

ASX RELEASE

8 July 2024

ASX CODE

PNN

REGISTERED OFFICE**Power Minerals Limited**6/68 North Terrace
Kent Town SA 5067

t: +61 8 8218 5000

e: admin@powerminerals.com.au

w: www.powerminerals.com.au

BOARD**Stephen Ross**

Non-Executive Chairman

Mena Habib

Managing Director

James Moses

Non-Executive Director

PROJECTS**Argentina**

Salta Lithium Project

Brazil

Lítio Nb-REE-Lithium Project

Australia

West Arunta Nb-REE Project

Eyre Peninsula Kaolin-Halloysite-
REE Project

Musgrave Ni-Cu-Co-PGE Project

Power raises \$2.4 million in increased Share Placement to advance South America exploration

- **Increased Share Placement raises \$2.4M to advance exploration in South America, with a focus on Power's newly acquired Lítio Project in Brazil**
- **Lítio is prospective for niobium, rare earths and lithium and is adjacent to Summit Minerals' (ASX: SUM) Equador Project, which has returned very high-grade niobium and tantalum sampling results¹**
- **Outcropping pegmatites at Lítio provide an initial exploration and potential drilling target for Power**
- **Samples already collected for potential tantalum and niobium; samples have been sent for laboratory analysis and results are expected in 2 weeks**
- **Power also continues to develop its Salta Lithium Brine Project in Argentina under active Joint Venture agreements**
- **Power Minerals Managing Director Mena Habib subscribed for \$50,000 worth of shares in the Placement (subject to shareholder approval)**

Power Minerals Limited (ASX: **PNN**, **Power** or **the Company**) is pleased to announce it has received firm commitments to raise **\$2.4 million** in a heavily subscribed Share Placement to sophisticated and professional investors. Proceeds will primarily be used to advance exploration of its lithium, niobium and rare earths projects in South America.

Due to strong investor support for the Placement, the Placement amount was increased from \$2 million to \$2.4 million to meet demand. In addition, Power Managing Director Mena Habib subscribed for \$50,000 worth of shares in the Placement, which is subject to shareholder approval at an upcoming shareholder meeting.

Primarily, Power will use funds to accelerate development of its recently acquired Lítio Project in Pariba state, Brazil. The Lítio Project is considered highly prospective for niobium, rare earths (REE) and lithium. The project is immediately adjacent to and interpreted as on strike from Summit Minerals' (ASX: SUM) Equador Project, which has recently returned very high-grade niobium and tantalum results¹.

“We are excited to see the support from new and existing shareholders in this Share Placement with funds to allow us to commence detailed exploration at our newly acquired Lítio Project in Brazil.

“This project is sitting adjacent to Summit Minerals’ Ecuador Project which has returned high-grade niobium results up to 53.07% niobium pentoxide and 47.17% tantalum pentoxide from sampling, and our Lítio project has been assessed as having similar geology.

“We are awaiting initial assay results from sampling at Lítio, and proceeds from the Placement will allow us to complete more on-ground work including an extensive sampling program.”

Power Minerals Managing Director Mena Habib

Leading Melbourne boutique capital management firm Peak Asset Management were Joint Lead Managers to the Placement² with Sydney-based GBA Capital.

Placement Terms

Under the Share Placement, Power will issue approximately **17,142,858 fully paid ordinary shares** (“Placement Shares”) at a price of **\$0.14 per share** using its placement capacity under ASX Listing Rules 7.1 and 7.1A. The issue price represents a ~10% discount to Power’s five-day VWAP of \$0.156 per share and a ~1% discount to the 15-day VWAP of \$0.142 per share.

Subject to shareholder approval, the Company will also issue **17,142,858 attaching options** exercisable at **\$0.30 expiring on 05 June 2029** to participating investors on a one for one basis (“Attaching Options”).

Included in the Placement Shares and Attaching Options are 357,142 shares and 357,142 options to the Managing Director, Mena Habib which are also subject to shareholder approval.

Allotment of Placement Shares is expected to occur on or about **Tuesday, 16 July 2024**.

Power will convene a General Meeting of Shareholders to consider resolutions relating to the Share Placement in August.

This announcement effectively lifts the trading halt requested on Thursday, 4 July 2024. The Company is not aware of any reason why the ASX would not allow trading to commence immediately.

1. See Power Minerals' ASX Announcement dated 3 July 2024.
2. The Joint Lead Managers to the Placement will receive a capital raising fee equal to 6.0% of the proceeds and 4 million PNNO Options to each Lead Manager (8 million in total) exercisable at \$0.30 on or before 5 June 2029. The Options will be subject to Shareholder Approval.

Authorised for release by the Board of Power Minerals Limited.

-ENDS-

For further information please contact:

Power Minerals Limited

E: admin@powerminerals.com.au

T: +61 8 8218 5000

Additional information is available at www.powerminerals.com.au

About Power Minerals Limited

Power Minerals Limited is an ASX-listed exploration and development company. We are committed to the development of our lithium assets in Argentina into significant lithium producing operations, the exploration of the Lítio Niobium Project in Brazil and delivering value from our non-core Australian assets.