

ASX RELEASE: 14 January 2021

METALICITY BID FOR NEX METALS – ISSUE OF SECOND TRANCHE OF CONSIDERATION SHARES

- Metalicity is pleased to confirm the issue of the second tranche of Consideration Shares to Nex Metals shareholders who have chosen to accept the Offer by MCT
- The Company has extended the current Offer to provide NME shareholders impacted by the ongoing lack of a proper Target's Statement more time to await the Independent Expert's report and the issue of a compliant Target's Statement and then to consider Metalicity's offer outlined in the Bidder's Statement
- Existing NME Shareholders should note that the Closing Date for Metalicity's Offer for Nex Metals has been extended to 27 January 2022
- Metalicity's interest in NME has now increased to 29.26%, and is NME's largest shareholder
- The Offer is Unconditional, with all NME shareholders who accept or have accepted to receive 4.81 MCT Shares for every 1 NME Share
- Metalicity continues to encourage NME shareholders to accept the Offer to enable work on the Kookynie and Yundamindra Gold Projects to move forward as quickly as possible

Metalicity Limited (ASX: MCT) (Company or Metalicity) is pleased to confirm the issue of the second tranche of 73,391,835 Consideration Shares to Nex Metals Exploration Limited (ASX: NME) (**Nex Metals or NME**) shareholders. NME shareholders who have accepted any time after 3 December will receive MCT shares within one month after the date they accepted (or 21 days after the end of the Offer Period). **Please see the Appendix 2A released today for further information.**

Metalicity's bid was declared Unconditional on 3 December 2021 and Metalicity has now received acceptances representing 29.26% of NME's issued shares, providing it with the largest single voting interest in NME.

The current extension of the offer period provides NME shareholders impacted by the continued lack of a proper Target's Statement more time to await the Independent Expert's report and the issue of a compliant Target's Statement and then to consider Metalicity's offer outlined in the Bidder's Statement. Since Metalicity launched its bid NME's Target's statement has been found by the Takeovers Panel to be misleading and to contain material information deficiencies.

The new Closing Date of the Offer (unless extended) is 5:00pm (Perth time) on 27 January 2022.

NME shareholders can email acceptances to capitalmarkets@linkmarketservices.com.au with the subject line "NME Takeover by MCT".

This Announcement is approved by the Board of Metalicity Limited.

ENQUIRIES

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Forward Looking Statements

This announcement may contain certain “forward-looking statements” which may not have been based solely on historical facts, but rather may be based on the Company’s current expectations about future events and results. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have reasonable basis. However, forward-looking statements:

(a) are necessarily based upon a number of estimates and assumptions that, while considered reasonable by the Company, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies;

(b) involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements. Such risks include, without limitation, resource risk, metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks in the countries and states in which the Company operates or supplies or sells product to, and governmental regulation and judicial outcomes; and

(c) may include, among other things, statements regarding estimates and assumptions in respect of prices, costs, results and capital expenditure, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions.

The words “believe”, “expect”, “anticipate”, “indicate”, “contemplate”, “target”, “plan”, “intends”, “continue”, “budget”, “estimate”, “may”, “will”, “schedule” and similar expressions identify forward-looking statements.

All forward-looking statements contained in this presentation are qualified by the foregoing cautionary statements. Recipients are cautioned that forward-looking statements are not guarantees of future performance and accordingly recipients are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein.

The Company disclaims any intent or obligation to publicly update any forward-looking statements, whether as a result of new information, future events or results or otherwise.