

19 September 2022

UPDATE ON SHARE PLACEMENT

Astro Resources NL (ASX: ARO) ("**ARO**", "**Astro**" or "the **Company**") is pleased to advise that following its ASX Announcement dated 1 June 2022, it has received applications totalling \$654,683 (before costs) to subscribe for shares in the Company, as part of the first tranche of the Company's two-staged share placement (**Tranche 1 Placement**). Astro's existing major shareholder Holdmark Property Group has participated in the Tranche 1 Placement and it will, on completion of the issue, retain its approximately 19.90% shareholding in the Company.

Set out below are the details of the Tranche 1 Placement:

Placement terms

The Company has today allotted a total of 188,025,688 fully-paid ordinary shares pursuant to applications received under Tranche 1 Placement, at an average issue price of \$0.0035 per share. The average share price takes into account one investor being issued shares at \$0.004 per share and the balance, being issued at \$0.003 per share.

The 188,025,688 ordinary shares have been issued pursuant to the Company's placement capacity under Listing Rule 7.1A.

Changes in total amount to be raised

As part of the Company's proposed acquisition of 80% of the shares in Knox Resources Pty Ltd from Greenvale Mining Limited (**Greenvale**), it was originally anticipated that two nominees of Greenvale would join the ARO Board on completion of that acquisition and each of them will take up \$500,000 in ARO shares under the placement. Greenvale has since advised the Company that Mr Neil Biddle will no longer be joining the Board of the Company or participating in the placement.

Accordingly, it is now expected that:

- on completion of the acquisition and subject to ARO shareholder approval, the ARO Board will be joined by one GRV nominee, Mr Anthony Leibowitz, consistent with the Company's announcement on 1 June 2022 (**June Announcement**);
- Mr Leibowitz will be personally taking up \$250,000 in ARO shares under the second tranche of the placement, out of the \$500,000 originally anticipated to be allocated to him in the June Announcement. However, Mr Leibowitz intends to assist the Company in raising the balance (or more) \$250,000 of that \$500,000 from other sophisticated investors; and
- as a result, the minimum amount sought to be raised under the placement is now expected to reduce from \$2.25 million to \$1.75 million, of which:
 - \$654,683 (before costs) has been raised under the Tranche 1 Placement; and

- approximately \$1.1 million remains to be placed under the second tranche of the placement (**Tranche 2 Placement**). Part of this amount is expected to be subscribed for as follows, subject to shareholder approval, and the Company is exploring further options to raise the balance:

Mining Investments Limited	\$500,000
Holdmark Property Group	\$137,740
Mr Anthony Leibowitz and/or his nominees	\$250,000
Other Sophisticated Investors	\$250,000
Total	\$1,137,740

The requisite shareholder approvals will be sought at the general meeting to approve the acquisition of Knox Resources Pty Ltd. The Company intends to release the Notice of the General Meeting towards the end of September 2022.

An Appendix 2A and Cleansing Notice have been issued separately to this announcement.

Authorisation

This announcement has been authorised for release by the Board of Astro.

More Information

Vince Fayad

Executive Director

Vince.fayad@vfassociates.com.au

Nicholas Read

Media & Investor Relations

nicholas@readcorporate.com.au