

\$2.5M Placement to Advance the Jejevo Nickel Project and for Corporate Working Capital

Pacific Nickel Mines Limited (ASX Code: PNM) (**Pacific Nickel** or the **Company**) is pleased to advise that it has successfully arranged a well supported placement of 29,411,765 fully paid ordinary shares (Shares) at \$0.085 to raise \$2.5 million (Placement).

The Sole Lead Manager to the Placement was Bridge Street Capital Partners.

The Placement will be undertaken under the Company's ASX Listing Rule 7.1 capacity.

The Placement was well supported by many existing shareholders and a number of new institutional and sophisticated investors from Australia and overseas.

With the Kolosori Project now funded with the up to US\$22m Glencore debt facility, the funds raised from this raising will primarily be used for:

- a) Advancing development activities at Pacific Nickel's second Direct Shipping Ore nickel project, the Jejevo Nickel Project, and
- b) Working Capital and General Corporate Purposes.

The issue price of \$0.085 for the Placement represents a 15.0% discount to the last trade on 19 April 2023 and a 5.7% discount to the 15-day VWAP up to 19 April 2023.

Pacific Nickel CEO Geoff Hiller commented:

"The Company is delighted with the response from investors to the capital raising and in particular the participation from existing shareholders and new sophisticated and institutional shareholders."

"The Company is in a strong financial position following the recent announcement that formal documentation had been executed with Glencore International AG (Glencore), in respect of a facility of up to US\$22m to fund the development of the Kolosori Nickel Project."

"The new equity funds will assist the Company to continue studies and work at the Company's Jejevo Nickel Project where a mining lease application has already been lodged. A preliminary Scoping Study prepared in support of the application demonstrated that Jejevo could be advanced in a similar way as the Kolosori Nickel Project. . Both projects are located on Santa Isabel Island in the Solomon Islands."

"I look forward to updating the market as we advance Kolosori to production this year and simultaneously progress the necessary steps to commence development activities at Jejevo."

Further information on Pacific Nickel, including the latest corporate presentation, is available at www.pacificnickel.com

Authorised by the Board.

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