



ASX ANNOUNCEMENT

Date 24 May 2019

ASX Code: MYL

BOARD OF DIRECTORS

Mr John Lamb
Executive Chairman, CEO

Mr Rowan Caren
Executive Director

Mr Jeff Moore
Non-Executive Director

Mr Paul Arndt
Non-Executive Director

Mr Bruce Goulds
Non-Executive Director

ISSUED CAPITAL

Shares	1,280 m.
Listed options	179 m.
Unlisted Options	49 m.

SUCCESSFUL \$20.8M PLACEMENT

Highlights

- Firm commitments from leading domestic and international institutional investors for a Placement to raise \$20.8 million (before costs)
- Myanmar Metals has received binding commitments from its existing major shareholders Perilya and Yandal for a combined \$7.4 million
- Post completion of the Placement, Myanmar Metals will be well positioned to complete the Bawdwin Definitive Feasibility Study and fund exploration drilling, early capital works and general working capital through to a decision to mine expected Q2 2020

Overview

Myanmar Metals Limited (**Myanmar Metals** or **the Company**) is pleased to announce its well supported placement to eligible institutional and sophisticated investors, for approximately 319.9 million fully paid ordinary shares in the Company (**New Shares**) at an issue price of \$0.065 per share to raise approximately \$20.8 million (before costs) (**Placement**), has closed overbid.

The Placement was well supported by a range of domestic and international institutional investors and has allowed Myanmar Metals to introduce a number of highly respected institutional investors to the Company's register, broadening its depth and quality.

The proceeds from the Placement, together with existing cash reserves, will be used to fund:

- Definitive feasibility studies, environmental studies and related works for the Bawdwin Project;
- Drilling, geophysical and related exploration programs at the Bawdwin Project;
- Ongoing project maintenance and holding costs through to start of construction;
- Early capital works at Bawdwin ahead of proposed construction; and
- General corporate and capital raising costs.

John Lamb, Executive Chairman and CEO, stated:

"The Placement is a significant funding milestone in the advancement of Bawdwin to a decision to mine. I would like to thank our existing shareholders for their continued support and welcome new shareholders. We believe the next 12 months will be a very significant period for the Company, during which the foundations for re-establishing mining operations at Bawdwin will be put in place and the enormous exploration upside of this world-class mineral province will be better defined."

The Company has received total binding commitments of \$7.4m from Perilya Ltd (“Perilya”) and Yandal Investments Pty Ltd (“Yandal”) resulting in pro forma shareholdings of 19.99% and 12.54%, respectively.

The issue price of \$0.065 per share represents a:

- discount of 7.1% to the last traded price of \$0.07 per share on 20 May 2019
- discount of 15.0% to the 10-day volume weighted average price (**VWAP**) of \$0.0765 per share; and
- discount of 17.6% to the 30-day VWAP of \$0.0789 per share

The Placement will use the Company’s existing placement capacity under ASX Listing Rules 7.1 and 7.1A. A total of 191,926,289 shares will be issued under the ASXLR 7.1 capacity and 127,950,859 shares will be issued under the ASXLR 7.1A capacity. The Company confirms that the issue price of \$0.065 satisfies the requirements of ASXLR 7.1A. The New Shares will rank equally with existing Myanmar Metals shares from the date of their issue.

The Placement is being made without disclosure to Eligible Investors. New Shares issued pursuant to the Placement will be qualified for secondary trading under the Corporations Act.

Settlement of the Placement is expected to occur on Wednesday, 29 May 2019, with the shares expected to be issued and commence trading on ASX (on a normal settlement basis) the following day.

The Company has decided not to proceed with an entitlement offer to shareholders.

Argonaut Securities Pty Limited is acting as Lead Manager and Sole Bookrunner to the Placement. Patersons Securities Limited is acting as Co-Manager to the Placement.



John Lamb

Executive Chairman and CEO

For More Information:

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About Myanmar Metals:

Myanmar Metals Limited (ASX: MYL) is an explorer and mine developer listed on the Australian Securities Exchange. MYL intends to become a leading regional base metals producer and is well positioned to realise this goal, based on the Tier 1 Bawdwin project resources, world class exploration potential, strategically advantageous project location, management team with experience and depth, highly capable local partners and a strong balance sheet with supportive institutional shareholders.

The company holds a majority 51% participating interest in the Bawdwin Project in joint venture with its two local project partners, Win Myint Mo Industries Co. Ltd. (WMM) and EAP Global Co. Ltd. (EAP).

The Bawdwin Joint Venture (BJV) intends to redevelop the world class Bawdwin Mineral Field, held under a Production Sharing Agreement (PSA) between WMM and Mining Enterprise No. 1, a Myanmar Government business entity within the Ministry of Natural Resources and Environmental Conservation.

The Bawdwin Mining Lease of 38sq. km contains a Tier 1 polymetallic deposit with a JORC compliant Indicated and Inferred Mineral Resource of 94.2 Mt at 4.2% Pb, 107g/t Ag, 2.1% Zn and 0.2% Cu (0.5% Pb cut-off above 750m RL, 2% Pb below 750m RL) including an Indicated Resource of 37.2 Mt at 4.3% Pb, 114g/t Ag, 2.4% Zn and 0.2% Cu (0.5% Pb cut-off above 750m RL, 2% Pb below 750m RL) (refer to ASX announcement dated 13 February 2019). Myanmar Metals Limited confirms that it is not aware of any new information or data that materially affects the Mineral Resource information included in the market announcement dated 13 February 2019 and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

An Ore Reserve estimate of 18.4 Mt at 6.4% Pb, 169g/t Ag and 3.4% Zn has been reported in accordance with the JORC Code 2012 Edition as announced on 6 May 2019. The cut-off used for the determination of Ore Reserves is a net value per block of ore (net smelter return). Myanmar Metals Limited confirms that it is not aware of any new information or data that materially affects the Ore Reserve information included in the market announcement dated 6 May 2019 and, in the case of estimates of Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.