



ASX Announcement | 25 June 2024

PLACEMENT TO RAISE \$6 MILLION

Terra Metals Limited (ASX:TM1) (Company) is pleased to announce that it has successfully secured commitments from institutional and sophisticated investors to subscribe for 100,000,000 new ordinary shares of the Company at an issue price of \$0.06 per share, to raise gross proceeds of \$6 million (**Placement**).

The Company's largest shareholder, Tribeca, has committed to subscribe for approximately \$941,000 under the Placement and Directors of the Company have committed to subscribe for \$174,000 under the Placement, subject to shareholder approval. In addition, several new resource focused institutions supported the Placement, validating the recent Dante Reefs discovery.

Proceeds from the Placement will be used to accelerate exploration and development of the Company's Dante Project in Western Australia, and for general corporate purposes, including:

- Infill and extensional drilling at the Dante Reefs;
- Metallurgical and mineralogical analysis at the Dante Reefs;
- Geophysical surveys across the broader Dante Project; and
- New discovery drilling of magmatic copper sulphide targets at the Dante Project.

The Company's CEO and Managing Director, Thomas Line, commented: *"We are very pleased at the strong support received for the Placement, including from several new resource focused institutions. Our recent copper-platinum group element sulphide discovery at the Dante Reefs is the first of its kind in Australia. The Dante Reefs are mapped to outcrop for at least 42km of strike across the Dante Project, with most remaining undrilled. Proceeds from the Placement will now allow us to accelerate our plans to grow and develop this exciting discovery."*

Evolution Capital acted as Lead Manager to the Placement.

The issue price of \$0.06 per share represents a 17.8% discount to the last closing price of \$0.073 per share.

The Placement will be completed in two tranches as follows:

- (a) 68.6 million new shares will be issued on or about 2 July 2024 under Listing Rules 7.1 (39.1 million shares) and 7.1A (29.5 million shares); and
- (b) 31.4 million new shares will be issued subject to shareholder approval to be sought at a General Meeting of the Company's shareholders. A notice of meeting will be sent to shareholders shortly.

Competent Person's Statement

The information in this report that relates to Exploration Results is based on, and fairly represents information and supporting documentation prepared by Mr Thomas Line, a Competent Person who is a Member of The Australasian Institute of Geoscientists (AIG). Mr Line has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resource and Ore Reserves". Mr Line consents to the inclusion in this report of the matters based on their information in the form and context in which it appears.

Forward Looking Statements and Important Notice

Statements regarding plans with respect to the Company's project are forward-looking statements. There can be no assurance that the Company's plans for development of its projects will proceed as currently expected. These forward-looking statements are based on the Company's expectations and beliefs concerning future events. Forward looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of the Company, which could cause actual results to differ materially from such statements. The Company makes no undertaking to subsequently update or revise the forward-looking statements made in this announcement, to reflect the circumstances or events after the date of that announcement.

This announcement has been authorised for release by the CEO & Managing Director.

For further information, please contact:

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