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ASX/MEDIA RELEASE

Trek Launches Fully Underwritten \$2.9M Rights Issue to Accelerate Pilbara Gold Exploration

Proceeds to be used to underpin next phase of exploration across the highly prospective Jumblebar and Pincunah Gold Projects

Trek Metals Limited (ASX: **TKM**) (**Trek** or the **Company**) is pleased to announce its intention to raise \$2,940,285 via a fully-underwritten pro-rata non-renounceable entitlements offer to underpin its maiden gold exploration programs in the Pilbara region of Western Australia.

The offer will be undertaken on the basis of one (1) CHESS Depositary Interest (where each CDI represents a beneficial interest in one fully-paid ordinary share in the capital of the Company) (**CDI**) for every five (5) CDIs held by eligible CDI holders at an issue price of \$0.07 per CDI (**Entitlement Offer**).

The Entitlement Offer will be fully underwritten by Westar Capital Limited (**Westar**) under standard commercial terms.

In addition, entities controlled by Trek Directors Tony Leibowitz and Neil Biddle have each indicated they will commit to sub-underwriting agreements with Westar for 16,801,629 shares each, which represents 40% each of the total fully underwritten amount.

Westar will be entitled to a 5% underwriting fee of the total Entitlement Offer and, upon completion of the Entitlement Offer, the Company will issue Westar 1,500,000 unquoted options exercisable at \$0.14 each expiring 18 months from the date of issue.

Eligible CDI holders will comprise those CDI holders with a registered address in Australia and New Zealand on the record date. Further details of the Entitlement Offer and record date will be announced separately and included in the Entitlement Offer prospectus which will be lodged with the ASX and ASIC and dispatched to CDIs as soon as practical.

The issue price of \$0.07 per CDI represents a 9.9% discount to the 20-day VWAP and a 17.55% discount to the 10-day VWAP.

Commenting on the rights issue, Trek Executive Director John Young said:

“This is an exciting time in the Pilbara gold region and Trek is well placed to continue our exploration programs at both Jumblebar and Pincunah, with initial results from both of these newly-acquired projects confirming strong potential for gold mineralisation.

“The Rights issue gives all shareholders the opportunity to participate and maintain their interest in the Company as we advance to the next stage of our exploration programs.”

CDIs issued under the Entitlement Offer will rank equally with existing CDIs on issue. The Company will make application for official quotation of the new CDIs proposed to be issued under the Entitlement Offer. CDI entitlements are non-renounceable and will not be tradeable on the ASX or otherwise transferable.

Approximately 42,004,072 CDIs will be issued pursuant to the Entitlement Offer. CDI holders who do not take up all or any part of their entitlement will not receive any payment or value in respect of the entitlement not taken up and their equity interest in the Company will be diluted.

A timetable for the Entitlement Offer will be released in due course once the Company has received approval from the ASX for the timetable and the Entitlement Offer prospectus has been finalised.

Funds raised will primarily be used for working capital for Trek to advance exploration at the recently acquired Jimblebar and Pincunah Projects including mapping, ground-truthing, soil programs and IP geophysical targets to refine targets for initial drill programs.

Authorised by the Board.

ENDS

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The forward-looking statements in this announcement are based on current expectations, estimates, forecasts and projections about Trek and the industry in which it operates. They do, however, relate to future matters and are subject to various inherent risks and uncertainties. Actual events or results may differ materially from the events or results expressed or implied by any forward-looking statements. The past performance of Trek is no guarantee of future performance.

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