

**ASX RELEASE
22 March 2021**

\$15M Placement Successfully Completed

Highlights

- **Placement to raise \$15M from institutional and sophisticated investors at \$0.08 per share**
- **Share Purchase Plan to raise \$3M will be available to all eligible shareholders**
- **Placement was significantly over-subscribed with significant institutional backing**
- **QPM is now fully funded to complete the Definitive Feasibility Study and regulatory approvals for the TECH Project**

Queensland Pacific Metals Ltd (ASX:QPM) ("**QPM**" or "**the Company**") is pleased to announce that it has received firm commitments from institutional and sophisticated investors to raise \$15 million (before costs) via a share placement of 187,500,000 fully paid ordinary shares at an issue price of \$0.08 per share ("**Placement**"). The Company will also open a Share Purchase Plan ("**SPP**") which will allow eligible shareholders the opportunity to subscribe for shares at the same issue price as the Placement. Chairman Eddie King intends to participate in the SPP.

The Placement was strongly supported with demand significantly in excess of funds sought by QPM and the bookbuild closing within a few hours of opening. The issue price represents a discount of 17.5% to the 15-day volume weighted average price. The Placement shares will be placed in accordance with the Company's available capacity pursuant to Listing Rule 7.1 and 7.1A. The shares issued under the Placement and SPP will rank equally with existing shares.

Foster Stockbroking Pty Ltd acted as Sole Lead Manager for the Placement.

Use of Funds

The net proceeds raised from the Placement and SPP will be used for:

- Completion of a Definitive Feasibility Study ("**DFS**") for the TECH Project;
- Completion of regulatory approvals; and
- Corporate costs and working capital.

Chief Executive Officer Stephen Grocott commented,

"We are delighted to raise sufficient funding to complete the DFS for the TECH Project. This allows the QPM team to focus on delivering this key study that will underpin the viability of the project and also allow us to procure financing for the construction. We welcome all new shareholders to the Company and are delighted by the quality of institutional investors who have supported the Placement."

Details of the Share Purchase Plan

QPM will offer existing shareholders on the QPM share register at 5:00pm (WST) on Friday, 19th March 2021 with registered addresses in Australia and New Zealand (“**Eligible Shareholders**”) the opportunity to apply for up to a maximum of \$30,000 worth of new fully paid ordinary shares in the Company. The shares issued under the SPP will be offered at an issue price of \$0.08 per share and will rank equally with existing shares. There will be no brokerage or commission associated with the offer of shares under the SPP.

The SPP will be capped at \$3 million (unless otherwise determined by the Board). QPM retains the right to scale back applications (in whole or part) in its absolute discretion. QPM reserves the right to close the SPP early. Accordingly, the Board recommends that Eligible Shareholders lodge their applications as soon as possible. Any shortfall associated with the SPP will be placed by the Board subject to any necessary shareholder approvals.

Further information, including terms and conditions of the SPP, will be provided to Eligible Shareholders in the SPP Booklet which is expected to be lodged on the ASX on 30 March 2021.

Participation in the SPP by Eligible Shareholders is optional. The SPP meets the requirements of Listing Rule 7.2 exception 5.

Indicative Timetable

The indicative timetable of the Placement and SPP is detailed below:

| Event | Date |
|---|----------------------------|
| Placement | |
| Settlement of Placement Shares | 25 March 2021 |
| Allocation of Placement Shares | 26 March 2021 |
| Share Purchase Plan | |
| Record date to be eligible to participate in the SPP | 5:00pm (WST) 19 March 2021 |
| Dispatch of SPP documentation and SPP offer open date | 31 March 2021 |
| SPP closing date | 5:00pm (WST) 16 April 2021 |
| Announcement of SPP results | 20 April 2021 |
| Allotment of new shares under SPP | 23 April 2021 |

Note: These dates (except for the Record date) are indicative only. Subject to ASX requirements the Company may vary the dates of the SPP in its discretion and without notice.

This announcement has been authorised for release by the Board.

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