

29 July 2024

ASX RELEASE

Completion of Myoff Creek Acquisition

AuKing Mining Limited (ASX: AKN, AuKing) is pleased to advise that it has completed the purchase of the Myoff Creek niobium/REE project in British Columbia, Canada. Project work at Myoff Creek is intended to commence immediately.

AuKing's Managing Director, Mr Paul Williams, said now the acquisition has been completed the Company would take an aggressive approach to exploration at its new Myoff Creek niobium/REE project.

"We are continuing to see strong interest from investors with companies seeking to develop critical minerals projects, especially niobium and rare earths. The Myoff Creek project presents AuKing with an excellent opportunity to attract some of that investor attention. While we aim to continue with exploration activities at our other projects, including the Mkuju uranium project in Tanzania, the immediate focus of our exploration team will be to generate results from Myoff Creek over the coming weeks," said Mr Williams.

Myoff Creek Acquisition Terms

AuKing has now completed the acquisition of all the shares in Australian-registered company North American Exploration Pty Ltd (NAE). NAE owns 100% of eight (8) contiguous claims that comprise the Myoff Creek Project. A summary of the acquisition terms is as follows:

- A non-refundable fee of A\$50k was paid AKN after signing the agreement (on 22 July 2024);
- In consideration for the acquisition of all the shares in NAE, AKN is obliged to issue 57M new AKN shares at an issue price of 1.5c per share and 28.5M free-attaching options exercisable at 3c on or before 30 April 2027 to the existing NAE shareholders and their nominees; and
- A total of 40M new AKN shares have been issued to the NAE vendors, with the balance 17M shares and 28.5M options to be issued after shareholder approval is obtained at an extraordinary general meeting of AuKing shareholders to be convened as soon as possible (EGM).

Empire Capital Partners Pty Ltd will be paid an introduction fee comprising 10M options exercisable at 3c on or before 30 April 2027 as a result of the NAE option agreement being entered into. The issue of these options is also subject to approval being obtained at the EGM.



Figure 1 – Location of Myoff Project Area

Capital Raising Activities

Small Placement

The Company has completed a placement to sophisticated and professional investors to raise \$150,000 (before costs) through the issue of 10,000,000 shares at an issue price of 1.51c each (Placement Shares). An additional series of free-attaching options (Placement Options) will be issued with the Placement Shares on a 1:2 basis exercisable at 3c on or before 30 April 2027.

The Placement Shares have been issued without shareholder approval pursuant to the Company's existing placement capacity under Listing Rule 7.1a. The Placement Options will be issued after approval is obtained from shareholders at the EGM. The Company engaged Empire Capital Partners Pty Ltd (ECP) to act as lead manager to the Placement. ECP was paid receive a 6% cash fee payable on the extent of funds raised by them in the Placement (\$9,000 in total fees). In addition, a total of 5 million options exercisable at 3c on or before 30 April 2027 will be issued to ECP (and/or their nominees) subject to approval from shareholders at the forthcoming EGM.

The proceeds of the Placement will be used towards working capital purposes, including preparatory work associated with the proposed exploration activities at Myoff Creek as described below.

Rights Issue to Existing Shareholders

AKN proposes to shortly conduct a rights issue to existing shareholders in order to raise funds needed to commence the proposed exploration activities at Myoff Creek, and also other planned exploration activities across the Company's portfolio of projects. Perth-based Empire Capital Partners Pty Ltd is proposed to be appointed Lead Manager to oversee the rights issue and ensure any shortfall from existing shareholders is placed to sophisticated and strategic investors. AKN's Board have expressed a keen desire for existing shareholders to be rewarded with the opportunity to participate in the fundraising process at this important stage of the Company's activities. Further details about the proposed terms of the offer to existing shareholders will be provided shortly.

Upcoming Exploration

AuKing's exploration team will be conducting a site visit in early August to initiate the first phase of exploration. During this visit, we will be assessing potential drill sites and organising the logistics of an upcoming work program. This is expected to include a comprehensive sampling program paired with a drilling campaign aimed at further evaluating the mineral potential at depth and along strike. The region is currently experiencing serious bushfire emergencies which may curtail the site visit planning but more will be known on that closer to the time.

This announcement has been authorised by Paul Williams, Managing Director, AuKing Mining Limited.

For more information, please contact:

Paul Williams
Managing Director
Mobile +61 419 762 487
p.williams@aukingmining.com