

ASX: ANX

2 MARCH 2021

\$4.7 MILLION PLACEMENT STRONG SUPPORT TO UNDERPIN DEVELOPMENT AND GROWTH STRATEGY

- **Anax receives firm commitments to raise \$4.7 million via a strongly supported and over-subscribed Placement**
- **Majority of commitments received from institutional investors**
- **Proceeds will be used to accelerate the studies and development of Whim Creek Project along with other opportunities**
- **Anax continues to deliver on the strategy to monetise advanced mining assets through its 80% interest in the Whim Creek Project in the Pilbara**

Anax Metals Limited (ASX: ANX, "Anax" or "the Company") is pleased to advise that it has received firm commitments to raise \$4,726,000 using its existing placement capacity pursuant to ASX Listing Rules 7.1 and 7.1A, through the issue of 69.5 million fully paid ordinary shares (Shares) to institutional, sophisticated and professional investors at an issue price of \$0.068 per share (Placement).

The Placement represents a strong vote of confidence and welcome support from institutional and sophisticated investors. The Company is now well positioned to complete its Whim Creek development studies, progress gold exploration and assess other potential opportunities.

The Placement provides the Company with further capacity to advance its strategy to monetise advanced projects through the integration of smart sorting technology and follows the recent acquisition of an 80% interest in the Whim Creek Project in the Pilbara.

Anax's Managing Director, Geoff Laing commented:

"After the transformative year in 2020, with the restructuring of the Company and completion of the Whim Creek Project transaction, we are now well placed to advance the development of the Project and in parallel advance exploration activities to test the gold prospectivity of the substantial tenement package within the emerging Pilbara Gold Province. Importantly, the funds will also allow the Company to start assessing other potential opportunities to grow the project portfolio."

Veritas Securities Limited acted as Lead Manager to the Placement.

The Placement issue price of A\$0.068 per share represents a 24% discount to the 15-day VWAP of Shares of A\$0.09.

The Placement Shares will be issued using the Company's existing Listing Rule 7.1 placement capacity (41,479,357 Placement Shares) and Listing Rule 7.1A placement capacity (28,020,643 Placement Shares) on or around 9 March 2021.

It is proposed that Veritas Securities will receive 4,000,000 unlisted options with a strike price of \$0.136 (100% premium to the Placement capital raising price) and expiry of 10 March 2023, subject to receipt of shareholder approval at a general meeting proposed to be held in late April 2021.

In addition to the placement, 477,464 shares, at a deemed issue price of \$0.068 per share, will be issued to the Company's marketing and offtake advisors, Conrad Partners, in lieu of consulting fees, under the Company's existing Listing Rule 7.1 placement capacity.

The Company intends to use funds for:

1. Advancing the development studies for the proposed mining and sorting project at Whim Creek;
2. Advancing gold and base metal exploration programs within the Whim Creek package of tenements;
3. Ongoing site upgrade works including those required by the Environmental Protection Notice issued in respect of Whim Creek; and
4. Project evaluation and future working capital requirements.

Authorised for ASX release by the Board of Directors.

For Further Information, please contact:

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