

Placement to raise \$2.2 million

Highlights

- Placement of 18.125 million shares at \$0.12 per share to raise approximately \$2.2 million.
- The Placement was completed at a 4.3% premium to the Company's last traded share price of \$0.115 per share.
- The Company received strong demand for the Placement from both new and existing shareholders, including a number of new institutional investors.
- Proceeds from the Placement will be used to meet costs associated with the Pick Lake Zinc Project, fund due diligence regarding USA uranium projects, ongoing review of new opportunities as well as general corporate purposes.

Superior Lake Resources Limited (ASX: SUP) ("Superior Lake" or the "Company") is pleased to announce commitments to raise \$2.175 million (before costs) through the placement of 18.125 million shares at \$0.12 per share to professional and sophisticated investors (the 'Placement'). The Placement includes commitments from directors for \$175,000 of shares, the issue of which will be subject to approval of Superior Lake shareholders at its next general meeting.

The Placement price of \$0.12 per share represents a:

- Premium of 4.3% to the last trading price of \$0.115 (being the closing price on Monday, 27 July 2020); and
- 0% discount to the 15-day VWAP of \$0.12.

Proceeds from the Placement will be used to meet costs associated with the Pick Lake Zinc Project ('Project') including further advancements regarding the financing and future development opportunities, due diligence costs associated with the two USA uranium projects which the Company has exclusivity agreements, investigate further new project opportunities as well as general working capital.

The Placement was led managed by BW Equities Pty Ltd.

Placement details

The issue of 18,125,000 ordinary shares at \$0.12 per share under the Placement ('New Shares') will utilise the Company's issuance capacity under ASX Listing Rules 7.1 and 7.1A, with:

- 7,640,422 New Shares issued under the Company's Listing Rule 7.1 issuance capacity; and
- 10,484,578 New Shares issued under the Company's Listing Rule 7.1A issuance capacity.

Accordingly, no shareholder approval is required in connection with the Placement. The New Shares will rank equally with the Company's existing fully paid ordinary shares.



ASX Listing Rule 7.1A Disclosure

In accordance with ASX Listing Rule 3.10.5A, the Company provides the following information with respect to the shares issued under ASX Listing Rule 7.1A.

- a) The dilutive effect of the Placement on existing shareholders is as follows:

	Shares	Dilution
Shares on issue before Placement	142,936,149	
Shares issued under ASX Listing Rule 7.1	7,640,422	5.35%
Shares issued under Listing Rule 7.1A	10,484,578	7.34%
Total shares on issue after Placement	161,061,149	
Total dilution		12.69%

- b) The 10,484,578 New Shares issued under Listing Rule 7.1A were issued to professional and sophisticated investors, under a placement and not a pro-rata issue as it was considered to be the most efficient mechanism for raising capital for the Company at the time.
- c) There was no underwriting agreement entered into in relation to the Placement.
- d) BW Equities acted as lead manager to the Placement.



About the Company

Superior Lake Resources Limited

Superior Lake Resources Limited main asset is the Superior Lake Zinc Project in North Western Ontario, Canada. The Project is a high-grade zinc deposit with a JORC resource of 2.35 Mt at 17.7% Zn, 0.9% Cu, 0.38 g/t Au and 34 g/t Ag (ASX announcement 7th March 2019) and a Probable Ore Reserve of 1.96Mt at 13.9% Zn, 0.6%Cu, 0.2g/t Au and 26.2g/t Ag (ASX announcement 28th August 2019).

Superior Lake Mineral Resource at 3% Zn cut-off grade					
Classification	Tonnage Mt	Zn%	Cu%	Au g/t	Ag g/t
Indicated	2.07	18.0	0.9	0.38	34
Inferred	0.28	16.2	1.0	0.31	37
Total	2.35	17.7	0.9	0.38	34
Superior Lake Ore Reserve at 5.2% Zn cut-off grade					
Classification	Tonnage Mt	Zn%	Cu%	Au g/t	Ag g/t
Probable	1.96	13.9	0.6	0.2	26.2
Total	1.96	13.9	0.6	0.2	26.2

To learn more about the Company, please visit www.superiorlake.com.au, or contact:

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Reference to previous ASX announcements

In relation to the zinc project Mineral Resource estimate previously reported on 7th March 2019, Superior Lake confirms that it is not aware of any new information or data that materially affects the information included in the announcement of 7th March 2019 and that all material assumptions and technical parameters underpinning the Mineral Resource estimate in the announcement of 7th March 2019 continue to apply and have not materially changed.

In relation to the zinc project Ore Reserve estimate previously reported on 28th August 2019, Superior Lake confirms that it is not aware of any new information or data that materially affects the information included in the announcement of 28th August 2019 and that all material assumptions and technical parameters underpinning the Ore Reserve estimate in the announcement of 28th August 2019 continue to apply and have not materially changed.