

Update on Mineral Commodities Ltd

Mineral Commodities Ltd (**Company** or **MRC**) (ASX:MRC) wishes to provide the following update for shareholders in relation to Company funding.

GMA standstill

MRC advised in the recent quarterly report a binding agreement (**Standstill Agreement**) had been executed that provided Garnet International Resources Pty Ltd (**GMA**) would take no action in relation to the parent guarantee granted by MRC in relation to a loan between GMA and Mineral Sands Resources Proprietary Limited entered into in May 2023.

This Standstill Agreement has now been amended and the standstill period has been extended to 13 December 2024 with a number of additional conditions to those set out in the quarterly report.

The new conditions include a GMA right to terminate the Standstill Agreement if:

- it becomes reasonably apparent to GMA that there is no longer a reasonable prospect that not less than A\$2M in corporate funding for MRC will be raised on or before 1 October 2024; and
- a term sheet for a transaction that will ultimately allow for the parent guarantee amount to be funded (currently, approximately USD5.5 million) (**Proposed Transaction**) has not been executed by 15 October 2024 or as soon as it becomes reasonably apparent to GMA that there is no longer a reasonable prospect that there will be sufficient consideration from the Proposed Transaction will be available to repayment all indebtedness of MRC outstanding under the parent guarantee.

In addition to the new rights to terminate listed above, MRC will be required to contribute A\$250k to GMA's costs, to be paid from the A\$2M corporate funding the Company is seeking to raise or the consideration received from completion of the Proposed Transaction (whichever is earlier).

These conditions are in addition to the previous announced conditions:

Funding

Active discussions are continuing with various parties regarding the proposed funding of the Company. MRC is being assisted in this process by Bacchus Capital Advisors in London.

This Announcement does not lift the voluntary suspension requested by the Company.

ENDS

Issued by Mineral Commodities Ltd ACN 008 478 653 www.mineralcommodities.com
Authorised for release by the CEO.

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About Mineral Commodities Ltd

Mineral Commodities Ltd is a global mining and development company with a primary focus on the production of Natural Flake Graphite from operations in South Africa and Norway.

The Company owns and operates the Skaland Graphite Operation in Norway, the world's highest-grade operating flake graphite mine and is the only producer in Europe. The planned development of the Munglinup Graphite Project, located in Western Australia, builds on the Skaland acquisition and is a further step toward an integrated, downstream value-adding strategy which aims to capitalise on the fast-growing demand for sustainably manufactured lithium-ion batteries.

The Company's aspiration is to become a leading vertically integrated diversified producer of graphitic anode materials and value-added mineral products with a commitment to operate with a focus on the Environment, Sustainability and Governance.

Forward Looking Statements

This announcement may contain forward-looking information and forward-looking statements (collectively, forward-looking statements). These forward-looking statements are made as of the date of this announcement and the Company does not intend, and does not assume any obligation, to update these forward-looking statements.

Forward-looking statements relate to future events or future performance and reflect Company management's expectations or beliefs regarding future events and include, but are not limited to the Company's strategy and objectives. In certain cases, forward-looking statements can be identified by the use of words such as, "aim", "anticipated", "believe", "considered", "continue", "could", "estimate", "expected", "for", "forecast", "future", "interpreted", "likely", "looking", "may", "open", "optionality", "plan" or "planned", "potential", "provides", "robust", "targets", "will" or variations of such words and phrases or statements that certain actions, events or results may, could, would, might or will be taken, occur or be achieved or the negative of these terms or comparable terminology. By their very nature forward-looking statements involve 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 future results, performance or achievements expressed or implied by the forward-looking statements.

Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.