

Capital Raising to continue Exploration and Feasibility Studies

- Successful completion of a placement to raise \$0.85m with continued support received from institutional and sophisticated investors.
- Directors have committed to subscribe for \$100,000 in the Placement, subject to shareholder approval at a General Meeting to be held in September 2024.
- Funds will be used to undertake development studies and exploration across the Company's Manganese portfolio including metallurgical studies to optimise the manganese concentrate flowsheet, associated feasibility activities and drilling the Wandanya high grade manganese target.
- The Company will continue to advance the High Purity Manganese Sulphate (HPMSM) strategy with further hydrometallurgical testwork and location assessments.
- A Share Purchase Plan (SPP) is to be offered to eligible investors, on the same terms as the Placement, to raise \$0.5m with the option to take oversubscriptions

Black Canyon Limited (ASX: BCA) (Black Canyon or the Company) is pleased to announce that it received firm commitments to raise \$0.85m (before costs) through a Two Tranche placement of approximately 12.1 million fully paid ordinary shares in the capital of the Company (New Shares) at \$0.07 per New Share together with one free Attaching Option (to be listed subject to ASX requirements) for every two New Shares issued under the placement. The Attaching Options will have a strike price of \$0.14 per option and a 2 year term from the date of issue (Placement).

The Placement was supported by existing sophisticated investors and Australian Resource Investment Funds. The New Shares to be issued under the Placement will rank equally with existing shares in the Company.

Black Canyon's Managing Director, Brendan Cummins, said "The Company has advanced the KR1 and KR2 projects from initial discovery through to scoping level assessment in only 12 months. These new funds will be used to progress feasibility related studies and continue exploration across the Company's manganese portfolio. The Company will also progress baseline environmental studies and establish a permit and approval strategy for the KR1 and KR2 projects."

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Capital Structure (ASX: BCA)

Shares on Issue	70.1M
Top 20 Shareholders	41%
Board & Management	11%
Funds & Institutions	15%

Board of Directors

Graham Ascough
Non-Executive Chairman

Brendan Cummins
Managing Director

Simon Taylor
Non-Executive Director

Adrian Hill
Non-Executive Director

Balfour Manganese Field Highlights

Global MRE of 314Mt @ 10.5% Mn. *
Largest Resource in Western Australia.
Development Options – Traditional Mn concentrate or HPMSM processing for EV's.

*BCA Announcement 12/12/23



“We welcome the continued support of our shareholders via this recent Placement. The Company will continue to engage with end users of manganese concentrates following the completion of the KR1 and KR2 Scoping Study. A maiden drill program is planned at our high-grade manganese target at Wandanya, and we look forward to updating the market as results are received from the exploration and metallurgical work programs.”

Use of Funds

Funds raised from the Placement will be used to advance further development studies and exploration activities across the Company’s prospective manganese assets. The funds will also be applied to continue HPMSM development and additional working capital.

Placement

The Placement of New Shares will be issued to institutional and sophisticated investors to raise a total of \$0.85 million over two tranches.

Participants in the Placement will receive one (1) listed free attaching option for every two (2) shares allocated in the Offer, with a strike price of \$0.14 per option and a 2-year term (Attaching Options). The Attaching Options are proposed to be quoted on the ASX subject to satisfying ASX listing requirements. The Placement comprises an offer of 12,145,000 Shares at an Issue Price of \$0.07 per Share with 6,072,500 Attaching Options. The Issue Price represents 15.4% discount to the 5-day volume weighted average price (VWAP) and a 19.6% discount to the 30-day VWAP before the trading halt on 25 July 2024.

The Placement will occur in two tranches.

- Tranche one will consist of 5,400,000 Shares to be issued under the Company’s placement capacity under ASX Listing Rule 7.1 and 5,316,429 will be issued under the Company’s placement capacity under ASX Listing Rule 7.1A.
- Tranche two will consist of 1,428,571 Shares and 6,072,500 Attaching Options. Black Canyon Directors have committed to subscribe for \$100,000 in the Placement for 1,428,571 shares and 714,286 Attaching Options. The remaining Attaching Options are to be issued to institutional and sophisticated investors. Both the New Shares and Attaching Options of Tranche two are subject to Shareholder approval to be sought at a Black Canyon General Meeting.

The Company intends to despatch a notice of meeting for the approval of Tranche two of the Placement and the Director participation as soon as practicable.

Foster Stockbroking Pty Ltd and Taylor Collison Ltd acted as Joint Lead Managers to the Placement. The Joint Lead Managers to the Placement will receive a 2% management fee and a 4% selling fee on the total gross proceeds raised under the Placement.

Share Purchase Plan (SPP)

The Company’s existing eligible shareholders, being those that are residents in Australia and New Zealand that held shares on the 26 July 2024, will be invited to participate in the SPP under the same terms as the Placement. The SPP will provide eligible shareholders the opportunity to increase their holding by up to A\$30,000 without incurring any brokerage or transaction costs.

The SPP is targeted to raise A\$0.5 million. Further information regarding the SPP (including terms and conditions of the SPP) will be provided to eligible shareholders in the SPP offer prospectus, which will be made available to eligible shareholders shortly. Eligible shareholders wishing to participate in the SPP will need to apply in accordance with the instructions in the SPP offer document. The Placement and the SPP are not underwritten.

This announcement has been approved by the Board of Black Canyon Limited

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For further details:

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Managing Director

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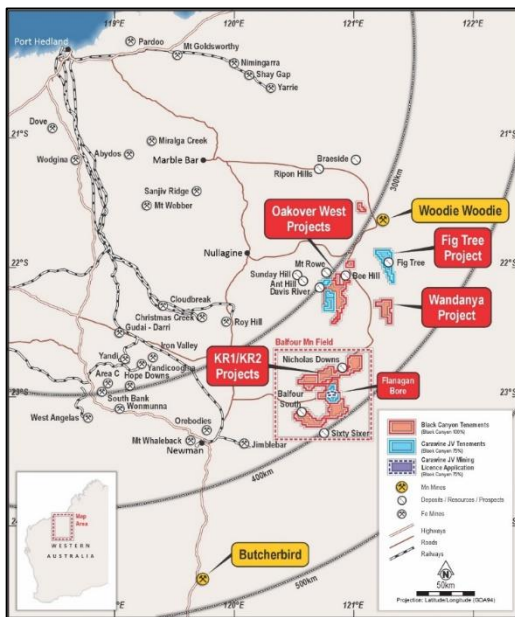
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About Black Canyon



Black Canyon has consolidated a significant land holding totalling 2,100km² in the underexplored Balfour Manganese Field and across the Oakover Basin, in Western Australia.

The emerging potential for the Balfour Manganese Field is evident by the size of the geological basin, mineral resources identified to date, distance from port, potential for shallow open pit mining and a likely beneficiated Mn oxide concentrate product grading between 30 and 33% Mn. Black Canyon holds several exploration licenses 100% within the Balfour Manganese Field along with a 75% interest in the Carawine Joint Venture with ASX listed Carawine Resources Limited. A Global Mineral Resource (Measured, Indicated & Inferred) of 314 Mt @ 10.4% Mn has been defined across the Balfour Manganese Field projects.

Manganese continues to have attractive long-term fundamentals where it is essential and non-substitutable in the manufacturing of alloys for the steel industry and a critical mineral in the cathodes of Li-ion batteries.

Compliance Statements

Reporting of Exploration Results and Previously Reported Information

The information in this report that relates to Exploration Results is based on, and fairly represents, information and supporting documentation reviewed by Mr Brendan Cummins, Managing Director of Black Canyon Limited. Mr Cummins is a member of the Australian Institute of Geoscientists, and he has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which has been undertaken to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Cummins consents to the inclusion in this release of the matters based on the information in the form and context in which they appear. Mr Cummins is a shareholder of Black Canyon Limited.

For further information, please refer to ASX announcements dated 14 February 2023, 27 March 2023, June 1 2023, June 14 2023, June 17 2023, July 14 2023, 23 August 2023, 5 September 2023, 26 September 2023, 12 October 2023, 14 November 2023, 12 December 2023, 26 March 2024, and 1 May 2024 and 2 July 2024 which are available from the ASX Announcement web page on the Company’s website. The Company confirms that there is no new information or data that materially affects the information presented in this release that relate to Exploration Results and Mineral Resources in the original market announcements.