

STATEMENT OF COMMITMENTS

Under Listing Rule 1.3.2, Macarthur must either have:

- less than half of the Company's total tangible assets (after raising any funds) are cash or in a form readily convertible to cash; or
- if half or more of the Company's total tangible assets (after raising any funds) are cash or in a form readily convertible to cash, the Company must have commitments consistent with its business objectives to spend at least half of its cash and assets in a form readily convertible to cash.

At the completion of the Offer, at least half of the assets of the Company is cash and cash equivalents (plus trade, other receivables and prepayments), in the amount of approximately \$9,967,301, before costs of the Offer.

Therefore, in order to satisfy ASX Listing Rule 1.3.2, the Company must establish that there are commitments to spend at least **\$4,983,650.5** (\$9,109,998+\$857,303/2) under the Actual Subscription;

In satisfaction of ASX Listing Rule 1.3.2, the entity has commitments to spend at least:

Use of Funds for 2 Years		
Item	Actual Subscription	
Total Cash and Cash Equivalents at Prospectus Date**	\$9,967,301	
Costs of the Offer	\$857,303	8.60%
Bankable Feasibility Study of Lake Giles Iron Project*	\$7,000,000	70.23%
Mt Jackson Iron Project Exploration	\$100,000	1.00%
Nevada Lithium Project Exploration	\$100,000	1.00%
General and Administrative Expenses	\$1,566,702	15.72%
Cash reserves and Working Capital	\$343,296	3.44%
TOTAL Funds Allocated	\$9,967,301	100%

** Includes Offer Proceeds of \$5,008,238

* Anticipated total Bankable Feasibility Study

As set out above, in accordance with Section 1.0 on Page 34 of the Prospectus, the Offer Proceeds are expected to be allocated as follows:

- Complete a Bankable Feasibility Study for the Lake Giles Iron Project;
- Subject to a successful Bankable Feasibility Study being delivered and a decision to mine being made, undertaking a tender process for mining services and infrastructure;
- Pay the costs of the Offer; and
- Continue exploration activities and fund holding costs for the Company's other minerals and metals projects.

Macarthur Minerals Limited

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