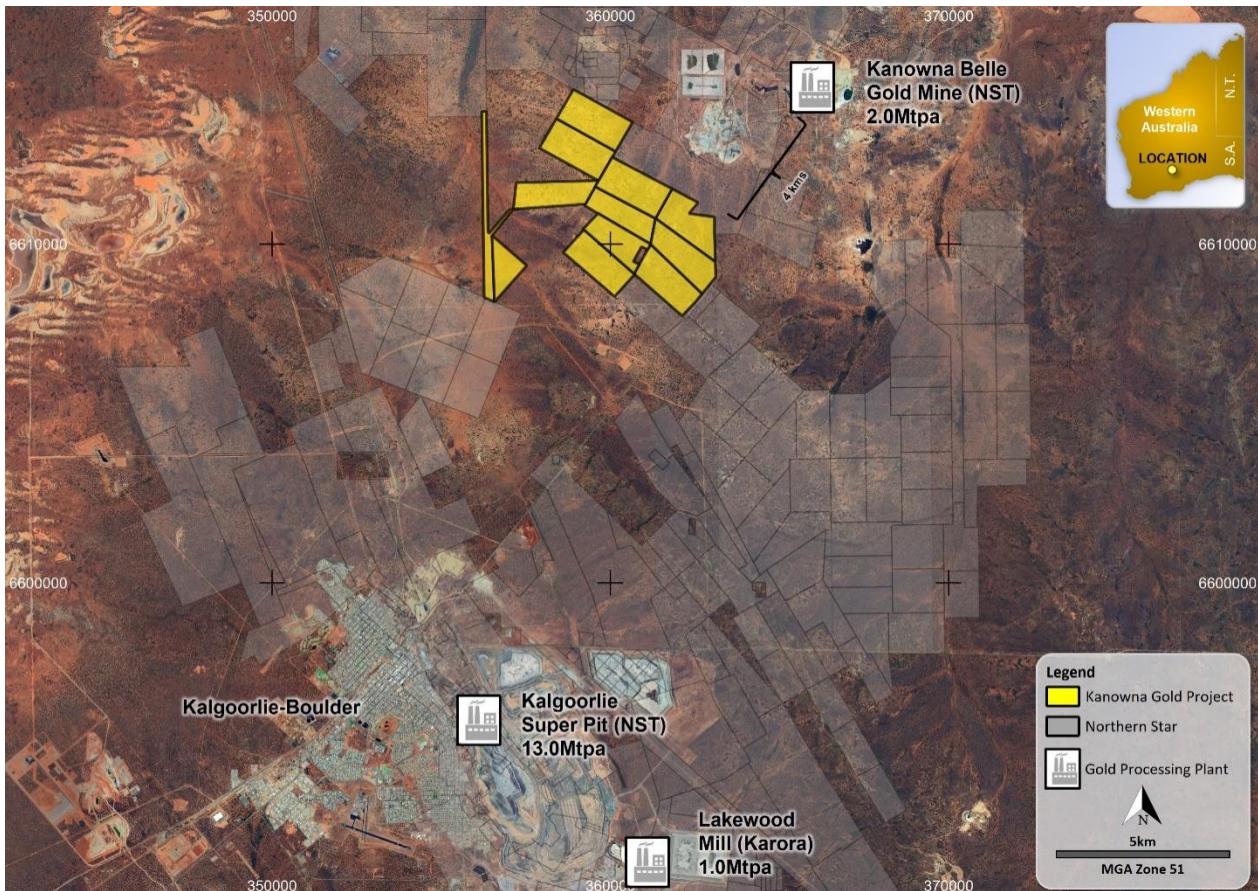
*"We are extremely pleased with the strong demand from our existing sophisticated shareholders and welcome a number of new investors to our Company. This capital raise allows Cosmo to execute our current strategy to create value from our WA gold and base metal asset portfolio."*

*"It is a clear endorsement of Cosmo's acquisition of the KGP and the funds will be largely applied to conducting the field work and drilling activities which we think will do justice to the outstanding exploration potential of a project which has seen precious little drill-testing deeper than 150m."*

*"Our technical team has already worked up several promising exploration targets that we are looking forward to testing so investors can anticipate increased exploration activity coupled with strong news-flow in the coming months as we continue to work hard to deliver results and create value for our shareholders."*

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<sup>1</sup> Refer CMO ASX Announcement 19 January 2024



*Figure 1: Kanowna Gold Project, Eastern Goldfields Western Australia.*

**Cosmo Metals Limited (Cosmo or the Company) (ASX:CMO)** is pleased to announce that it has successfully received binding commitments to raise approximately \$2.1 million by way of a Single Tranche Placement and Accelerated Non-Renounceable Entitlement Offer (**ANREO** or **Entitlement Offer**) (Collectively the **Offer** or **Capital Raising**).

#### Placement

Single Tranche placement to raise \$356,000 (before costs) via the issue of 8,900,000 New Shares under the Company's existing placement capacity under ASX Listing Rule 7.1 at an offer price of \$0.040 per New Share (**Offer Price**).

#### Entitlement Offer

Two (2) for three (3) offer of ~43.8M New Shares at the Offer Price pursuant to an ANREO to raise proceeds of ~\$1.75 million comprising:

- An accelerated institutional entitlement offer of ~16.7 million shares to raise ~\$666,667 (**Institutional Entitlement Offer**) which includes a bookbuild offering of New Shares not taken up by eligible securityholders under the Institutional Entitlement Offer (**Institutional Bookbuild**, which together with the Institutional Entitlement Offer is referred to as the **Institutional Offer**); and
- An underwritten non-renounceable retail entitlement offer of ~27.1 million to raise ~\$1.09 million from existing eligible retail shareholders with a registered address in Australia or New Zealand or who is a shareholder that the Company has otherwise determined is eligible to participate in the retail entitlement offer on the **Record Date of Wednesday, 21 February 2024 (Retail Entitlement Offer)**.



Cosmo has received binding commitments from qualified “institutional investors” to raise ~\$1.0M via the Placement (\$356k) and Institutional Offer (\$667k). Settlement of the Placement and Institutional Offer is expected to be completed on Thursday, 29 February 2024.

The proceeds of the Capital Raising will enable Cosmo to fund:

- Completion of the acquisition of the Kanownna Gold Project;
- Exploration and drilling at the Kanownna Gold Project;
- Minimum exploration expenditures at the Yamarna Project (focusing on copper, vanadium & lithium); and
- Project generation, general working capital and corporate overheads

The Offer Price represents a 20% discount to Cosmo’s last close on 16 February 2024 of 5.0cps, a 20% discount to the 5-day VWAP of 5.0cps, and a 24.9% discount to the 15-day VWAP of 5.3cps.

The New Shares issued under the Offer will be quoted on ASX following issue and will rank pari-passu with the existing fully paid ordinary shares currently on issue. Placement and Institutional Offer participants will not be entitled to participate in the Retail Entitlement Offer.

Placement, Institutional Offer & Retail Entitlement Offer participants will receive one (1) free attaching option for every three (3) shares subscribed with an exercise price of \$0.060 and an expiry three (3) years from the date of issue (**Attaching Options**).

Sub-underwriters to the Retail Entitlement Offer will receive one (1) option for every two (2) shares underwritten in the Retail Entitlement Offer which have the same terms as the Attaching Options (**Sub-Underwriter Options**). The Attaching Options and Sub-Underwriter Options will be subject to shareholder approval at a General Meeting of the Company’s shareholders to be held on or around late March / early April 2024.

Please refer to the Prospectus dated 19 February 2024 for additional information on the Capital Raising.

Cumulus Wealth Pty Ltd and Discovery Capital Partners Pty Ltd acted as the Joint Lead Managers for the Placement and Entitlements Issue. Discovery Capital Partners Pty Ltd will act as sole Underwriter to the Retail Entitlement Offer.

## INDICATIVE PLACEMENT & ENTITLEMENT OFFER TIMETABLE

The indicative timetable below remains subject to change at the Company’s discretion, subject to compliance with applicable laws and the ASX Listing Rules.

Event	Date (AWST)
KGP Option Exercise Announcement, and lodgement of Appendix 3B with ASX	Monday, 19 February 2024
Lodgement of Prospectus with the ASIC and ASX	Monday, 19 February 2024
Existing Shares quoted on an ‘EX’ basis	Wednesday, 21 February 2024
<b>Record Date for determining Entitlements</b>	<b>Wednesday, 21 February 2024</b>
<b>Prospectus with Entitlement and Acceptance Forms sent to Eligible Shareholders. Retail Offer and Shortfall Offer opens</b>	<b>Monday, 26 February 2024</b>
Issue of New Shares issued under the Placement & Institutional Offer	Thursday, 29 February 2024
Lodgement of Appendix 2A	Friday, 1 March 2024
<b>Retail Offer Closing Date (Offer closes 5:00pm)*</b>	<b>Thursday, 21 March 2024</b>
Shortfall Offer Closing Date	Monday, 25 March 2024
Announcement to ASX of the results of the Entitlement Offer and any shortfall to the offer	Thursday, 28 March 2024
Issue date (New Shares issued under the Retail Offer entered into the Share register).	Thursday, 28 March 2024
New Shares issued under Retail Offer expected to commence normal trading on ASX	Tuesday, 2 April 2024

*\*The Directors may extend the Closing Date by giving at least 3 Business Days’ notice to ASX prior to the Closing Date. As such the date the Securities are expected to commence trading on ASX may vary.*

If you have any queries concerning the Entitlements Offer or the action you are required to take to subscribe for the new shares, please contact your financial advisor, or the Share Registry “Automatic” on 1300 288 664 or Ms Melanie Ross, the Company Secretary, on [admin@cosmometals.com.au](mailto:admin@cosmometals.com.au).

**This announcement is authorised for release to the ASX by the Board of Cosmo Metals Ltd.**

### For further information please contact:

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### About Cosmo Metals Ltd

Cosmo Metals Ltd (Cosmo; ASX: CMO) is an ASX-listed, gold and base metals exploration company with key projects located in Western Australia.

In early CY 2024, Cosmo announced the intention to acquire the Kanowna Gold Project (KGP) located adjacent to the 7m ounce Au Kanowna Belle gold mine some 13km north of Kalgoorlie.

Cosmo is also active in the underexplored Yamarna Belt in the Eastern Goldfields region which is considered highly prospective for copper-nickel-cobalt (Cu-Ni-Co) and platinum group elements (PGE).

Cosmo's activities are supported by a well-regarded technical team who are advancing exploration on multiple fronts to unlock the potential of both the KGP and Yamarna Projects.



### Compliance Statement

The information in this announcement that relates to Exploration Results for the Kanowna Gold Project is contained in the Company's announcement to ASX released 17 January 2024 'Kanowna Gold Project Acquisition'. The Company confirms that it is not aware of any new information or data that materially affects the information included in its previous announcement.

### Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Cosmo's planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward-looking statements. Although Cosmo believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.