



## Update Summary

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**Entity name**

CONSOLIDATED ZINC LIMITED

**Announcement Type**

Update to previous announcement

**Date of this announcement**

Monday March 9, 2020

**Reason for update to a previous announcement**

Amend the answer to yes, all securities issued in this class rank equally in all respects from their issue date.

Refer to next page for full details of the announcement

Part 1 - Entity and announcement details

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**1.1 Name of +Entity**

CONSOLIDATED ZINC LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

**1.2 Registered Number Type**

ABN

**Registration Number**

27118554359

**1.3 ASX issuer code**

CZL

**1.4 The announcement is**☒ Update/amendment to previous announcement**1.4a Reason for update to a previous announcement**

Amend the answer to yes, all securities issued in this class rank equally in all respects from their issue date.

**1.4b Date of previous announcement(s) to this update**

Monday March 9, 2020

**1.5 Date of this announcement**

Monday March 9, 2020

**1.6 The Proposed issue is:**☒ A standard +pro rata issue (non-renounceable or renounceable)**1.6a The proposed standard +pro rata issue is:**☒ + Non-renounceable



## Part 3 - Details of proposed entitlement offer issue

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### Part 3A - Conditions

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#### 3A.1 - Are any of the following approvals required for the entitlement offer to be unconditional?

- +Security holder approval
- Court approval
- Lodgement of court order with +ASIC
- ACCC approval
- FIRB approval
- Another approval/condition external to the entity

☒ No

### Part 3B - Offer details

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**Class or classes of +securities that will participate in the proposed issue and class or classes of +securities proposed to be issued**

#### ASX +Security Code and Description

CZL : ORDINARY FULLY PAID

**Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?**

☒ Existing class

**Will the proposed issue of this +security include an offer of attaching +securities?**

☒ Yes

**If the entity has quoted company options, do the terms entitle option holders to participate on exercise?**

☒ No

### Details of +securities proposed to be issued

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#### ASX +Security Code and Description

CZL : ORDINARY FULLY PAID

**ISIN Code (if Issuer is a foreign company and +securities are non CDIs)**

Offer ratio (ratio to existing holdings at which the proposed +securities will be issued)

**The quantity of additional +securities to be issued**

1

**For a given quantity of +securities held**

5

**What will be done with fractional entitlements?**

Fractions rounded up to the next whole number

**Maximum Number of +securities proposed to be issued**

345,186,663

**Reason for the update of 'Maximum Number of +securities proposed to be issued'****Purpose of the issue**

Entitlement Offer to raise \$1.725 million before costs of the offer to be applied towards working capital, repayment of working capital facility, exploration of gold prospects at the Plomosas Project and expenses of the Entitlement Offer.

**Offer price details for retail security holders****Issue Currency**

AUD - Australian Dollar

**Offer Price per +security**

AUD 0.00500

**Estimated or Actual?**☒ Actual**Oversubscription & Scale back details****Are +security holders allowed to oversubscribe?**☒ Yes**Provide the oversubscription details**

Existing shareholders will be able to apply for any shortfall securities

**May a scale back be applied to this event?**☒ No**Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?**☒ Yes

## Attaching +Security

**Is the proposed attaching security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional +securities in a class that is already quoted or recorded by ASX)?**☒ New class

## Attaching +Security - New class (+securities in a class that is not yet quoted or recorded by ASX)

**Details of attaching +securities proposed to be issued****ISIN Code (if Issuer is a foreign company and +securities are non CDIs)**



Have you received confirmation from ASX that the terms of the proposed +securities are appropriate and equitable under listing rule 6.1?

☒ No

Will the entity be seeking quotation of the 'new' class of +securities on ASX?

☒ Yes

**ASX +Security Code**

New class-code to be confirmed

**+Security Description**

Options with an exercise price of \$0.01 and a three year term from the date of issue.

**+Security Type**

Options

**Offer ratio (ratio of attaching securities at which the new +securities will be issued)**

**The quantity of attaching +securities to be issued**

1

**For a given quantity of the new +securities issued**

1

**What will be done with fractional entitlements?**

Fractions rounded up to the next whole number

**Maximum Number of +securities proposed to be issued**

345,186,663

**Reason for the update of 'Maximum Number of +securities proposed to be issued'**

**Offer price details for retail security holders**

**Issue Currency**

AUD - Australian Dollar

**Offer Price per +security**

AUD 0.00000

**Estimated or Actual?**

☒ Actual

**Oversubscription & Scale back details**

**Are +security holders allowed to oversubscribe?**

☒ No

**May a scale back be applied to this event?**

☒ No

**Will all the +securities issued in this class rank equally in all respects from their issue date?**

☒ Yes

Options details

**+Security Currency**

AUD - Australian Dollar

**Exercise Price**

AUD 0.0100

**Expiry date**

Monday April 17, 2023

**Details of the existing class of +security that will be issued upon exercise or conversion of this new class of company option**

CZL : ORDINARY FULLY PAID

**Please provide any further information relating to the principal terms of the +securities**

Options with an exercise price of \$0.01 and a three year term from the date of issue.

**Part 3C - Timetable****3C.1 +Record date**

Monday March 16, 2020

**3C.2 Ex date**

Friday March 13, 2020

**3C.4 Record date**

Monday March 16, 2020

**3C.5 Date on which offer documents will be sent to +security holders entitled to participate in the +pro rata issue**

Thursday March 19, 2020

**3C.6 Offer closing date**

Thursday April 9, 2020

**3C.7 Last day to extend the offer closing date**

Monday April 6, 2020

**3C.9 Trading in new +securities commences on a deferred settlement basis**

Tuesday April 14, 2020

**3C.10 Last day for entity to announce the results of the offer to ASX, including the number and percentage of +securities taken up by existing +security holders and any shortfall taken up by underwriters or other investors**

Wednesday April 15, 2020

**3C.11 Issue date**

Friday April 17, 2020

**3C.12 Date trading starts on a normal T+2 basis**

Monday April 20, 2020



### 3C.13 First settlement date of trades conducted on a +deferred settlement basis and on a normal T+2 basis

Wednesday April 22, 2020

#### Part 3E - Fees and expenses

##### 3E.1 Will there be a lead manager or broker to the proposed offer?

☒ Yes

##### 3E.1a Who is the lead manager/broker?

Pinnacle Corporate Finance Pty Ltd

##### 3E.1b What fee, commission or other consideration is payable to them for acting as lead manager/broker?

Underwriting fee of 4%, Management fee of 2%, n aggregate monthly retainer of \$10,000 for a period of 3 months and 10,000,000 options exercisable at \$0.01 per option with a 3 year term from the date of issue.

##### 3E.2 Is the proposed offer to be underwritten?

☒ Yes

##### 3E.2a Who are the underwriter(s)?

Pinnacle Corporate Finance Pty Ltd

##### 3E.2b What is the extent of the underwriting (ie the amount or proportion of the offer that is underwritten)?

Fully underwritten

##### 3E.2c What fees, commissions or other consideration are payable to them for acting as underwriter(s)?

Underwriting fee of 4%, Management fee of 2%, n aggregate monthly retainer of \$10,000 for a period of 3 months and 10,000,000 options exercisable at \$0.01 per option with a 3 year term from the date of issue.

##### 3E.2d Please provide a summary of the significant events that could lead to the underwriting being terminated

Refer to the ASX Announcement " Summary of Underwriting Termination Events" on 9 March 2020

##### 3E.2e Is a party referred to in listing rule 10.11 underwriting or sub-underwriting the proposed offer?

☒ No

##### 3E.3 Will brokers who lodge acceptances or renunciations on behalf of eligible +security holders be paid a handling fee or commission?

☒ No

##### 3E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed offer

#### Part 3F - Further Information



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**3F.1 The purposes for which the entity intends to use the cash raised by the proposed issue**

Entitlement Offer to raise \$1.725 million before costs of the offer to be applied towards working capital, repayment of working capital facility, exploration of gold prospects at the Plomosas Project and expenses of the Entitlement Offer.

**3F.2 Will holdings on different registers or subregisters be aggregated for the purposes of determining entitlements to the issue?**

☒ No

**3F.3 Will the entity be changing its dividend/distribution policy if the proposed issue is successful?**

☒ No

**3F.4 Countries in which the entity has security holders who will not be eligible to participate in the proposed issue**

The entitlement offer is only open to shareholders registered in Australia and New Zealand. Shareholders in China, Hong Kong, Ireland, Malaysia, Mexico, Mongolia, Singapore, the United Kingdom and the United States will not be able to participate

**3F.5 Will the offer be made to eligible beneficiaries on whose behalf eligible nominees or custodians hold existing securities**

☒ No

**3F.6 URL on the entity's website where investors can download information about the proposed issue**

[www.consolidatedzinc.com.au](http://www.consolidatedzinc.com.au)

**3F.7 Any other information the entity wishes to provide about the proposed issue**