

27 September 2023

ASX:MM8

Sub-Lease of Ravensthorpe Camp for \$2.2 million

- **Ravensthorpe Camp sub-let to a subsidiary of Allkem Limited for a period of 18 months**
- **Medallion to receive \$2.2 million after costs by way of sub-lease payments**
- **Retain Camp access at levels to enable progression of exploration & pre-development activities at Ravensthorpe Gold Project**

Medallion Metals Limited (ASX:MM8, the Company or Medallion) provides the following update in relation to its 90 person Worker Accommodation Village (Camp), located in Ravensthorpe Western Australia.

The Company has entered into a Sub-Lease to grant full access and operation of the Camp to Galaxy Lithium Australia Pty Ltd (Galaxy and the Sub-lessee), a subsidiary of Allkem Limited (ASX: AKE) and the operator of the Mt Cattlin Lithium Mine (Mt Cattlin). The Sub-Lease term is for a period of 18 months, commencing 1 October 2023. As consideration, Galaxy will pay Medallion \$2.2 million over three equal instalments, the first due on 30 September 2023 and every six calendar months subsequent, the final instalment being due on 30 September 2024 (Rent).

The Sub-Lease is conditional on Shire of Ravensthorpe and Department of Lands approval which the Company expects will be forthcoming. Subject to further approvals, Galaxy may install an additional 28 rooms at the Camp at its own cost. Medallion may retain these rooms at no cost at the conclusion of the Sub-Lease, subject to Galaxy's approval. Galaxy will maintain the Camp in good working order throughout the term of the Sub-Lease. All outgoings during the Sub-Lease will be to Galaxy's account.

Medallion will retain access to accommodation and catering services at the Camp throughout the Sub-Lease term, enabling the Company to carry out planned exploration and pre-development activities at the Ravensthorpe Gold Project. The primary outcome of Sub-Lease for Medallion is the optimisation of the profitability of the Camp by securing full utilisation of the Camp facilities over the term of the Sub-Lease.

Managing Director, Paul Bennett, commented:

"We're pleased to be able to come to this arrangement with Galaxy. The Sub-Lease optimises scarce accommodation capacity in the Ravensthorpe area while Mt Cattlin undergoes a significant period of new investment. The Camp is a critical element of Medallion's strategy to develop a long life, low cost, gold and copper mine, however while our immediate accommodation requirements are less than what the Camp is capable of providing, day to day management should be where the demand is. This agreement provides certainty for both parties and provides additional financial resources for Medallion to deploy toward continuing to advance the Ravensthorpe Gold Project toward an investment decision. It's a win for both parties and the local community."

This announcement is authorised for release by the Board of Medallion Metals Limited.

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For further information, please visit the Company's website www.medallionmetals.com.au or contact:

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