

## Kalamazoo Spin Out – Kali Metals IPO offer closed; heavily oversubscribed

### Highlights

- Kalamazoo to spin out its Australian lithium projects via a demerger and concurrent Initial Public Offering (IPO) of Kali Metals Limited (proposed ASX Code: **KM1**) (“Kali”)
- Kali’s IPO to raise the maximum subscription amount of \$15 million due to the strong level of interest
- The closing date of the Broker Firm Offer, Institutional Offer, and Chair’s List Offer components for the Kali Offer have been brought forward and are now closed
- Eligible Kalamazoo shareholders are expected to receive 1 ordinary Kali share (**Share**) for every 17.64 ordinary Kalamazoo shares (**1-for-17.64**) via an **in-specie distribution**, subject to final shareholder and regulatory approvals
- The Priority Offer for Kalamazoo shareholders will remain open and is due to close on 4 December 2023
- Kali has appointed highly experienced geologist Mr. Stuart Peterson as Technical Advisor – Geology

**Kalamazoo’s Chairman and CEO Luke Reinehr said today,** “We are thrilled that the IPO of Kali has received such strong and immediate interest from a wide range of high calibre investors. We are confident that these new shareholders will support Kali in the next stage of its journey to develop the unrivalled portfolio of lithium exploration assets brought together by Kalamazoo and Karora Resources. Importantly, some of these investors have also indicated interest in investigating opportunities in relation to Kali’s exploration and potential development programs following the completion of the IPO process, which will be considered in due course.

*Kalamazoo shareholders are being provided with ongoing exposure to Kali’s exploration projects via an in-specie distribution of shares in Kali. Notably, our shareholders also have the right to subscribe for additional shares, should they wish to participate in Kali’s IPO on a priority entitlement basis.*

*We are committed to building a first class team at Kali and are delighted that Mr. Stuart Peterson has been appointed by Kali as Technical Advisor – Geology. Stuart is an outstanding addition to the Kali team with extensive experience as a geologist in the Western Australian lithium sector and has hit the ground running as we progress the IPO.”*

**Kalamazoo Resources Limited (ASX: KZR) (“Kalamazoo” or “the Company”)** is pleased to advise that due to a strong level of interest in the Initial Public Offering (“**IPO**” or “**Offer**”) in Kali Metals (“**Kali**”), the maximum subscription amount of \$15 million will be raised and the closing date of the Broker Firm Offer, Institutional Offer, and Chair’s List Offer components for the Offer have been brought forward and are now closed.

The Priority Offer to Eligible Kalamazoo Shareholders remains open and is due to close on 4 December 2023.

The Joint Lead Managers to the Kali IPO, Bell Potter Securities Limited and Canaccord Genuity (Australia) Limited, conducted a bookbuild for the Retail Offer comprising the Broker Firm Offer, Institutional Offer, Chair’s List Offer and Priority Offer, on 14 November 2023. This bookbuild was oversubscribed multiple times and closed within hours of opening. The bookbuild received significant support from several high-profile individuals with exposure to the Western Australian lithium sector, as well as a number of institutional investors.

Kali has been established from the spin out of Kalamazoo’s portfolio of Australian lithium assets in Western Australia, New South Wales, and Victoria. These projects have been combined with TSX-listed Canadian gold miner Karora Resources Inc. (“**Karora**”) (**TSX: KRR**) and its highly prospective lithium mineral rights across an extensive range of projects located south of Kalgoorlie, Western Australia (“**Higginsville Lithium Project**”).

After consultation with the ASX, the indicative timetable for the IPO and ASX listing is as follows:

Priority Offer Closing Date	4 December 2023
Issue of Shares	20 December 2023
Expected dispatch of holding statements	3 January 2023
Expected commencement of trading of Shares on ASX on a normal settlement basis	5 January 2023

Further details of Kali’s IPO are contained in the IPO prospectus (“**Prospectus**”), which is available at [www.kalimetals.com.au](http://www.kalimetals.com.au).

The Prospectus also includes a Priority Offer to Eligible Kalamazoo Resources Shareholders (those Kalamazoo Shareholders with a registered address in Australia, New Zealand, and the United Kingdom as at the Priority Offer Record Date (being 5.00pm (AWST) on 9 November 2023) on the following terms:

- Minimum application size under the Priority Offer is \$2,000 worth of Shares. Applications in excess of the minimum number of Shares must be multiples of at least \$500 worth of Shares.
- There is no maximum value of Shares that may be applied for under the Priority Offer. However, the maximum size of the Priority Offer is \$2 million. If there is a shortfall of applications under the Priority Offer from Eligible Kalamazoo Shareholders, Kalamazoo will apply the shortfall to applications received under the Broker Firm Offer.
- The Company, in consultation with the Joint Lead Managers, reserves the right to reject or scale back applications under the Priority Offer in their absolute discretion.

- Kali, in consultation with the Joint Lead Managers, may determine a person to be eligible to participate in the Priority Offer and may amend or waive the Priority Offer application procedures or requirements, in their discretion in compliance with applicable laws.
- The Priority Offer opened at 9.00am (AWST) on 13 November 2023 and is expected to close at 5:00pm (AWST) on 4 December 2023.
- Eligible Kalamazoo Shareholders may obtain a copy of the Prospectus and apply online for the Priority Offer by visiting [www.advancedshare.com.au/Dashboard/priority-offer-login](http://www.advancedshare.com.au/Dashboard/priority-offer-login)

Potential investors should consider the Prospectus in deciding whether to acquire the Priority Shares offered by Kali. Anyone who wishes to acquire Shares will need to complete the application form that accompanies the Prospectus.

### **Kali Metals Appoints Stuart Peterson as Technical Advisor – Geology**

Kalamazoo is pleased to advise that Kali has appointed highly experienced geologist Mr. Stuart Peterson as Technical Advisor – Geology. Mr. Peterson has extensive experience working as a geologist and exploration manager in the Australian lithium industry, including exploring, discovering, and developing world-class lithium projects. Most recently, he was instrumental in the discovery and driving the success of Global Lithium Resources' (ASX: GL1) Manna Lithium Project in the Goldfields region, Western Australia.

Over a 16-year career, Mr. Peterson has worked for several ASX-listed, Australian-based critical mineral companies, including Global Lithium, Nimy Resources (ASX: NIM), Neometals (ASX: NMT) and Lithium Power International (ASX: LPI).

Mr. Peterson has led the development and execution of exploration programs throughout Australia and overseas and has experience and expertise in asset valuation and value adding through targeted field programs. He holds a Bachelor of Science (specialising in Structural Geology) and is a member of the Australian Institute of Mining and Metallurgy (AusIMM).

This announcement has been approved for release to the ASX by Luke Reinehr, Chairman and CEO, Kalamazoo Resources Limited.

#### **For further information, please contact:**

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## **Previously Released ASX Material References**

For further details relating to information in this announcement please refer to the following ASX announcements:

ASX: KZR: 8 May 2023

ASX: KZR: 1 August 2023

ASX: KZR: 3 November 2023

ASX: KZR: 14 November 2023

ASX: KZR: 17 November 2023

## **About Kalamazoo Resources Limited**

Kalamazoo Resources Limited (ASX: KZR) is an ASX-listed exploration company with a portfolio of high-quality gold and lithium projects in Victoria, NSW and the Pilbara, WA. Kalamazoo is exploring at its 100% owned Castlemaine Goldfield (historical production of ~5.6Moz Au), south of the Maldon Goldfield (historical production of ~2Moz) and Mt Piper Gold Project near the world class Fosterville gold mine in Victoria. In the Pilbara, Kalamazoo's extensive exploration program is advancing the 100% owned Ashburton Gold Project to further increase the resource and progress development plans. Kalamazoo's WA lithium projects include the DOM's Hill and Marble Bar Lithium Projects in an exploration joint venture with the major Chilean lithium producer Sociedad Química y Minera de Chile S.A. (SQM) (NYSE: SQM) and the 100% owned Pear Creek Lithium Project. Kalamazoo's 100% owned Victorian/NSW lithium projects includes the Tallangatta and Jingellic in the newly emerging lithium province of the Lachlan Fold Belt. On 8 May 2023, Kalamazoo announced that it had entered into an agreement with Karora Resources Inc to vend their respective lithium projects and mineral rights into the newly formed Kali Metals Limited and to undertake an IPO. Kalamazoo has become the first gold and lithium explorer operating in Australia to be certified carbon neutral for its business operations under the Federal Government's Climate Active Program, with projected 2022 emissions fully offset achieved with a verified environmental reforestation program in Western Australia.

## **Forward Looking Statements**

Statements regarding Kalamazoo's plans with respect to its mineral properties and programs are forward-looking statements. There can be no assurance that Kalamazoo's plans for development of its mineral properties will proceed as currently expected. There can also be no assurance that Kalamazoo will be able to confirm the presence of additional mineral resources/reserves, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of Kalamazoo's mineral properties. The performance of Kalamazoo may be influenced by a number of factors which are outside the control of the Company and its Directors, staff, and contractor.