

11 August 2022

\$4 MILLION EQUITY RAISING AND \$3 MILLION SPP TO CONTINUE RESOURCE EXPANSION AND AGGRESSIVE DRILLING PROGRAMS AT YANDAL

Key Points:

- **\$4 million Placement well supported by new institutional and sophisticated investors, as well as existing shareholders;**
- **Share Purchase Plan to raise up to \$3 million on the same terms as the Placement;**
- **Funds from the equity raising support the addition of a third rig at Millrose following on from outstanding gold results during the Company's 2022 drilling campaign;**
- **The strengthened balance sheet also allows for expanded regional exploration work the Company's Zn-Pb Earraheedy discovery**

Strickland Metals Limited (ASX:STK) ("**Strickland**" or the "**Company**") is pleased to announce that it is raising equity through a placement to institutional and sophisticated investors of 80,000,000 fully paid ordinary shares in the Company ("**New Shares**") at an issue price of \$0.05 per share to raise approximately \$4 million (before costs) ("**Placement**").

Along with funds from the Placement, Strickland will also be conducting a Share Purchase Plan ("**SPP**") to secure up to a further \$3 million.

Management Comment

Andrew Bray, Chief Executive Officer, said "This year's drilling campaigns at our flagship Millrose gold project have continued to deliver results exceeding our expectations. They have also contributed enormously to our understanding of the geology and controls on mineralisation, which underscores our decision to add an additional drill rig.

The Placement and SPP we have announced today allows us to maintain our momentum at Millrose with a focus on initially drilling the full extent of the ~13km gold structure, before returning to newly identified areas to undertake resource drilling and ensuing study work.

The raising will also allow us to temporarily move the third rig to our Earraheedy project (located approximately 70km north of Millrose) to undertake a series of programs targeting further Zn-Pb mineralisation at Iroquois and the recently announced prospect, Malecite.

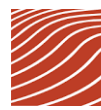
We are pleased that the evolving Strickland story has resonated so strongly with so many existing investors, and also welcome new shareholders to the register through the Placement. We are also pleased to offer all shareholders the opportunity of funding the company's exploration growth through the Share Purchase Plan."

Placement

The New Shares issued under the Placement to institutional, professional and sophisticated investors who are not directors or related parties of the Company will be issued using the Company's capacity under ASX Listing rule 7.1 and 7.1A and will not require shareholder approval. The issue of these New Shares is expected to occur on 18 August 2022.

The Directors have also committed their support for the Placement with a collective total of \$165,000 under the Placement being 3,300,000 New Shares, subject to shareholder approval.

The offer price of \$0.05 represents an 15% discount to the 15-day VWAP of \$0.059 and a 12% discount to the last closing price of \$0.057.



The New Shares issued under the Placement are fully-paid ordinary shares and will rank equally with the shares currently on issue.

JP Equity Partners is acting as the Lead Manager to the Placement (“**Lead Manager**”).

Share Purchase Plan

Following completion of the Placement, Strickland will offer existing eligible shareholders the opportunity to participate in a non-underwritten SPP to raise up to an additional \$3 million.

Under the SPP, eligible Strickland shareholders, being shareholders with a registered address in Australia or New Zealand on Strickland’s register as at 7:00pm (AEST) on Wednesday, 10 August 2022 (“**Eligible Shareholders**”), will have the opportunity to apply for up to A\$30,000 of New Shares without incurring brokerage or other transaction costs.

New Shares under the SPP will issued at the same price as shares in the Placement (“**SPP Issue Price**”).

The SPP offer period will open on Thursday, 18 August 2022 and is expected to close at 5:00pm (AEST) on Friday, 9 September 2022.

As the SPP is not fully underwritten, the SPP may raise more or less than this amount. If the SPP raises more than \$3 million, Strickland may decide in its absolute discretion to accept applications (in whole or in part) that result in the SPP raising more than \$3 million.

In the event that less than \$3million is applied for under the SPP by Eligible Shareholders, the Directors will in their absolute discretion seek to place that number of Shares at the SPP Issue Price to raise \$3million when combined with the amount raised under the SPP (“**Shortfall Offer**”).

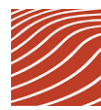
The terms and conditions of the SPP will be set out in the SPP Offer Booklet, which is expected to be released to the ASX and dispatched to eligible shareholders via their preferred method of contact on Thursday, 18 August 2022.

New Shares issued under the SPP will rank pari passu with existing Strickland ordinary shares from the respective dates of issue.

Timeline of Key Events

Event	Date
Record Date	7:00PM, Wednesday, 10 August 2022
Placement and SPP announcement and Lodgement of Appendix 3B	Thursday, 11 August 2022
Despatch SPP Booklet to Shareholders and release Booklet on ASX	Thursday, 18 August 2022
SPP Offer opens	Thursday, 18 August 2022
SPP Offer closes	5:00PM (AEST) Friday, 9 September 2022
Announcement of Result of Share Purchase Plan	Friday, 16 September 2022
Issue of New Shares under SPP, Lodge Appendix 2A	Friday, 16 September 2022

This timetable is indicative only and subject to change. The commencement of trading and quotation of New Shares under the Placement and SPP is subject to confirmation from ASX. Subject to the requirements of the Corporations Act, the ASX Listing Rules and other applicable rules, Strickland reserves the right to amend this timetable at any time, including extending the period for the SPP or accepting late applications, either generally or in particular cases, without notice. Accordingly, shareholders are encouraged to submit their Application Forms as early as possible. All times are AEST.



Use of funds

Millrose

The Millrose Project is located approximately 30km east of Northern Star Resources Ltd's world class Jundee operation.

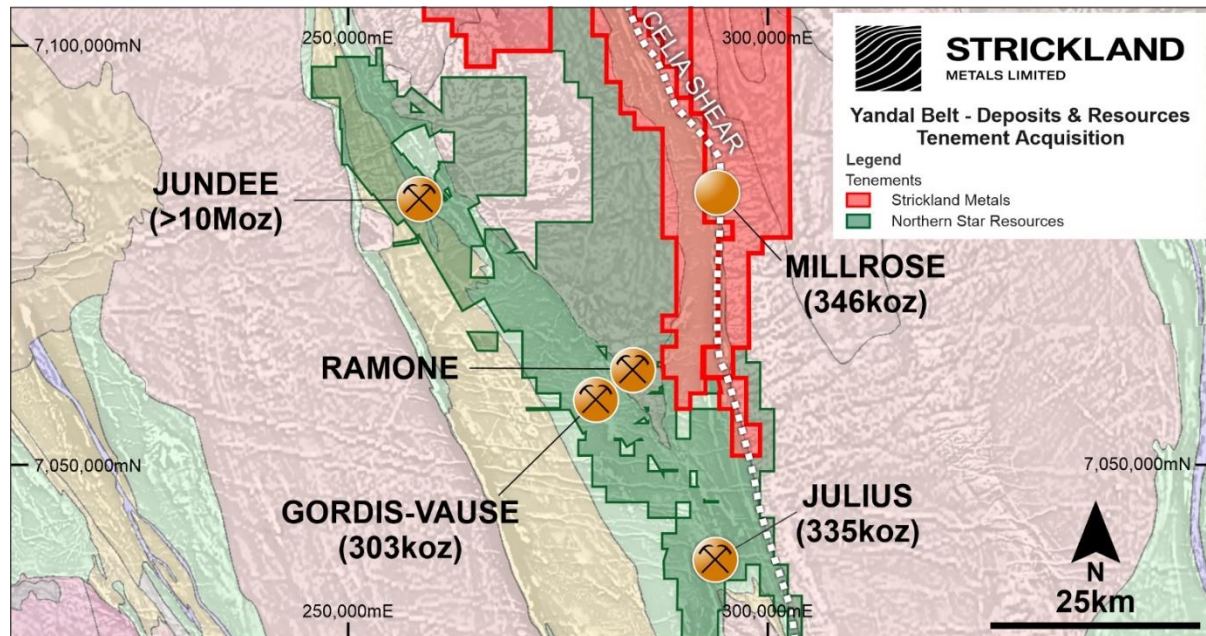


Figure 1: Location of Millrose

The priority for future drilling at Millrose is as follows:

- Infill drilling of the 'gap' between the southern and northern resource domains with RC drilling. The position is prospective for both supergene and primary gold;
- Along strike extensions to the north and south as identified in the geophysical and geochemical datasets;
- Depth extensions, with a focus on the high-grade domains to understand underground mining potential;
- Further definition of extensive, near-surface laterite mineralisation; and
- Parallel trends to the west of the main defined shear zone.

Other use of Funds

- Continuation of exploration drilling at the Iroquois Zn-Pb discovery in the Earahedy Basin;
- Costs associated with the Placement and SPP; and
- A portion of the Company's working capital needs.

The Company requests that its securities are reinstated to official quotation with immediate effect.

This ASX announcement was approved and authorised for release by the Chief Executive Officer of the Company.

Yours faithfully
Strickland Metals Limited

Andrew Bray
Chief Executive Officer

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