



ABN 12 124 960 523

ASX and Media Release: 4 August 2021

ASX code: RXM

Not for release to US wire services or distribution in the United States

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Rex announces A\$50m placement to fund pre-development activities for Hillside

- **Placement of A\$50m with Macquarie Capital and Euroz Hartleys as Joint Lead Managers at an offer price of A\$0.30 per share which is a 16.7% discount to last close**
- **Proceeds used to primarily fund Hillside pre-development activities and expand the project delivery team**
- **Rex is targeting a final investment decision (“FID”) for Stage 1 of the Hillside Copper Project in South Australia in 4Q CY22**
- **Rex will commit to more drilling to unveil the extent of the gold system at Hog Ranch in Nevada, USA**

Rex Minerals Ltd (“Rex” or “the Company”) is pleased to announce the launch of a two-tranche placement of new fully paid ordinary shares (“Shares”) to raise approximately A\$50 million (before costs) (“Placement”). The Placement will comprise the issue of approximately 166.7 million new fully paid ordinary shares at a price of A\$0.30 per share (“Placement Price”).

The Placement will be undertaken in two tranches – an initial A\$5.3 million unconditional placement (“Tranche 1”) and a A\$44.7 million conditional placement (“Tranche 2”), which is subject to Rex shareholder approval.

Proceeds from the Placement will primarily be used to fund pre-development activities at Rex’s 100%-owned Hillside Copper Project and to continue exploration activities at its 100%-owned Hog Ranch Gold Property, in Nevada USA.

Rex’s Managing Director & CEO, Richard Laufmann, commented: *“The successful completion of this Placement will be yet another milestone for Rex and its shareholders, as we advance development activities for the Hillside Copper Project, our flagship asset.*

“We are pleased to welcome strong institutional investors to our share register, with proceeds from the equity raising vital in ensuring that we are able to expand our project delivery team at Hillside and build momentum ahead of our target for a successful FID in 4Q 2022.

“Rex is advancing rapidly as an emerging copper development company, following the South Australian Government’s approval of the PEPR¹. Subsequently, we released the 2020 Hillside Feasibility Costing Update, retired all debt, completed the board succession, and doubled Hillside’s Copper Ore Reserves.

*“With the global pivot to **electrification of everything** the time has never been more perfect to deliver Hillside Copper,” Mr Laufmann said.*

Use of proceeds

The use of proceeds from the A\$50 million Placement are described below:

Use of Funds	A\$M
Hillside pre-development including: <ul style="list-style-type: none"> Continue to build the Company’s project delivery team and appoint key contractors to transition into project development Commit to early infrastructure projects, including road realignment, and electrical and water infrastructure works Commence early site infrastructure development including environmental (monitoring installations) and works required in line with the approved PEPR Initiate the process to select engineering house for development Initiate/select mining fleet/contractor contract discussions Site maintenance, tenure fees and mine geology Select final financing solution. 	38
Hog Ranch exploration activities including field work, drilling, mineral claim and compliance fees, exploration plan of operation permits	4
Corporate and administration	5
Cost of the offer	3
TOTAL	50

Rex estimates a total of US\$410 million of capex is required for Hillside Stage 1, with the balance of financing required by 2H CY22 in a mixture of equity and debt to be determined.

Placement

The placement of approximately 166.7 million new fully paid ordinary shares to raise A\$50 million at a Placement Price of A\$0.30 per share will take place in two tranches:

- Tranche 1: A\$5.3 million unconditional placement comprising 17.8 million new fully paid ordinary shares, representing the maximum number of securities that can be issued by the Company under ASX Listing Rule 7.1; and
- Tranche 2: A\$44.7 million conditional placement comprising 148.8 million new fully paid ordinary shares which will require Rex shareholder approval.

¹ Program for Environment Protection and Rehabilitation.

A General Meeting of Rex shareholders is expected to take place in September 2021 to allow shareholders to vote on Tranche 2. Further details on the General Meeting time and venue will be provided shortly.

All of the Company's Non-Executive Directors have committed to participate in the Placement. The issue of shares to those Directors will also be conditional on the receipt of shareholder approval at the General Meeting in accordance with ASX Listing Rule 10.11.

The Placement Price represents a 16.7% discount to the closing price of A\$0.36 per share on 3 August 2021 and a 15.2% discount to the 5-day trading volume weighted average price ("VWAP").

Additional Information

Additional information regarding the Placement is contained in the investor presentation released to the ASX today. The investor presentation contains important information including key risks and foreign selling restrictions with respect to the Placement.

Nothing contained in this announcement constitutes investment, legal, tax or other advice. You should seek appropriate professional advice before making any investment decision.

Macquarie Capital (Australia) Limited and Euroz Hartleys Limited are acting as Joint Lead Managers to the Placement. Baker McKenzie is acting as Australian legal counsel to Rex in relation to the Placement.

An indicative timetable for the Placement is set out in the investor presentation released to the ASX today. The timetable remains subject to change at the Company's discretion, subject to compliance with applicable laws and the ASX Listing Rules.

This announcement is approved for release by the Board.

For more information about the Company and its projects, please visit our website <https://www.rexminerals.com.au/> or contact:

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Summary Information

The following disclaimer applies to this announcement and any information contained in it ("Information"). The Information in this announcement is of general background and does not purport to be complete. It should be read in conjunction with Rex's other periodic and continuous disclosure announcements lodged with ASX Limited, which are available at www.asx.com.au. You are advised to read this disclaimer carefully before reading or making any other use of this announcement or any Information contained in this announcement. In accepting this announcement, you agree to be bound by the following terms and conditions including any modifications to them.

Forward Looking Statements

This announcement may include forward looking statements. These forward-looking statements are based on Rex's expectations and beliefs concerning future events. Forward looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Rex, which could cause actual results to differ materially from such statements. Rex makes no undertaking to subsequently update or revise the forward-looking statements made in this announcement, to reflect the circumstances or events after the date of this announcement.

Not for distribution or release in the United States

This Announcement may not be distributed or released in the United States. This Announcement does not constitute an offer to sell, or the solicitation of an offer to buy, any securities in the United States. The new fully paid ordinary shares to be offered and sold in the Placement have not been, and will not be, registered under the Securities Act or the securities laws of any state or other jurisdiction of the United States. Accordingly, the new fully paid ordinary shares may not be offered or sold, directly or indirectly, to any person in the United States, unless they have been registered under the Securities Act (which the Company has no obligation or intention to do or to procure), or are offered and sold pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act and any other applicable securities laws of any state or other jurisdiction of the United States.