

ASX Announcement

ASX: POL



4 July 2023

AMENDED ASX RELEASE-Polymetals secures prepayment facility

Attached is an ASX Release by Polymetals Resources Limited (ASX-POL) amending the previous ASX release dated 27 June 2023.

This release has been authorised by the Board of Directors.

John Haley
Company Secretary
Polymetals Resources Limited

4 July 2023



BINDING TERM SHEET FOR US\$10 MILLION PRE-PAYMENT FACILITY

Strategic partnership paves way for metal production

HIGHLIGHTS

- **US\$10 Million Concentrate Pre-payment Facility.**
- **5-Year Zinc & Silver-Lead Offtake with Global Trading Firm Ocean Partners UK**
- **A\$500,000 Equity Investment**

Polymetals Resources Ltd (ASX: **POL**) ("**Polymetals**" or the "**Company**") is pleased to announce that it has entered into a binding Term Sheet with **Ocean Partners UK Limited** ("OPUK") for an unsecured US\$10 million pre-payment funding facility which will provide development funding and working capital for the recommencement of mining and processing operations at the Company's underground Silver-Zinc-Lead, Endeavor Mine in the Cobar basin, NSW.

PRE-PAYMENT FACILITY – KEY TERMS

ITEM	TERMS
Lender	Ocean Partners UK Limited
Contract	5-Year Offtake of Zinc & Silver-Lead Concentrates (at global benchmark terms)
Facility Amount	US\$10 million
Interest Rate	12-month SOFR ¹ + 7.0%
Term	Up to 36 months
Security	Unsecured
Share Subscription	Subscription for A\$500,000 in POL equity on the same terms as current placement.
Conditions Precedent	Conditions Precedent customary for this type of facility: 1. Signed Zinc and Silver-Lead Concentrate Offtake Contracts. 2. Executed Concentrate Prepayment Facility Agreement. 3. Third-party review of Mine Restart Study (MRS) confirming the economics of Endeavor Mine restart.

¹ SOFR: Secured Overnight Financing Rate

ABOUT OCEAN PARTNERS

Ocean Partners offers a complete range of trading services for miners, smelters, refiners, and metal consumers around the world. Working closely with global partners Ocean Partners offer customised risk management while linking clients to unique market opportunities.

Ocean Partners operates in a number of countries, including Canada, Chile, China, Cyprus, Mexico, Mongolia, Netherlands, Peru, Taiwan, Turkey, United Kingdom, and the United States, and retains agency representation in Argentina, Australia, Bolivia, Brazil, Chile, Ecuador, India, Japan, South Africa, South Korea and Central/Eastern Europe.

<https://oceanpartners.com/>

Polymetals Resources Executive Chairman, Dave Sproule said,

"Polymetals has had a long relationship with Ocean Partners stretching over 20 years. The support shown by this early endorsement via the Pre-payment Facility and Equity participation is testament to the confidence Ocean Partners has in the Polymetals Team and the potential of the Endeavor Mine. The partnership with Ocean Partners allows Polymetals to do what it does best, focused on recommencement of operations at the Endeavor Mine."

This announcement was authorised for release by the Polymetals Resources Ltd Board.

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ABOUT POLYMETALS

Polymetals Resources Ltd (ASX: POL) is an Australian mining and exploration company with a project portfolio with significant potential for the discovery and development of both precious and base metal resources. With our cornerstone asset the Endeavor Silver-Zinc-Lead Mine, Polymetals is seeking to become a long term, consistent and profitable base and precious metal producer. Polymetals holds a strong exploration portfolio for organic growth, are development driven and continually measure strategic acquisition opportunities. POL is committed to developing genuine long-lasting relationships within our community, building strong relationships with investment partners, local stakeholders and providing our shareholders with capital growth and dividends. For more information visit www.polymetals.com