
ZMI RAISES \$2m and RAPLA DRILLING COMMENCES

Highlights

- ZMI secures firm commitments for a \$2m capital raising from sophisticated and Institutional investors.
- ~\$3.4m cash at bank post raise, which will be used to accelerate drilling in Ireland and to fast track drilling of a recently defined anomaly in Earraheedy.
- Dundee Goodman Merchant Partners Ltd (Canada) and Delphi AG (Germany) retain their respective ownership in the company through further investment
- Maiden drilling program at the Rapla prospect commenced on the 29 April 2022.



Drill rig on site at the Rapla prospect.

Zinc of Ireland NL (**ASX:ZMI**) ("**ZMI**" or the "**Company**") is pleased to announce that it has secured firm commitments to undertake a placement to professional and sophisticated investors of a total of 40,000,000 Shares at an issue price of \$0.05 per Share, to raise an aggregate total of \$2,000,000 (**Placement**) before costs.

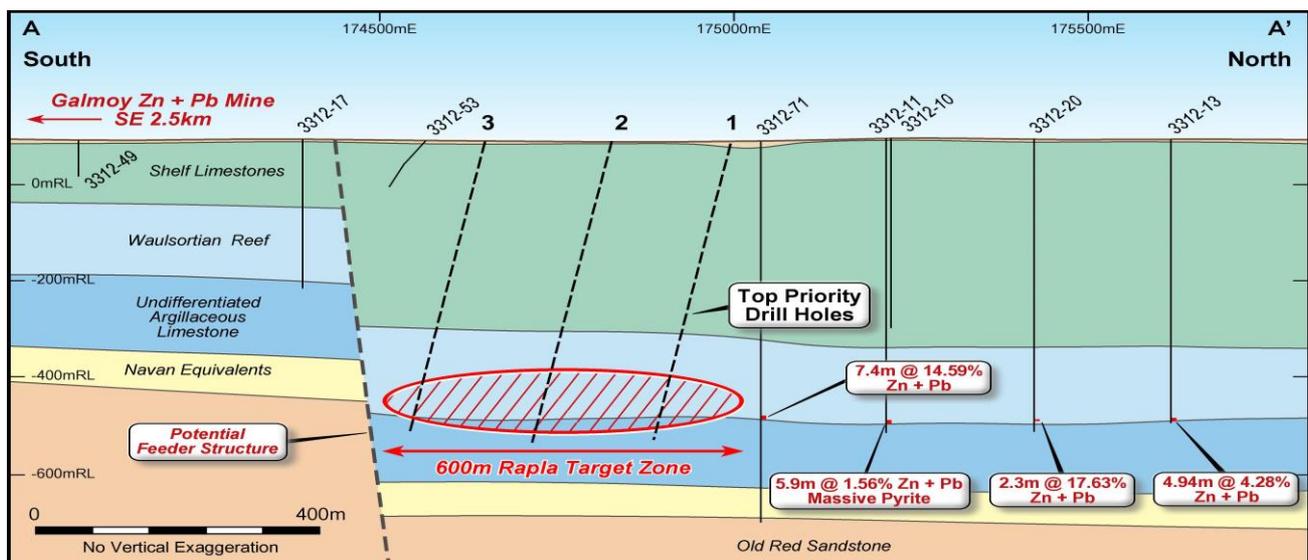
Demand for the placement was strong and supported by the Company's Cornerstone Investors Dundee Goodman Merchant Partners Ltd (Canada) and Delphi AG (Germany),

who will both retain their respective equity percentages of the company post the completion of the capital raising.

The Company also reports that its maiden drilling campaign at Rapla, which was won by way of a successful ballot application, started on 29 April 2022. A total of 14 holes were successfully permitted by the Company. The immediate high priority drilling will consist of 3 holes into a 'walk-up' drill target that appears very similar to the famous, and neighbouring, Lisheen Mine ~10km away in terms of target area, geology and feeder fault model.

Rapla is a typical "Irish Type" (e.g. Lisheen & Galmoy) target, where the Company expects the potential for higher-grade mineralisation of greater thickness to increase approaching the feeder structure/fault. At Rapla, the closest historical drill hole, which is located ~600m away from the potential feeder fault hit high grade mineralisation. All other proximal holes contained sulphide mineralisation, which the Company has evaluated as an exceptional precursor to successfully targeting an economic accumulation of sulphides in proximity to the potential feeder. The Company notes that the Lisheen main zone orebody was approximately 600m long and 1200m wide before being mined out, which is similar in length to the target zone at Rapla being drilled.

Drill core from the initial three holes will be processed and sent for analysis immediately after drilling.



Cross section showing the three priority drill holes into the "Lisheen lookalike target" with historic sulphide mineralisation located ~600m from the potential feeder fault

Placement Details

Prenzler Group Pty Ltd has been engaged as Lead Manager for the Placement and will receive a fee of 2% of funds raised under the Placement. Other Australian Financial Services License (AFSL) holders that subscribe to the Placement (either personally or on behalf of their clients) will be entitled to a 4% fee.



The Placement price of \$0.05 per Share represents:

- a 16.66% discount to the volume weighted average price (VWAP) in respect of the last 15 trading days, which was \$0.06; and
- a 9.09% discount to the closing price of the Company's Shares on 24 June 2021, which was \$0.055.

The Company confirms that the issue price of \$0.05 satisfies the requirements of Listing Rule 7.1A.

The Placement will be conducted in two tranches with ~33,000,000 shares to be issued under Tranche 1) (**Tranche 1**), utilising the Company's capacity under ASX Listing Rule 7.1 (approx. 25.5mln shares) and 7.1A (approx. 7.5mln shares).

The issue of the balance of the Shares being ~7,000,000 Shares will occur in Tranche 2 (**Tranche 2**). The issue of the Tranche 2 Shares are subject to the Company obtaining Shareholder approval for their issue pursuant to ASX Listing Rule 7.1. The Company will shortly convene a General Meeting at which such approvals will be sought.

Use of Funds

The funds raised from the Placement and existing cash reserves of ~\$1.4m will be used to fund the Company's aggressive drilling programs, other exploration and for general working capital purposes as follows.

Item	Amount
Capital Raising fees	\$94,000
ASIC/ASX regulatory and ASX listing Fees	\$15,000
Exploration expenditure on Rathdowney Trend and Earraheedy Projects	\$1,541,000
General working capital	\$350,000
Total	\$2,000,000

Note: The above figures are indicative only and subject to change

Capital Structure

The indicative capital structure of the Company following the completion of the Placement is set out below:

Capital structure	Existing	Upon completion of Placement
Existing Shares	170,044,281	170,044,281
Shares under the Placement (this issue)	-	40,000,000
Total Shares	170,044,281	210,044,281
UNL OPTIONS EXP 02/03/23 @ \$0.20	250,000	250,000
UNL CONSIDERATION OPTIONS EXP @ \$0.10 EXP 09/09/2024	5,000,000	5,000,000
UNL PERFORMANCE OPTIONS EXP @ \$0.10 EXP 09/09/2024	5,000,000	5,000,000
UNL OPTIONS EXP @ \$0.10 EXP 29/09/2024	18,000,000	18,000,000
Performance Rights	6,000,000	6,000,000

Indicative Timetable

Event	Date
Announcement of Placement	4 May 2022
Completion of Tranche 1 of placement	12 May 2022
Notice of Meeting sent to Shareholders	25 May 2022
General Meeting	27 June 2022
Completion of Tranche 2 of placement	28 June 2022



ZMI's Non-Executive Director, Mr. Thomas Corr commented:

"The Company is excited to have commenced its maiden drilling campaign at The Rapla Project, and to have raised an additional \$2m to allocate towards drilling. The raise was cornerstoned by existing shareholders Dundee Goodman Merchant Partners and Delphi AG. We eagerly await results from Rapla, the commencement of drilling step out targets at the Kildare Project and also a maiden drilling program at our Earraheedy Project, which is being fast-tracked."

This announcement was authorised for release by the Board of the Company.

Richard Monti

A handwritten signature in black ink, appearing to read 'R Monti'.

Non-Executive Chairman

Zinc of Ireland NL

Forward-Looking Statements

Certain statements in the announcement are or may be "forward-looking statements" and represent the Company's intentions, projections, expectations or beliefs concerning, among other things, future operating and exploration results or the Company's future performance. These forward-looking statements speak, and the announcement generally speaks, only at the date hereof. The projections, estimates and beliefs contained in such forward-looking statements necessarily involve known and unknown risks and uncertainties, and are necessarily based on assumptions, which may cause the Company's actual performance and results in future periods to differ materially from any express or implied estimates or projections.

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