

ASX ANNOUNCEMENT

US\$2 Million Commitment for Kudu Graphite Limited

Evolution Energy Minerals Limited (ASX: EV1) (**Evolution or the Company**) advises that Kudu Graphite Limited (**Kudu**) – the 84% Evolution owned subsidiary has signed a non-binding term sheet with ARCH EM (GSY) PCC Limited (Cell SRF) (**ARCH**) for a US\$2 million commitment.

The ARCH commitment will take place through the issue of secured convertible loan notes (**Notes**); issued in integral multiples of no more than US\$250,000, with a 24-month conversion period from the date of the first draw down.

Kudu will pay an annualised 1% commitment fee on any undrawn amount semi-annually in cash or PIK notes together with a 5% arrangement fee on the US\$2 million to be paid on the date of the first drawdown of Notes in cash or PIK notes. Interest payable will be SOFR + 10% per annum accruing daily and compounding semi-annually for all Notes, including the Commitment Fee, paid in cash or PIK notes.

The issue of the Notes is subject to the receipt of relevant ARCH approvals, finalising and executing the long-form documentation and Evolution obtaining required Shareholder approvals.

The funds will strengthen the balance sheet of Kudu and support asset related expenditure. Proceeds can be used to fund corporate costs of Evolution on a limited basis.

There is no guarantee that a binding agreement will be reached and therefore no certainty the transaction will occur. The Evolution Board will update Shareholders and the market in due course.

Kudu will be responsible for the issue of the Notes to ARCH; there will be no impact on Evolution's placement capacities under Listing Rules 7.1 and 7.1A.

Craig Moulton Executive Director commented "This material financial commitment by our major shareholder (ARCH), demonstrates their confidence in the quality of the Chilalo Graphite Project, and its project development by the EV1 Board. These funds will also ensure the future viability of the Company and will enable us to focus on accelerating project development. We will also pursue previously announced value accretive project acquisitions in Africa."

This announcement has been authorised for release to the ASX by the Company's Board of Directors.

For further information, please contact

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ABOUT EVOLUTION (ASX:EV1)



Development ready

Chilalo Graphite Project in Tanzania



58% > 80 Mesh

World leading flake size = highest margins



Extensive product qualifications

Will result in quality offtakes and technology partnerships



Framework agreement

To provide Tanzanian government certainty



Optimised Feasibility Study

Strategic ESG fund cornerstone support



Sustainable battery anodes

Non-HF, thermal purification program completed Q3



Carbon neutrality

Pursuing net zero carbon from day one

Evolution's vision is to become a vertically integrated company that will only supply sustainably sourced graphite products and battery materials.

This will be achieved by combining our unique graphite source with industry-leading technology partners, working closely with customers and producing diversified downstream products in both Tanzania and strategically located manufacturing hubs around the world. Evolution is committed to being global leaders in ESG and ensuring its operations support the push for decarbonisation and the global green economy.

EVOLUTION
ENERGY MINERALS

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