



27 January 2022

\$2.5M CAPITAL RAISING TO ACCELERATE EXPLORATION AT AUSTIN GOLD PROJECT IN WA

Key Highlights

- Firm commitments received for a \$2.5m Placement
- Funds to be used to accelerate exploration efforts at the Austin Gold Project, with a particular near-term focus on the Shadow Prospect which is circa 1km from the tenement border with Musgrave Minerals and their high grade White Heat and Big Sky structures
- Assays are pending for a significant amount of exploration work at the Shadow Prospect including:
 - 168 shallow aircore holes that were designed to test the initial soil anomalies and where significant quartz veining has been observed in the drilling
 - A further 670 soil samples which expanded the entire large target area of 6km by 4km
- An important gravity survey has commenced to identify gold bearing structures for drill testing at the Shadow Prospect area
- Aircore drilling program to commence in the near term to test key targets identified from the above work

Austin Metals Limited (ASX: **AYT**, "**Austin Metals**", "the **Company**") is pleased to announce it has received commitments for a placement of up to 108,695,652 fully paid ordinary shares (**Placement Shares**) at a price of \$0.023 per share to raise \$2,500,000 before costs.

Director Leo Horn comments: "The Placement was well supported by existing Austin Metals shareholders and will also see new investors join the register. This will help accelerate exploration efforts at the Austin Gold Project, with a particular near-term focus on the Shadow Prospect which located circa 1km from the tenement border of Musgrave Minerals and in close proximity to the high-grade White Heat and Big Sky Structures."

The Placement was well supported by new and existing sophisticated and professional investors. Funds raised via the Placement will be applied to progressing the exploration work programs on the Austin Gold Project and it's base & precious metals projects, business development and general working capital.

The Placement price represents a 14% discount to the 15-day VWAP of AYT shares as at 21 January 2022 and a 20% discount to the Company's last closing price of \$0.027.



AUSTIN METALS LIMITED

This Placement will be conducted under the Company's current Placement capacity pursuant to ASX Listing Rule 7.1 and 7.1A as follows:

- ASX Listing Rule 7.1 (17,977,752 Placement Shares); and
- ASX Listing Rule 7.1A (90,717,900 Placement Shares)¹.

¹The Shares to be issued under 7.1A are conditional on the minimum pricing condition under ASX Listing Rule 7.1A.3 being satisfied. Where this does not occur, the issue of those Shares will be subject to Shareholder approval at the Company's next General Meeting of Shareholders (**GM**).

This announcement has been authorised by the Board of Directors of Austin Metals Limited.

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About Austin Metals

Austin Metals Limited (**AYT**) is a base and precious metals explorer focused on the prolific mining districts of Broken Hill, the Cobar Basin and the Lachlan Fold Belt of New South Wales, Australia. AYT's flagship Austin Gold Project is located in the highly prospective Murchison greenstone province of Western Australia, directly adjacent to the Cue Gold Project owned by Musgrave Minerals Limited (ASX:MGV), which includes the high grade Break of Day Deposit and Starlight discovery. The Company has also secured a significant ground holding of the Talling Greenstone belt in the prolific Murchison gold mining region of Western Australia located 150 km south of the Golden Grove deposit.

CAUTION REGARDING FORWARD LOOKING INFORMATION

This document contains forward looking statements concerning Austin Metals Limited. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes. Forward looking statements in this document are based on Austin Metal's beliefs, opinions and estimates of Austin Metals as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future development.