

7 March 2022

Entitlements Issue Raises over \$621,000 & Shortfall Notification. Funds To Advance Exploration & Drilling Programs for Gold, Nickel and Lithium at Bullfinch North & Murchison Projects, WA

Enterprise Metals Limited (ASX: ENT) ("Enterprise" or "the Company") wishes to advise that the recent non-renounceable pro-rata Entitlements Issue to eligible shareholders of ordinary fully paid shares in the Company at an issue price of \$0.014 per share, and on the basis of one New Share for every 8 shares, held together with one free New Option for every three New Shares subscribed for, closed on 3 March 2022. The New Options have an exercise price of \$0.025 and a 2-year expiry date.

The Board advises that shareholders subscribed for a total of 44,387,923 New shares (inclusive of additional shares applied for) and 14,795,974 attaching new Options for a total of \$621,431. The Options will be exercisable at \$0.025 each on or before 10 March 2024.

The total New Shares to be issued is comprised of 24,162,828 Entitlement Shares and 20,225,095 additionally subscribed shares. The maximum number of eligible shares under the issue was 59,849,815, resulting in a shortfall of 15,461,892 shares. The quotation of New Shares and issue of Options is scheduled for 10 March 2022.

Given that the Company's largest shareholder, SinoTech Minerals holding 15% of shares prior to the entitlement issue (along with other overseas shareholders) were unable to participate in the Offer, the percentage uptake of the offer was approximately 74%.

In accordance with section 6.11 of the Offer Document dated 8 February 2022, the Company may, during the three month period following the Closing Date, place the **Shortfall Shares**.

Allocation of the Shortfall Shares will be at the discretion of the Board. In exercising this discretion, the Board will take into consideration a number of factors, including ensuring the Company has an appropriate and optimal shareholder base, which may be achieved through the introduction of new investors. The Board will have particular regard to ensuring the improved liquidity of the Company's Shares. Each of the Shortfall Shares will be issued on the same terms and conditions as the New Shares being offered under the Entitlement Offer (including the issue price).

Enterprise Chairman Allan Trench said – *"We appreciate the support of all shareholders in the raising which allows for our continued exploration activity for gold, nickel-copper and lithium at our Bullfinch North Project in the Southern Cross Greenstone Belt, and the recommencement of exploration at our Murchison Project in the Murchison Greenstone Belt of Western Australia"*.

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

For and on behalf of the Board



Chairman