



MALABAR RESOURCES LIMITED

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**29 April 2021**

**Investor Announcement**

## **Successful Completion of \$25m Placement**

**Proceeds of the well supported placement puts Malabar on the pathway to construction of the Maxwell Underground Mine.**

Malabar Resources Limited (“**Malabar**”) is pleased to announce that it has received firm commitments from investors to raise approximately \$25 million by a placement to wholesale and sophisticated investors (“**Institutional Offer**”). The placement was oversubscribed, being supported by existing shareholders and a number of new, high quality investors joining the Company’s share register.

New fully paid ordinary shares (**New Shares**) will be issued at \$1.00 to successful applicants under the Institutional Offer. For each New Share issued, three options will be issued. Each option carries the right to acquire one further share at an exercise price of \$1.25.

In December 2020, a number of founding shareholders provided an unsecured loan to Malabar of \$3 million. Rather than repayment from the placement proceeds, they have agreed to convert the loan to New Shares on the same terms.

Malabar intends to provide its existing shareholders (excluding those that participated in the Institutional Offer) the opportunity to also acquire additional New Shares on the same terms (i.e. including options) via an entitlement offer (**Shareholder Offer**).

For the Shareholder Offer to proceed, a prospectus will be made available in June 2021. Shareholders who want to participate under the Shareholder Offer will need to complete the application form that will accompany the prospectus.

The proceeds of the Institutional Offer and the Shareholder Offer will be used to, inter alia; (i) finalise the key construction contracts; (ii) finalise the debt, asset finance and export credit agency facilities; (iii) recruit key construction and mine management employees; and (iv) finance strategic equipment procurement opportunities.

For enquires phone 02 8248 1272.

Wayne Seabrook

Chairman

**Malabar Resources Ltd**