



## **NON-RENOUCEABLE ENTITLEMENT OFFER OPEN**

- Entitlement Offer opened and Prospectus and Entitlement Forms have been dispatched by mail and/or email.
- Fully underwritten Entitlement Issue will raise ~\$1.94 million before expenses.
- Offer strongly supported by Board of Directors - commitment to subscribe for entitlements and priority sub-underwriting agreements for a total of \$194,000.
- Proceeds will be used to advance drilling and exploration programmes at the Company's Forrestania and Eastern Goldfields projects in Western Australia.
- Funds will also be used to formalise and progress the recently announced Joint Venture with ALX Resources Corporation on the Hydra Lithium Project in the James Bay region of Canada.

As announced on 29 May 2023, Forrestania Resources Limited (ASX:FRS) (**Forrestania** or the **Company**), is undertaking an entitlement issue to eligible shareholders on the basis of two (2) new fully paid ordinary shares (**shares**) for every five (5) shares held on the record date, at \$0.07 per share, together with 1 for 1 free option (proposed to be listed) (**option**) with an exercise price of \$0.15 each on/or before 30 June 2026 to raise up to ~\$1.94 million before expenses (**Entitlement Issue** or **Offer**).

Eligible Shareholders may also apply (in excess of their Entitlement) for new shares and options not subscribed for by other Eligible Shareholders pursuant to the Offer (**Shortfall Offer**), on the same terms as the Entitlement Offer.

The Entitlement Offer and Shortfall Offer are fully underwritten by RM Corporate Finance Pty Ltd (**RM Capital**). Refer to section 6.4.2 of the Prospectus for further details of the material terms of the Underwriting Agreement between the Company and RM Capital.

The Offer is available to all shareholders registered at 5.00pm (Perth time) on 2 June 2023 (**Record Date**) whose registered address is in Australia or New Zealand (Eligible Shareholders). The Entitlement Offer will close at 5.00pm (Perth time) on 21 June 2023 (unless extended).

**This offer is now open, and copies of the Prospectus and Entitlement Forms have been dispatched to eligible Shareholders.**

### **Purpose of the Entitlement Offer**

Subject to the satisfactory completion of the Offer, funds raised from the issue of the Shares will be used towards the Company's exploration programs, evaluation of new opportunities, for general working capital and to pay the costs of the Offer.

## Timetable

The Offer will be undertaken in accordance with the following indicative timetable:

Lodgement of Prospectus with the ASIC	Monday, 29 May 2023
Lodgement of Prospectus and Appendix 3B with ASX	Monday, 29 May 2023
Ex date	Thursday, 1 June 2023
Record Date for determining Entitlements	Friday, 2 June 2023
Entitlement Offer opening date, Prospectus sent out to Shareholders and Company announces this has been completed	Wednesday, 7 June 2023
Last day to extend the Closing Date of the Entitlement Offer	Friday, 16 June 2023
Closing Date of the Entitlement Offer as at 5:00pm*	Wednesday, 21 June 2023
Securities quoted on a deferred settlement basis	Thursday, 22 June 2023
ASX and Underwriter notified of under subscriptions under Entitlement Issue	Monday, 26 June 2023
Issue date and lodgement of Appendix 2A with ASX applying for quotation of the Securities to Eligible Shareholders under the Offer	Monday, 26 June 2023
Quotation of Securities issued under the Entitlement Offer*	Tuesday, 27 June 2023
Last day for the Underwriter to subscribe for Shortfall under terms of the Underwriting Agreement and issue of Shortfall Shares to Underwriter	Monday, 3 July 2023
Issue date and lodgement of Appendix 2A with ASX applying for quotation of the Securities to the Underwriter and/or its nominees	Monday, 3 July 2023

## Shortfall Offer

Any new Shares not taken up pursuant to the Entitlement Offer (if any) will form part of the Shortfall Offer. Eligible Shareholders will be entitled to apply for additional new Shares under the Shortfall Offer. All Shares issued under the Shortfall Offer shall be issued on the same terms as the Shares being offered under the Entitlement Offer (including the issue price). Participants in the Shortfall Offer will also be issued 1 free Option for every 1 new Share subscribed for.

The Directors reserve the right to issue Shares under the Shortfall Offer at their absolute discretion, subject to any restrictions imposed by the Corporations Act and the Listing Rules.

## Application for new Shares

Eligible Shareholders may apply for new Shares under the Entitlement Offer subject to such Applications being received by the Closing Date. Eligible Shareholders may also apply for new Shares in excess of their entitlements under the Shortfall Offer by completing the prescribed section on the Entitlement and Acceptance Form designated to the Shortfall Offer and paying the appropriate Application Monies in accordance with the instructions set out on the Entitlement and Acceptance Form.

## Prospectus

Details of the Entitlement Offer is contained in the Prospectus. A copy of the Prospectus is available from the Company's web site <https://forrestanioresources.com.au/2023-prospectus> and from the ASX market announcements platform. The Directors of Forrestania urge you to read the Prospectus carefully and seek advice from your financial adviser if you have any queries. A personalised Application Form or a personalised link to the Shareholders' application form has been posted or emailed to Shareholders today.

**-Ends-**

This announcement has been authorised for release by the Board of Directors.

**For further information, please contact:**

Michael Anderson  
CEO & Managing Director  
T: +61 (0) 412 496 797  
E: [michael@forrestanioresources.com.au](mailto:michael@forrestanioresources.com.au)

Cecilia Tyndall  
Company Secretary  
T: +61 (0)400 596 734  
E: [cecilia@forrestanioresources.com.au](mailto:cecilia@forrestanioresources.com.au)

**About Forrestania Resources Limited**

Forrestania Resources Limited is an exploration Company searching for lithium, gold, and nickel in the Forrestania, Southern Cross and Eastern Goldfields regions of Western Australia. The company is also exploring for lithium in the James Bay region of Quebec, Canada.

The Forrestania Project is prospective for lithium, gold and nickel. The Southern Cross Project is prospective for gold and lithium and the Eastern Goldfields project is prospective for gold, rare earth elements and lithium.

The flagship Forrestania Project is situated in the well-endowed southern Forrestania Greenstone Belt, with a tenement footprint spanning approximately 100km, north to south of variously metamorphosed mafic, ultramafic / volcano-sedimentary rocks, host to the Mt Holland lithium mine (189mT @ 1.5% Li<sub>2</sub>O), the historic 1Moz Bounty gold deposit and the operating Flying Fox, and Spotted Quoll nickel mines.

The Southern Cross Project tenements are scattered, within proximity to the town of Southern Cross and located in and around the Southern Cross Greenstone Belt. It is the Company's opinion that the potential for economic gold mineralisation at the Southern Cross Project has not been fully evaluated. In addition to greenstone shear-hosted gold deposits and lithium bearing pegmatites, Forrestania is targeting granite-hosted deposits. New geological models for late Archean granite-controlled shear zone/fault hosted mineralisation theorise that gold forming fluids, formed at deep crustal levels do not discriminate between lithologies when emplaced in the upper crust. Applying this theory, Forrestania has defined multiple new targets.

The Eastern Goldfields tenements are located within the Norseman-Wiluna Greenstone Belt of the Yilgarn Craton. The Project includes eight Exploration Licences and ten Exploration Licence Applications, covering a total of ~1300km<sup>2</sup>. The tenements are predominately non-contiguous and scattered over 300km length, overlying or on the margins of greenstone belt. The southernmost tenement is approximately 15 km north of Coolgardie, and the northernmost tenement is located approximately 70 km northeast of Leonora. Prior exploration over the project area has focused on gold, diamonds, and uranium. Tenements in the Project have been variably subjected to soil sampling, stream sampling, drilling, mapping, rock chip sampling and geophysical surveys.

Forrestania Resources also has an option earn-in agreement with ALX Resources (TSXV: AL; FSE: 6LLN; OTC: ALXEF) to earn a 50% interest in their 100% owned Hydra Lithium Project (HLP) located in northern Quebec, Canada. The HLP comprises eight sub-projects totalling ~293km<sup>2</sup> within the world-class lithium exploration district of James Bay. These sub-projects strategically overlie or are positioned on the margins of highly prospective greenstone belts and are proximal to existing, significant lithium projects and deposits.

The Company has an experienced Board and management team which is focused on exploring, collaborating, and acquiring to increase value for Shareholders.

## Disclosure

The information in this announcement is based on the following publicly available ASX announcements and Forrestania Resources IPO, which is available from <https://www2.asx.com.au/>

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original ASX announcements and that all material assumptions and technical parameters underpinning the relevant ASX announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are represented have not been materially modified from the original ASX announcements.

## Cautionary Statement Regarding Values & Forward-Looking Information

The figures, valuations, forecasts, estimates, opinions and projections contained herein involve elements of subjective judgment and analysis and assumption. Forrestania Resources does not accept any liability in relation to any such matters, or to inform the Recipient of any matter arising or coming to the company's notice after the date of this document which may affect any matter referred to herein. Any opinions expressed in this material are subject to change without notice, including as a result of using different assumptions and criteria. This document may contain forward-looking statements. Forward-looking statements are often, but not always, identified by the use of words such as "seek", "anticipate", "believe", "plan", "expect", and "intend" and statements that an event or result "may", "will", "should", "could", or "might" occur or be achieved and other similar expressions. Forward-looking information is subject to business, legal and economic risks and uncertainties and other factors that could cause actual results to differ materially from those contained in forward-looking statements. Such factors include, among other things, risks relating to property interests, the global economic climate, commodity prices, sovereign and legal risks, and environmental risks. Forward-looking statements are based upon estimates and opinions at the date the statements are made. Forrestania Resources undertakes no obligation to update these forward-looking statements for events or circumstances that occur subsequent to such dates or to update or keep current any of the information contained herein. The Recipient should not place undue reliance upon forward-looking statements. Any estimates or projections as to events that may occur in the future (including projections of revenue, expense, net income and performance) are based upon the best judgment of Forrestania Resources from information available as of the date of this document. There is no guarantee that any of these estimates or projections will be achieved. Actual results will vary from the projections and such variations may be material. Nothing contained herein is, or shall be relied upon as, a promise or representation as to the past or future. Forrestania Resources, its affiliates, directors, employees and/or agents expressly disclaim any and all liability relating or resulting from the use of all or any part of this document or any of the information contained herein.