



ASX ANNOUNCEMENT

27 May 2020

Strong Investor Support for the Exercise of Listed Options

AVZ Minerals Limited (ASX:AVZ, “the Company”) is pleased to advise that it has received strong investor support from option holders, with more than 175 million (+98.5%) of AVZO listed options (“Options”) being exercised at A\$0.03 per option between 4 May 2020 and the option expiry date of 24 May 2020.

As announced on 4 May 2020, the Company entered into an underwriting agreement with Canaccord Genuity (Australia) Limited (“Canaccord”) to underwrite the exercise of the 177,622,382 Options on issue at that date (“Offer”)¹. The Company advises that 2,619,005 Options remained on issue at the expiry date and will be placed as shortfall shares by Canaccord in accordance with the underwriting agreement. Settlement of the shortfall shares is expected to occur on or about Friday, 29 May 2020. The total amount raised from the exercise of Options between 4 May 2020 and 24 May 2020 and the placement of the shortfall shares under the Offer will be approximately \$5.3m (before costs).

The Company is also pleased to advise it has completed its final payment of US\$1m under the original Acquisition Agreement² to acquire its 60% interest in the Manono Lithium and Tin Project (“Manono Project”). AVZ retains the option to increase its holding in the Manono Project to 65% under the Share Sale Purchase Agreement announced on 24 June 2019.³

The Company is also pleased to confirm that discussions with various entities relating to offtake agreements and financing arrangements continue to progress.

¹ Refer to ASX Announcement dated 4 May 2020 titled “Yibin Tianyi to Invest A\$10.6 Million in AVZ and Execution of A\$5.3 Million Underwriting Agreement for Options”

² Refer to ASX Announcement dated 2 February 2017 titled “Acquisition of 60% interest in the Manono Lithium, Tin and Tantalum Project, DRC”.

³ Refer to ASX Announcement dated 24 June 2019 titled “AVZ to Increase Equity Stake in the Manono Project”

This release was authorised by Nigel Ferguson, Managing Director of AVZ Minerals Limited.

For further information, visit www.avzminerals.com.au or contact:

Mr. Leonard Math
Company Secretary
AVZ Minerals Limited
Phone: +61 8 6117 9397
Email: admin@avzminerals.com.au

Media Enquiries:
Mr. Peter Harris
Peter Harris & Associates
Phone: +61 (0) 412 124 833



AVZ Minerals Limited

Level 2, 8 Colin Street,
West Perth WA 6005
Australia

T: + 61 8 6117 9397

F: + 61 8 6118 2106

E: admin@avzminerals.com.au

W: www.avzminerals.com

ABN 81 125 176 703

Directors:

Non-Executive Chairman: John Clarke

Managing Director: Nigel Ferguson

Technical Director: Graeme Johnston

Non-Executive Director: Rhett Brans

Non-Executive Director: Peter Huljich

Market Cap

\$172 M

ASX Code: AVZ