



## \$3.5 MILLION SHARE PLACEMENT TO ACCELERATE DEVELOPMENT OF THE TALLEBUNG TIN PROJECT

- Binding commitments received to raise \$3.5 million.
- Strong demand from existing shareholders and new investors.
- Company now well-funded to accelerate the development of the Tallebung Tin Project.

Sky Metals Ltd (ASX:SKY) ('SKY' or the 'Company') is pleased to announce that it has received firm commitments to raise \$3.5 million (before costs) via a share placement to institutional, sophisticated and professional investors at A\$0.045 per share with approximately 77.8 million new fully-paid ordinary shares to be issued ('Placement').

The proceeds of the Placement will be used for:

- Resource Infill and expansion drilling at the Tallebung Tin Project,
- Mine Scoping studies,
- Metallurgical studies at the Doradilla Tin and REE Project, and;
- Additional general working capital.

SKY CEO Oliver Davies commented: *"SKY thanks its existing shareholders for their strong and continuing support while welcoming new shareholders on to the register. This successful capital raise positions SKY to quickly advance the Tallebung Tin Project with an imminent resource expansion and infill drilling campaign".*

### Placement Details

SKY received strong support from existing shareholders and new investors.

The Placement will comprise the issue of approximately 77.8 million new fully paid ordinary shares (New Shares) at an issue price of \$0.045 per share, which represents:

- A 18.2% discount to the last close price of \$0.055 as at 16 May 2023; and
- A 14.0% discount to the 15-day Volume Weighted Average Price of \$0.052 as at 16 May 2023.

The Placement will settle in one tranche. The New Shares will be issued under the Company's existing placement capacity under ASX Listing Rules 7.1 (56,517,521 New Shares) and 7.1A (21,260,257 New Shares). Settlement of the Placement is expected to occur on 25 May 2023. The New Shares will rank equally with the Company's existing shares on issue.

Blue Ocean Equities Pty Ltd acted as Lead Manager to the Placement.

This announcement has been approved for release by the Board of Directors.

For Further Information

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## ABOUT SKY (ASX: SKY)

SKY is an ASX listed public company focused on the exploration and development of high value mineral resources in Australia. SKY's project portfolio offers exposure to the tin, gold, and copper markets in the world class mining jurisdiction of NSW.

### TIN PROJECTS

#### TALLEBUNG PROJECT (EL6699, 100% SKY)

The Tallebung Project is located ~70km north-west of Condobolin in central NSW. The project encompasses the historic Tallebung Tin Mining Field at the northern extent of the Wagga Tin Belt within the central Lachlan Orogen where SKY has now defined a maiden MRE of 10.2Mt @ 0.18% Tin. SKY plans to advance the Tallebung Tin Target by increasing the resource and development for future mining.

#### DORADILLA PROJECT (EL6258, 100% SKY)

The Doradilla Project is located ~30km south of Bourke in north-western NSW and represents a large and strategic REE and tin project with excellent potential for associated polymetallic mineralisation (tin, tungsten, copper, bismuth, indium, nickel, cobalt).

#### NARRIAH PROJECT (EL9524, 100% SKY)

The Narriah Project is located ~70km west of West Wyalong in western NSW and represents a large tin project with multiple historic workings prospective for tin, tungsten and lithium mineralisation with limited drill testing completed to date.

#### NEW ENGLAND PROJECT (EL9200 & 9210, 100% SKY)

Two exploration licences in the New England Orogen covering areas of significant historical tin production (Emmaville & Gilgai).

### COPPER GOLD PROJECTS

#### IRON DUKE (EL6064, BALMAIN OPTION; EL9191 100% SKY)

The Iron Duke project is located ~10km south-east of Tottenham in central NSW and covers at least 4 significant historic copper-gold mines. High grade copper-gold mineralisation intersected by previous explorers (e.g. 13m @ 1.56% Cu & 4.48g/t Au).

#### GALWADGERE (EL6320, 100% SKY)

The Galwadgere project is located ~15km south-east of Wellington in central NSW. An open MRE of 3.6Mt @ 0.78% Cu and 0.28g/t Au defined at Galwadgere with numerous targets with limited drilling testing adjacent to the MRE.

### GOLD PROJECTS

#### CULLARIN / KANGIARA PROJECTS (EL7954; EL8400 & EL8573, DVP FARM-IN)

The Cullarin Project contains equivalent host stratigraphy to the McPhillamys deposit with a similar geochemical, geophysical & alteration signature. 'McPhillamys-style' gold results from previous drilling at the Cullarin Project. SKY's maiden drill program was successful, including HUD002 which returned 93m @ 4.2 g/t Au from 56m.

#### CALEDONIAN / TIRRANA PROJECTS ( EL8920, EL9048, EL9120 100% SKY)

Highlight, 'McPhillamys-style' gold results from previous exploration include 36m @ 1.2 g/t Au from 0m to EOH in drillhole LM2 and 81m @ 0.87g/t Au in a costean on EL8920 at the Caledonian Project.



Figure 1: SKY Tenement Location Map