



Update Summary

Entity name

AUSTRALIAN VANADIUM LIMITED

Announcement Type

Update to previous announcement

Date of this announcement

12/12/2023

Reason for update to a previous announcement

Maximum number of securities to be issued has increased as a result of an increase to the scheme consideration as announced on 12 December 2023. Indicative dates have also been updated to reflect updated indicative timetable.

Refer to next page for full details of the announcement

**Part 1 - Entity and announcement details**

1.1 Name of +Entity

AUSTRALIAN VANADIUM LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

If the +securities are being offered under a +disclosure document or +PDS and are intended to be quoted on ASX, we also apply for quotation of all of the +securities that may be issued under the +disclosure document or +PDS on the terms set out in Appendix 2A of the ASX Listing Rules (on the understanding that once the final number of +securities issued under the +disclosure document or +PDS is known, in accordance with Listing Rule 3.10.3C, we will complete and lodge with ASX an Appendix 2A online form notifying ASX of their issue and applying for their quotation).

1.2 Registered Number Type

ABN

Registration Number

90116221740

1.3 ASX issuer code

AVL

1.4 The announcement is☒ Update/amendment to previous announcement**1.4a Reason for update to a previous announcement**

Maximum number of securities to be issued has increased as a result of an increase to the scheme consideration as announced on 12 December 2023. Indicative dates have also been updated to reflect updated indicative timetable.

1.4b Date of previous announcement to this update

25/9/2023

1.5 Date of this announcement

12/12/2023

1.6 The Proposed issue is:☒ A placement or other type of issue



Part 7 - Details of proposed placement or other issue

Part 7A - Conditions

7A.1 Do any external approvals need to be obtained or other conditions satisfied before the placement or other type of issue can proceed on an unconditional basis?☒ Yes

7A.1a Conditions

Approval/Condition	Date for determination	Is the date estimated or actual?	** Approval received/condition met?
+Security holder approval	16/1/2024	<input checked="" type="checkbox"/> Estimated	No

Comments

The new Australian Vanadium Ltd (AVL) shares are being issued pursuant to the acquisition by AVL of all the issued securities in Technology Metals Australia Ltd (TMT) pursuant to a TMT sponsored scheme of arrangement. No AVL shareholder approval is required for the acquisition but the approval of TMT shareholders is.

Approval/Condition	Date for determination	Is the date estimated or actual?	** Approval received/condition met?
Court approval	19/1/2024	<input checked="" type="checkbox"/> Estimated	No

Comments

Related to the scheme of arrangement described above.

Approval/Condition	Date for determination	Is the date estimated or actual?	** Approval received/condition met?
Lodgement of court order with +ASIC	22/1/2024	<input checked="" type="checkbox"/> Estimated	No

Comments

Related to the scheme of arrangement described above.

Approval/Condition	Date for determination	Is the date estimated or actual?	** Approval received/condition met?
Other (please specify in comment section)	19/1/2024	<input checked="" type="checkbox"/> Estimated	No

Comments

Other conditions precedent to the scheme of arrangement as set out in the announcement of the transaction released 25 September 2023.



Part 7B - Issue details

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

☒ Existing class

Will the proposed issue of this +security include an offer of attaching +securities?

☒ No

Details of +securities proposed to be issued

ASX +security code and description

AVL : ORDINARY FULLY PAID

Number of +securities proposed to be issued

3,626,004,702

Reason for the update of 'Number of +securities proposed to be issued'

Increase to the scheme consideration as announced on 12 December 2023.

Offer price details

Are the +securities proposed to be issued being issued for a cash consideration?

☒ No

Please describe the consideration being provided for the +securities

The securities are being issued in consideration for the acquisition of all the issued securities in TMT as referenced in the response to part 7A.1a above.

Please provide an estimate of the AUD equivalent of the consideration being provided for the +securities

Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?

☒ Yes

Part 7C - Timetable

7C.1 Proposed +issue date

1/2/2024



Part 7D - Listing Rule requirements

7D.1 Has the entity obtained, or is it obtaining, +security holder approval for the entire issue under listing rule 7.1?

☒ No

7D.1b Are any of the +securities proposed to be issued without +security holder approval using the entity's 15% placement capacity under listing rule 7.1?

☒ Yes

7D.1b (i) How many +securities are proposed to be issued without security holder approval using the entity's 15% placement capacity under listing rule 7.1?

Up to 11,050,926 AVL shares will be issued to holders of TMT Class E Options in exchange for cancellation of those options. Note this number may well be lower if holders exercise their options and participate in the scheme of arrangement.

7D.1c Are any of the +securities proposed to be issued without +security holder approval using the entity's additional 10% placement capacity under listing rule 7.1A (if applicable)?

☒ No

7D.2 Is a party referred to in listing rule 10.11 participating in the proposed issue?

☒ No

7D.3 Will any of the +securities to be issued be +restricted securities for the purposes of the listing rules?

☒ No

7D.4 Will any of the +securities to be issued be subject to +voluntary escrow?

☒ No

Part 7E - Fees and expenses

7E.1 Will there be a lead manager or broker to the proposed issue?

☒ No

7E.2 Is the proposed issue to be underwritten?

☒ No

7E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed issue



Part 7F - Further Information

7F.01 The purpose(s) for which the entity is issuing the securities

The securities are being issued in consideration for the acquisition of all the issued securities in TMT as referenced in the response to part 7A.1a above.

7F.1 Will the entity be changing its dividend/distribution policy if the proposed issue proceeds?

☒ No

7F.2 Any other information the entity wishes to provide about the proposed issue

Refer to ASX announcement titled "Australian Vanadium and Technology Metals Australia agree A\$217 million Merger" dated 25 September 2023.

7F.3 Any on-sale of the +securities proposed to be issued within 12 months of their date of issue will comply with the secondary sale provisions in sections 707(3) and 1012C(6) of the Corporations Act by virtue of:

☒ An applicable ASIC instrument or class order