

ASX ANNOUNCEMENT/MEDIA RELEASE

30 January 2024

\$1.5 million placement to accelerate Uranium & Nickel exploration

- Adavale has received commitments to raise \$1.5 million through a private placement priced at \$0.007 per share.
- The placement was strongly supported by new and existing professional and sophisticated investors.
- Leading Melbourne boutique broker, Peak Asset Management, led the raise.
- Proceeds of the Placement will be used to support exploration activities across the Company's uranium and nickel projects, including:
 - Commencement of an exploration program at the Lake Surprise Uranium Project, SA including a drilling program in the first half of 2024 subject to heritage clearance; and
 - Continuation of exploration program at the highly prospective nickel ground at Luhuma Central, Tanzania.

Adavale Resources Limited (ASX: ADD) ("Adavale" or "the Company") is pleased to advise that it has received binding commitments to raise \$1.5 million (before costs) through a placement to new and existing institutional and sophisticated investors ("Placement"). The Placement will comprise the issue of approximately 214 million new fully paid Ordinary shares at an issue price of \$0.007 per share ("New Shares") and a 1:1 attaching listed option (ADDOA) exercisable at \$0.03 per share expiring 31 December 2025 ("Attaching Options").

Proceeds from the placement will be used to commence exploration activities at the Company's Lake Surprise Uranium Project in South Australia and the continuation of the exploration program at the Luhuma Central Nickel Project in Tanzania.

Adavale's Executive Director, David Riekie commented:

"We have received a significant amount of interest in our extensive South Australian uranium portfolio and these funds will be used to accelerate our uranium exploration on our high priority areas, including Mundowdna and Mundowdna South."

"We are thankful for the support of our new and existing shareholders that participated in the Placement."

ASX: ADD

DIRECTORS & OFFICERS

GRANT PIERCE
CHAIRMAN

DAVID RIEKIE
EXECUTIVE DIRECTOR

JOHN HICKS
DIRECTOR

ALLAN RITCHIE
CHIEF EXECUTIVE OFFICER

LEONARD MATH
CFO & COMPANY SECRETARY

ABOUT ADAVALE

Adavale Resources is an ASX-listed exploration company targeting projects in the 'battery materials' space. The company is currently focused on both its 100% owned Kabanga Jirani Nickel Project and 2 Farm-in 'Luhuma' licences adjacent and along strike from the world's largest undeveloped high grade NiS resource of 58Mt @ 2.62% Ni. Adavale is also progressing exploration on its 100% owned uranium tenements in South Australia



adavaleresources.com



CONTACT

Adavale Resources Limited Level 2,
49 Oxford Close, West Leederville
WA 6007

Tel: +61 2 8003 6733

investor@adavaleresources.com



Placement Details

The Company will issue 214.3 million fully paid Ordinary Shares at an Issue Price of \$0.007 per share. Each Share will include a 1:1 Listed Option “ADDOA” with a strike price of \$0.03 and an expiry date of 31 December 2025 (“**Attaching Options**”).

Placement shares of 200 million New Shares will be issued pursuant to the Company’s available placement capacity under ASX Listing Rule 7.1 and 7.1A and is expected to be settled on or about 5 February 2024 (“**Tranche 1**”). Subject to receipt of shareholder approval at a General Meeting of shareholders to be convened by the Company, a further 14.3 million New Shares and the Attaching Options will be issued (“**Tranche 2**”). Placement shares will rank equally with existing fully paid Ordinary shares.

Lead Manager

Peak Asset Management (“**Peak**”) acted as Lead Manager to the Placement. Peak has subscribed \$100,000 to the Placement under the same terms (**Tranche 2**) and due to the placement capacity limitation, Peak’s allotment will be subject to shareholders’ approval.

This announcement is authorised for release by the Board of Adavale Resources Limited.

Further information:

David Riekie
Executive Director
E: investor@adavaleresources.com

For broker and media enquiries:

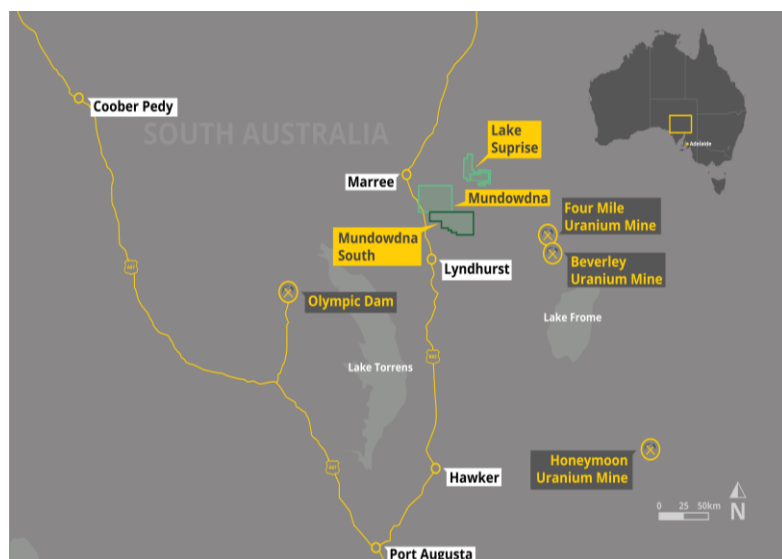
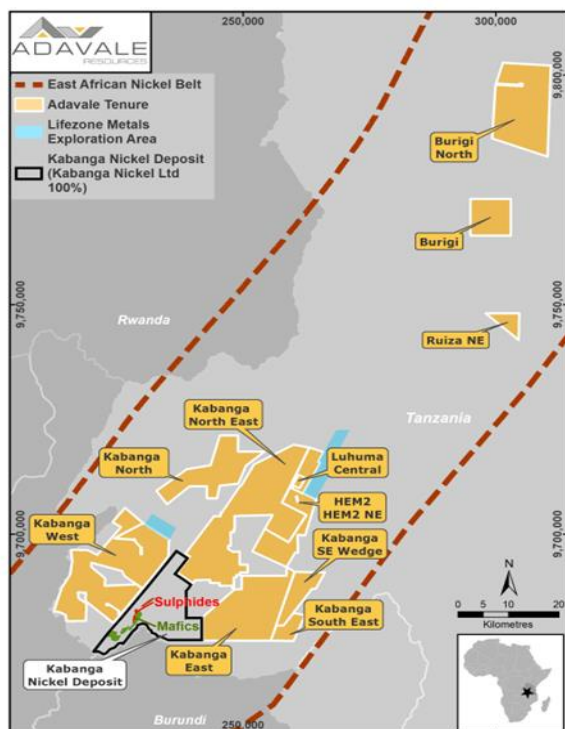
Andrew Rowell
White Noise Communications
E: andrew@whitenoisecomms.com
P: +61 400 466 226

Forward looking statements

This document contains forward-looking statements concerning Adavale. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company’s actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes. Forward looking statements in this document are based on Adavale’s beliefs, opinions and estimates of Adavale as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments. Although management believes that the assumptions made by the Company and the expectations represented by such information are reasonable, there can be no assurance that the forward-looking information will prove to be accurate. Forward-looking information involves known and unknown risks, uncertainties, and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any anticipated future results, performance or achievements expressed or implied by such forward-looking information. Such factors include, among others, the actual market price of nickel, the actual results of future exploration, changes in project parameters as plans continue to be evaluated, as well as those factors disclosed in the Company’s publicly filed documents. Readers should not place undue reliance on forward-looking information. The Company does not undertake to update any forward-looking information, except in accordance with applicable securities laws. No representation, warranty or undertaking, express or implied, is given or made by the Company that the occurrence of the events expressed or implied in any forward- looking statements in this document will actually occur.

ABOUT ADAVALE

Adavale Resources Limited (ASX:ADD) is a nickel sulphide exploration company that holds 100% of the Kabanga Jirani Nickel Project, a portfolio of 12 highly prospective granted licences covering ~1,216km² along the Karagwe-Ankolean belt in Tanzania. The six southernmost licences are proximal to the world-class Kabanga Nickel Deposit (58Mt @ 2.62% Ni). Adavale has farmed-in to two more highly prospective licences contiguous to our seven southernmost licences, adding a further 99km² to the portfolio 1,315sq km). Adavale's licences were selected based on their strong geochemical and geophysical signatures from the previous exploration undertaken by BHP.



Adavale also holds exploration licences for their sedimentary uranium potential within the northern part of the highly prospective Lake Frome Embayment in South Australia.