

ASX Release 10 March 2025

Broken Hill Mines Executes Lead Concentrate Offtake & Financing Term Sheet with Hartree Metals

Highlights

- **Broken Hill Mines and Hartree Metals LLC, a premier global commodity trader, have executed a binding conditional term sheet for a US\$25m (~A\$40m) Senior Secured Offtake Financing Facility to fund growth plans at Rasp and Pinnacles Ag-Pb-Zn operations**
- **Offtake Financing Facility key terms include:**
 - **Facility Term:** 4 years, including 12-month principal repayment grace period, prior to straight line repayment structure
 - **Interest Rate:** Secured Overnight Financing Rate plus 3.5%
 - **Drawdown:** Flexible drawdown across three tranches over first 12 months
- **As part of the Offtake Financing Facility, Hartree has also agreed to purchase 200,000t of lead concentrate from the Rasp and Pinnacles operations on competitive market terms**
- **The binding term sheet remains subject to completion of customary due diligence, approvals and long form documentation (expected completion July 2025)**
- **The Offtake Financing Facility will significantly bolster the ongoing growth plans for Rasp Mine operations in addition to advancing development activities for future operations at the Pinnacles Mine**

Coolabah Metals Limited (to be renamed Broken Hill Mines Limited, ASX: BHM) is pleased to advise that Broken Hill Mines Pty Ltd (BHM) has entered a binding conditional term sheet with Hartree Metals LLC (Hartree) for a US\$25m financing facility and 200,000t of lead concentrate offtake (Offtake Financing Facility) to fund growth activities at the Rasp and Pinnacles Mines.

The Secured Offtake Financing Facility includes a four year, US\$25m financing package at an interest rate of Secured Overnight Financing Rate (SOFR) + 3.5%. A grace period of 12 months applies to principal repayments prior to straight line quarterly repayments until the end of the term.

In addition, Hartree will purchase 200,000t of lead concentrates from the Rasp and Pinnacles operations on competitive market terms and industry standard payability for lead and byproduct metals, including silver.

The Offtake Financing Facility is to be senior secured by BHM and Coolabah.

The Offtake Financing Facility remains subject to the satisfaction of various conditions precedent, including customary due diligence, approvals and development of long form documentation, which is targeted to be achieved by 30 June 2025.

In addition to the 200,000t of lead concentrate proposed under the Offtake Financing Facility (targeted start date July 2025), Hartree has also executed a spot lead concentrate offtake agreement with BHM for lead production from Rasp operations up to 30 June 2025 on competitive market terms.

The Hartree Offtake Financing Facility replaces the previously announced proposed transaction with Trafigura Group Pte. Ltd for US\$10m of financing and the purchase of 200,000t of lead concentrate from Rasp and Pinnacles operations.

Hartree Metals LLC Company Information

Hartree Metals LLC has built a global reputation in the wholesale energy and metals markets. The Company has deep expertise across various physical and financial commodities, leveraged from decades of experience since its inception in 1997 as Hetco.

Hartree utilises its deep knowledge in sourcing, trading, and delivering a range of metals around the world, while also providing tailored solutions that meet the unique needs of its customers.

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The Board of Directors of Coolabah Metals Limited authorised the release of this announcement.

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