



25 March 2021

RENOUNCEABLE RIGHTS ISSUE TO RAISE UP TO \$4.9 MILLION

- Fully Underwritten 1 for 2 Renounceable Rights Issue to raise up to \$4.9 million to advance the Cape Flattery Silica project
- New Cornerstone investor Ilwella Pty Ltd, representing the private interests of the Flannery Family Office sub-underwriting approximately \$2.2 million
- Funds to be used for Scoping Study, further drilling & evaluation, Mining Lease application, Environmental and other commercial evaluation
- Directors intend to participate for their full entitlement and also sub-underwrite part of the shortfall

Metallica Minerals Limited (ASX: MLM) (“Metallica Minerals” or “the Company”) is pleased to announce a renounceable Rights Issue to raise up to \$4.9 million to fund the next phase of the development of its silica sand project located in the world class Cape Flattery Dune field.

The Rights Issue has been supported by a new cornerstone investor, Ilwella Pty Ltd, representing the private interests of the Flannery Family Office. Equally importantly, existing shareholders can also choose to participate in the Rights Issue.

Under the offer, shareholders will be offered the following terms:

- Attractively priced at 3.0 cents per share
- Discount of [32]% to the to the 30 day VWAP of [4.4] cents
- With every 2 New Shares, shareholders receive 1 free attaching New Option
- New Options will have Exercise Price of 6 cents, term of 3 years and will be listed
- Shareholders can trade their rights and apply for additional shares and options
- Rights to start trading from 29 March 2021

On completion, the Company will be well-funded with up to \$4.9 million available to:

- Further resource drilling and evaluation in the key area that holds a 38.3mt JORC resource*
- Finalisation of Scoping Study
- Mining Lease application made
- Environmental studies and applications to advance
- Undertake Pre-Feasibility Study

Ilwella Director, Quentin Flannery said: “We are pleased to be joining the Metallica team and support the development of their Cape Flattery Silica project. We are committed to supporting Metallica through the planning, permitting and approvals process and look forward to seeing this project in production. The world’s appetite for a Cape Flattery silica sand product is growing and this project will meet the future demand.”

Executive Chairman, Theo Psaros said: “We are very pleased to have the support of Ilwella Pty Ltd. Their investment, along with continued support from existing and new shareholders, positions our company very positively to develop our silica sand project.”

The Rights Issue is open to all eligible shareholders who have a registered address within Australia or New Zealand, and who hold Shares on the Record Date. The Rights Issue will close on 20 April 2021 (unless extended), and eligible shareholders can apply for shortfall in excess of their entitlement. Shareholders can also trade their rights from 29 March 2021

Mahe Capital advised on the issue and acts as Lead Manager and Underwriter. The issue is fully underwritten to \$4.9 million.

All New Shares issued will rank equally with existing shares on issue and the Company will apply for quotation of the New Shares and Options. A prospectus in relation to the Rights Issue was lodged with ASIC on 25 March 2021 and, together with a personalised entitlement acceptance form, will be sent to eligible shareholders shortly after the Record Date.

Eligible shareholders should consider the prospectus in deciding whether to acquire securities under the Rights Issue, and will need to follow the instructions on the entitlement and acceptance form that will accompany the prospectus. The following are indicative dates in respect of the capital raising:

Event	Date
Notice sent to shareholders	25 March 2021
Ex entitlement date	29 March 2021
Rights trading commences on a deferred settlement basis	
Record Date for determining entitlements (5:00pm EST)	30 March 2021
Prospectus and personalised Entitlement and Acceptance Forms sent out to Eligible Shareholders	1 April 2021
Rights trading ends	13 April 2021
Closing date of entitlement issue (5:00pm EST)	20 April 2021
ASX notified of under subscriptions	23 April 2021
Issue date	27 April 2021

These dates are indicative only and may change, subject to the Corporations Act and Listing Rules.

This announcement has been approved in accordance with the Company’s published continuous disclosure policy and has been approved by the Board.

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