

23 March 2022

Completion of Grand Port Acquisition and Placement

Further to the announcements released on 24 February 2022 and 17 March 2022, Cyclone Metals Limited (ASX: **CLE**) (**Cyclone** or **the Company**) is pleased to announce that it has now completed the acquisition of Grand Port Resources Pty Ltd (**Grand Port**) and its wholly owned subsidiaries Midway Resources Limited and Nimitz Resources Limited which together owns or has applications over a diversified portfolio of gold, copper, nickel and PGE assets in New Zealand (the **Acquisition**).

Pursuant to the Acquisition, Cyclone agrees to issue a total of 900,000,000 fully paid ordinary shares in the Company (**Consideration Shares**) of which the first tranche of the Consideration Shares shall be satisfied by the issue of 500,000,000 Consideration Shares (**Tranche 1 Consideration Shares**), and the second tranche of the Consideration Shares shall be satisfied by the issue of 400,000,000 Consideration Shares subject to Cyclone obtaining shareholder approval (**Tranche 2 Consideration Shares**).

Cyclone is also pleased to confirm that it has received funds of A\$500,000 (before expenses) through a placement to sophisticated investors at an issue price of \$0.005 per share (**Placement Shares**) with one free attaching option for every 4 shares at an exercise price of \$0.006 expiring 31 March 2024 (**Placement Options**) (together, **the Placement**). Funds raised from the Placement will be applied toward the acquisition and initial work on the Grand Port projects and for general working capital.

The Placement includes a firm commitment from Cyclone Director Will Scott to subscribe for 10,000,000 Placement Shares to raise funds of \$50,000 (**Director Placement Shares**) with 2,500,000 Placement Options (**Director Placement Options**) on the same terms as the Placement, subject to shareholder approval.

The issuance of 90,000,000 Placement Shares is not subject to shareholder approval because it falls within the Company's additional 10% placement capacity under ASX LR 7.1A. The issuance of 22,500,000 Placement Options and 500,000,000 Tranche 1 Consideration Shares is also not subject to shareholder approval because it falls within the Company's 15% placement capacity under ASX LR 7.1.

Resolutions to approve the issue of the Tranche 2 Consideration Shares and Director Placement Shares and Director Placement Options will be put to shareholders at a general meeting planned to be held in or around May 2022.

This announcement has been approved by the Company's board of directors.

Yours faithfully
Cyclone Metals Limited

Terry Donnelly
Non-Executive Chairman

For further information please contact:

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