

12 October 2022

Mayur Successfully Completes Additional \$3.5 Million Placement

Mayur Resources Limited (ASX:MRL) (**Mayur** or the **Company**), announces that the Company has completed an additional private placement to institutional and sophisticated investors in the amount of \$3.5 million.

This is in addition to the placement of \$500,000 to Barra Resources Limited as announced earlier today, and provides total additional funding to Mayur in the amount of \$4.0 million (**Placement Funds**).

Today's placement of \$3.5 million comprises the issue of 35,000,000 issued and fully paid CDI's* in Mayur at an issue price of \$0.10 per CDI. This is a 4.7% discount to the closing price of \$0.105 cents per share and a 4.2% premium to the 60 trading day VWAP of \$0.096 per share.

The Placement Funds, in addition to the Company's existing cash holdings, have been secured by parties that :

- (a) Support the proposed appointment of Mr Craig Ransley as Executive Chairman; and
- (b) Share the same vision as the Executive Chairman, *being to provide sufficient working capital at the corporate level to finalise the company's plans to exit being an explorer and project developer, and enter the construction and production stages.*

With the primary focus of funds to be directed to the facilitation of construction commencing at the Orokolo Bay Mineral Sands Project (MRL : 100%) and the Central Cement and Lime Projects (MRL : 100%), the Company expects to be able to update the market before the end of Q4 2022.

Development financing discussions, draft Terms Sheets and due diligence activities including mobilisation in country for final site visits, Ministerial meetings and appointment of advisors are being progressed with a number of international parties for the Company's projects. Should current time lines for execution of binding documents be completed in Q4 2022, we expect construction to commence on both the Orokolo Bay Project and Central Lime Project in Q1 2023, with production and first revenues at Orokolo Bay achieved in calendar year 2023 and the Central Lime project aggregates within calendar year 2023 and Quicklime production by end of 2024.

In regards to Mayur Renewables REDD+ nature-based forestry carbon credit projects, Mayur has procured Land Owner, Provincial Government and Climate Change Development Authority consents and has completed extensive information exchanges through multiple field trips to all villages in the Western Province project areas. These visits have rendered overwhelming strong written support for the preservation of the Landowners Forests and to develop their carbon resource into projects in accord with Free Prior Informed Consent requirements and international carbon accreditation criteria. The Company shall continue to work with landowners, our advisors and relevant PNG Government agencies and authorities to continue to advance the projects in accordance with the support and desires of the landowners to ensure that the highest quality and value Carbon Offsets credits are certified. Such certification will enable unavoidable emissions from PNG produced products to be offset, whilst providing approximately 84% of net benefits to the PNG Government and Landowners on the carbon that is traded internationally.

Mayur's recently appointed Executive Chairman, Mr Craig Ransley commented "We are pleased to be able to complete this placement at this time to institutional and sophisticated investors who have supported me in the past and have the utmost faith in the Company's existing Senior Executives, and we would like to sincerely thank those



investors who have participated. Part of my job now is to demonstrate to the market that Mayur has done the hard work for many years to get its projects fully permitted and shovel-ready to go into construction with a unique overlay opportunity to produce net zero products. Projects in developing nations can be a challenge but are often misunderstood, and this is where the opportunity is and is why I have joined the Company.”

“I can clearly see the real and present opportunity in front of us now and have provided the Company the runway it needs to finalise on foot arrangements and / or also enable me to provide alternate funding sources that will balance risk, dilution of shareholder equity and at the same time provide a clear line of sight on funding that takes the Company into near term ‘producer status’. The projects are progressing through the necessary discussions and negotiations to finalise their full development funding requirements. Our concerted focus over the next short number of months will be to finalise our existing development funding options for the Central Cement and Lime Project and Orokolo Bay Project, with the ability to also compliment and/or pivot to new funding sources that my network will seek to bring.”

Further announcements in relation to progress on these development funding options will be made as these discussions progress.

The release of this announcement forms the basis for the release of the trading halt currently in place in relation to Mayur’s share on the ASX.

* The Shares will be issued in the form of CDIs, which are a form of beneficial interest in the Shares held by CDN (a depositary nominee). The issue of CDIs is necessary to allow investors to trade the Shares on ASX and settle the transactions through CHESS. CDIs give a holder similar, but not identical, rights to a holder of Shares. The terms Shares and CDIs may be used interchangeably.

This announcement was authorised by Mr Craig Ransley, Executive Chairman of Mayur Resources Limited

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ABOUT MAYUR

Mayur Resources Limited is focused on the development of natural resources and renewable energy in Papua New Guinea. Our diversified asset portfolio spans iron sands, lime and cement, battery minerals and renewable power generation. Mayur also holds a 43% interest in copper gold explorer/developer Adyton Resources, a company listed on the TSX-V (TSXV:ADY).

Mayur’s strategy is to serve PNG and the wider Asia Pacific region’s path to decarbonisation by developing mineral projects that deliver higher quality, lower cost, and “net zero” inputs for the mining and construction industries, as well as constructing a renewable energy portfolio of solar, wind, geothermal, forestry carbon credit estates, and battery storage.

Mayur is committed to engaging with host communities throughout the lifecycle of its projects, as well as incorporating internationally recognised Environmental, Social and Governance (ESG) standards into its strategy and business practices.