

Tennant Completes Successful \$5M Capital Raising

Funding for drilling to extend and define the Bluebird high-grade copper-gold discovery and test other key targets in Bluebird-Perseverance Corridor

Tennant Minerals has completed a heavily over-subscribed placement to sophisticated and professional investors to raise \$5.0 million (before costs) to fund key drilling programs and development studies at the Barkly Project, including Bluebird high-grade, copper-gold discovery:

- **Bluebird Copper-Gold Discovery:**
 - Drilling to extend and define Bluebird to the east and west, as well as testing the depth extent to greater than 400m, targeting a multi-million tonne, high-grade copper-gold resource.
- **Priority Targets for repeat of Bluebird in 2.5km Bluebird-Perseverance Corridor and Babblers:**
 - Testing of additional targets generated by the extension and infill IP program and deeper drilling on key sections drilled during the Stage 2 program, targeting further high-grade copper-gold discoveries.
- **These programs are designed to identify multiple, multi-million tonne, copper-gold deposits within the Barkly Project and provide an opportunity to develop a stand-alone mining and processing project.**

Tennant Minerals Chairman Matthew Driscoll commented:

"This heavily over-subscribed \$5 million capital raising will allow us to extend and define the resource potential of the Bluebird high-grade copper-gold discovery as well as test other identified targets within the Bluebird-Perseverance Corridor.

"The potential for multiple discoveries is clear, and we now have the funding to find them.

"Our objective here is to identify multiple, multi-million tonne, copper-gold deposits within the Barkly Tenements and establish a resource base to support a stand-alone mining and processing operation."

Tennant Minerals Limited ("Tennant" or the "Company") (ASX:TMS) is pleased to announce that it has received a letter of firm commitments from PAC Partners Securities Pty Ltd ("PAC Partners") engaged by the Company in relation to a capital raising of \$5.0 million (before costs) via issue of 142.9 million fully paid ordinary shares (ASX: TMS) at \$0.035 per share. The Placement will be completed using the Company's available capacity under ASX Listing Rules 7.1 and 7.1A and by the issue of 75M shares already pre-approved by shareholders at the AGM held on 30th November 2022.

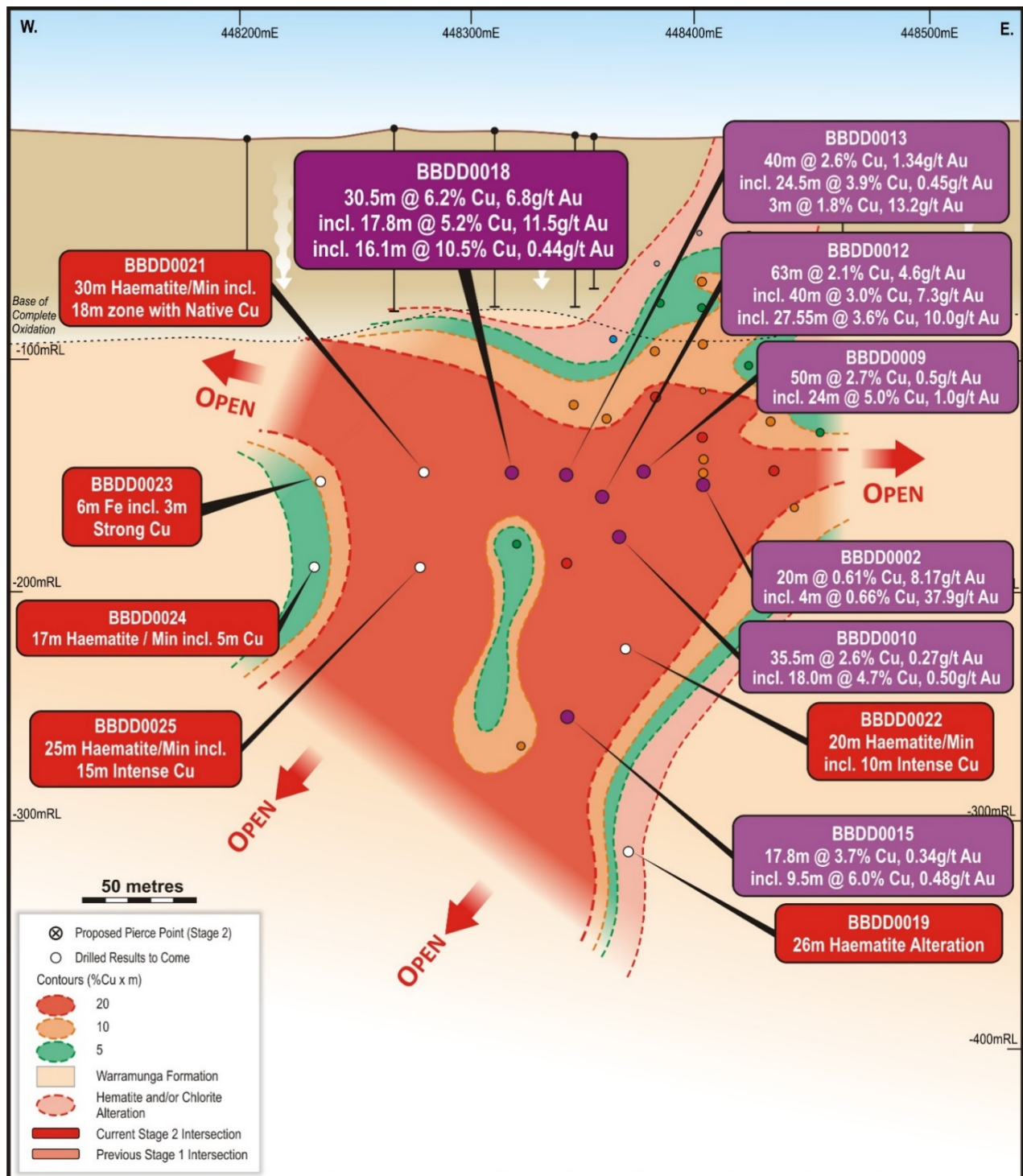
In addition, the Company will issue of 14 million options to brokers ("broker options") instrumental in the raise and 71.4 million options ("placement options") to investors issued under the placement based on one option for every two placement shares subscribed for, exercisable at \$0.06, with an expiry date of 15th July 2025. TMS will apply to ASX for quotation of all options. An appendix 3B follows this announcement.

A Cleansing Prospectus will be lodged with the ASIC on or about 21st February 2023 in relation to the Placement shares and Broker and Placement options.

PAC Partners, as Lead Manager, will receive a cash fee of 6% of the total gross proceeds of the Placement plus 14 million broker options.

Funds raised from the Placement will be applied to an extended drilling program at the Bluebird high-grade copper-gold discovery (see longitudinal projection, Figure 1), to define and extend the resource potential of the deposit.

In parallel, funding will be applied to geophysical surveys and RC/diamond drilling of regional targets in order to identify multiple, multi-million tonne, copper-gold deposits within the 100% owned Barkly Project in the Northern Territory (see Figure 2). Funds will also be applied to general working capital.



Indicative Capital Structure:

Following the completion of the Placement the Company's capital structure will appear as follows:

| Security | Number | Amount raised (before costs) |
|---------------------------------------------------------------------------------------------------------|--------------------|------------------------------|
| Shares | | |
| Existing Shares on issue | 616,576,265 | |
| New Shares to be issue pursuant to the Placement | 142,857,143 | \$5,000,000 |
| Total Shares on issue on completion of the Offer | 759,433,408 | |
| Options | | |
| Existing Options on issue exercisable at \$0.03 exp 23 Apr 2024 Quoted (ASX:TMSO) | 383,700,000 | |
| Existing Options on issue exercisable at \$0.08 exp 8 Apr 2025 | 26,000,000 | |
| New Options to be issued pursuant to the Placement exercisable at \$0.06 exp 15 Jul 2025 (To be quoted) | 71,428,572 | |
| New Options to be issued to brokers exercisable at \$0.06 exp 15 Jul 2025 (To be quoted) | 14,000,000 | |
| Total Options on issue on completion of the Offer | 495,128,572 | |

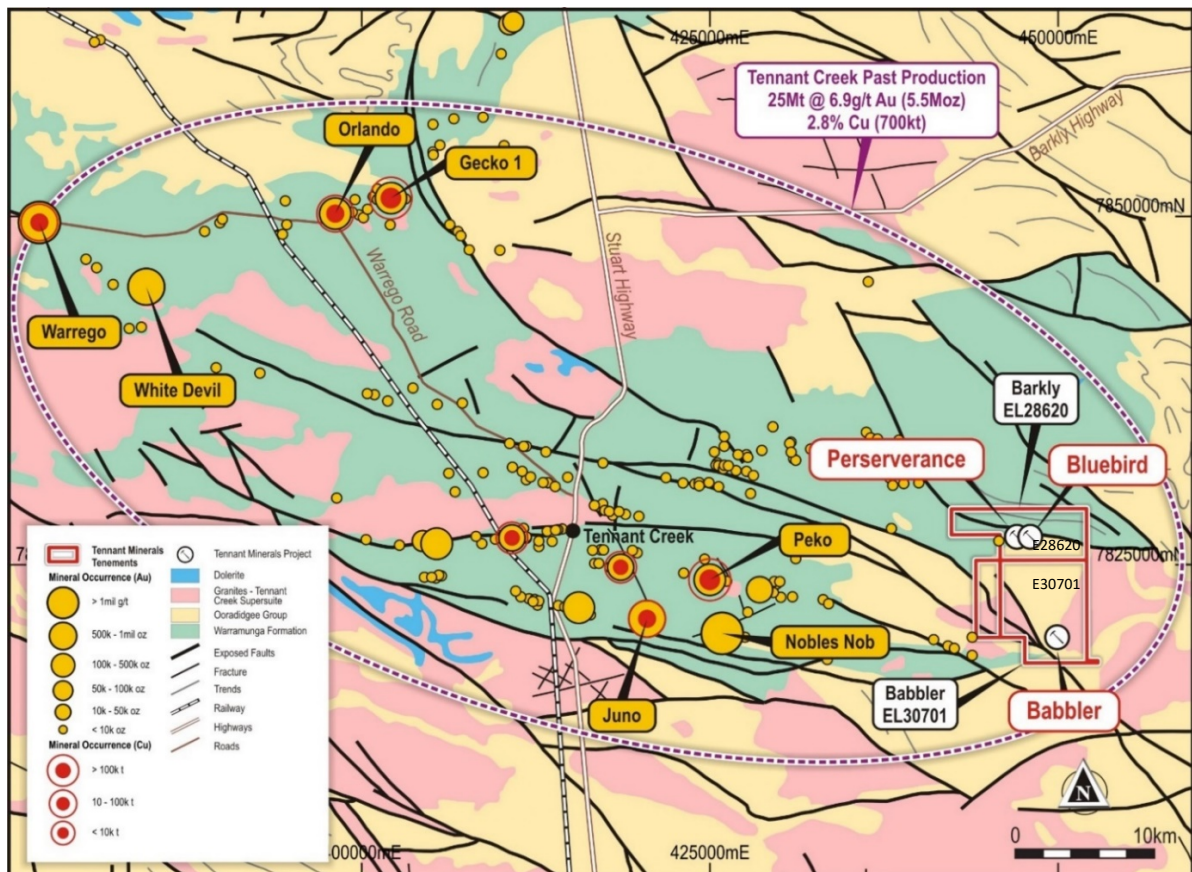


Figure 2: Location of the Barkly Project and major historical mines in the Tennant Creek Mineral Field ⁸

REFERENCES

- ¹ 8/02/2023. Tennant Minerals (ASX.TMS): "Spectacular Bluebird Drill-Hit 30.5m @ 6.2% Cu, 6.8 g/t Au".
- ² 28/10/2022. Tennant Minerals (ASX.TMS): "Massive Chalcopyrite Intersected at Bluebird".
- ³ 17/08/2022. Tennant Minerals (ASX. TMS): "Bonanza 63m@ 2.1% Copper and 4.6 g/t Gold Intersection at Bluebird".
- ⁴ 08 March 2022. Tennant Minerals (ASX. TMS): "Spectacular 50m @ 2.70% copper intersection at Bluebird".
- ⁵ 07/09/2022. Tennant Minerals (ASX. TMS): "Up to 54.5% Cu in Massive Sulphides at Bluebird".
- ⁶ 21/11/2022. Tennant Minerals (ASX.TMS): "Drilling Doubles Strike Length of Bluebird Copper Gold".
- ⁷ 14/12/2022. Tennant Minerals (ASX.TMS): "Intensely Copper-Mineralised Drill-Hits Extend Bluebird".
- ⁸ Portergeo.com.au/database/mineinfo. Tennant Creek - Gecko, Warrego, White Devil, Nobles Nob, Juno, Peko, Argo.

Authorised for release by the board of directors.

ENDS

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CAUTIONARY STATEMENT REGARDING FORWARD LOOKING INFORMATION

This release contains forward-looking statements concerning Tennant Minerals Ltd. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes.

Forward looking statements in this release are based on the company's beliefs, opinions and estimates of Tennant Minerals Ltd as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

COMPETENT PERSONS DECLARATION

The information in this report that relates to exploration results is based on information compiled and/or reviewed by Mr Jonathon Dugdale. Mr Dugdale is the Technical Advisor to Tennant Minerals Ltd and a Fellow of the Australian Institute of Mining and Metallurgy ('FAusIMM'). Mr Dugdale has sufficient experience, including over 35 years' experience in exploration, resource evaluation, mine geology, development studies and finance, relevant to the style of mineralisation and type of deposits under consideration to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee ('JORC') Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves. Mr Dugdale consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

ASX LISTING RULES COMPLIANCE

In preparing this announcement the Company has relied on the announcements previously made by the Company as listed under "References". The Company confirms that it is not aware of any new information or data that materially affects those announcements previously made, or that would materially affect the Company from relying on those announcements for the purpose of this announcement.