

Castle Raises Funds to Advance Gold and Graphite Projects

- Firm commitments received from existing and new investors and Castle Directors to raise approximately \$580,000 (before costs).
- Proceeds will be used to advance Kapli Gold Project, where a 3,500m phased drilling programme is planned, the emerging Kambale Graphite Project and for general working capital.
- Directors to subscribe for \$115,000, subject to shareholder approval.

Castle Managing Director, Stephen Stone commented “Castle is planning a 28-hole, 3,500m RC drilling campaign at its Kpali Gold Project where there have been some excellent intercepts and it continues to advance its emerging Kambale Graphite Project where test work has shown that the graphite can be concentrated, highly purified and is suitable for use in electric vehicle and power storage lithium-ion battery manufacture. The funds raised will enable the Company to maintain the momentum at both projects which benefit from the synergy of being close together in Ghana’s Upper West Region.”

Capital Raising Overview

Castle Minerals Limited (ASX: CDT) (“Castle”, the “Company”) advises that it has received firm commitments from professional and sophisticated investors, as well as Directors and entities known to the Directors, to subscribe for 128,888,888 fully paid new ordinary shares in the Company (“Shares”) at an issue price of \$0.0045 per share to raise approximately \$580,000 before costs (“Placement”). Every two Shares subscribed for will entitle placees to subscribe for one unlisted option, exercisable at \$0.0075 each, which will expire on 20 July 2026 (“Options”).

The funds raised will be applied to a planned phased RC drilling campaign at the Kpali Gold Project, to advance the Kambale Graphite Project and for working capital.

Placement Details

The issue price under the Placement represents a 23.73% discount to the 15-day volume weighted average price on the ASX of \$0.0059 per share up to 14 June 2024. The New Shares will rank equally with Castle’s existing shares.

The Placement will be completed through the issue of 128,888,888 Shares to raise approximately \$580,000, together with a right to subscribe for one option for every two Shares subscribed for, involving the issue of up to 64,444,444 Options.

A total of 103,333,333 Shares will be issued under the Company’s existing capacity pursuant to ASX Listing Rule 7.1A and is expected to be settled on or around 24 June 2024. A further 25,555,555 Shares are to be taken up by Castle Directors, subject to shareholder approval.

The Share placement will be made without a prospectus in reliance on section 708A of the Corporations Act 2001 (Cth).

The Lead Manager will also receive 40,000,000 as part of its fees (see below). The Options are to be issued under the Company’s existing capacity under ASX Listing Rule 7.1 (51,666,666 Options to participants of the Placement and 40,000,000 Options to the Lead Manager). This excludes Options to be issued to Directors.

The Directors have provided commitments for \$115,000 worth of Shares under the Placement. The issue of 25,555,555 Shares and 12,777,777 Options to the Directors is subject to the receipt of shareholder approval, which is to be sought at the next general meeting planned to be held in early August 2024.

The offer and issue of all Options will be made under a prospectus lodged with ASX and ASIC on or about 25 June 2024.

Indicative Timetable

The timetable below is indicative only and subject to change. The Company reserves the right to alter the dates below in its full discretion without prior notice, subject to the ASX Listing Rules and the Corporations Act 2001 (Cth).

Action	Date
<ul style="list-style-type: none"> Trading Halt 	Monday, 17 June 2024
<ul style="list-style-type: none"> Announcement: Completion of Placement Resumption of trading 	Pre-market open Wednesday, 19 June 2024
<ul style="list-style-type: none"> Settlement of new Shares issued under the Placement (excludes Directors subscription¹) 	Monday, 24 June 2024
<ul style="list-style-type: none"> Allotment and normal trading of new Shares under the Placement (excludes Directors subscription¹) Lodgement of Prospectus Options offer opening date 	Tuesday, 25 June 2024
<ul style="list-style-type: none"> Options offer closing date (5.00pm WST) 	Tuesday, 2 July 2024
<ul style="list-style-type: none"> Allotment of new Options under the Placement (excludes Directors subscription¹) 	Thursday, 4 July 2024

¹ The issue of Shares and Options to Directors will only occur after the receipt of shareholder approval.

Lead Manager

Peak Asset Management acted as Lead Manager to the Placement. It will be paid a fee of six percent on the funds it has raised under the Placement and 40,000,000 Options.

180 Markets cornerstoned the Placement.

Authorised for release to ASX by the Board of Castle Minerals Limited:

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