



**NSX Announcement**  
**25 October 2022**

**Market Update**

Consolidated Africa Limited (NSX code CRA) wishes to inform the market that the circumstances surrounding the previous decision to provide shareholders with a capital return have changed. The board has recommended that shareholders vote in favor of acquiring the Corktree West Project in Western Australia (WA). The funds available to the Company will allow and facilitate the time necessary to assess the viability of the project and therefore increase the probability of improving shareholder value in the future.

In consideration of the application of Chapter 2J of the Corporations Act, the Board has reconsidered its position to facilitate a return of capital in light of the proposed transaction at this point in time by reason that:

- a. the proposed transaction may further improve and increase the financial position of the Company and therefore reduce the risk of becoming insolvent in the future; and
- b. it would otherwise not be fair and reasonable for such a transaction to be considered by shareholders prior to any capital return.

Pursuant to section 256B of the Corporations Act, the Board is of the view that the shareholders as a whole may not currently be in a position to approve a capital return without the transaction information contained in the Notice of Annual General Meeting and the accompanying Explanatory Statement.

**Released for and on behalf of the Board:**

Kevin Nichol  
Company Secretary, B.Comm (Hons) CFA  
Consolidated Africa Limited