Announcement Summary

Entity name

E2 METALS LIMITED

Announcement Type

New announcement

Date of this announcement

Tuesday May 26, 2020

The Proposed issue is:

☑ An offer of securities under a securities purchase plan

☑ A placement or other type of issue

Total number of +securities proposed to be issued for an offer of securities under a securities purchase plan

		Maximum Number of
ASX +Security Code	+Security Description	+securities to be issued

E2M ORDINARY FULLY PAID 6,000,000

+Record date

Monday May 25, 2020

Offer closing date

Friday June 26, 2020

+Issue date

Tuesday July 7, 2020

Total number of +securities proposed to be issued for a placement or other type of issue

		Maximum Number of
ASX +Security Code	+Security Description	+securities to be issued

E2M ORDINARY FULLY PAID 22,000,000

Proposed +issue date

Wednesday June 3, 2020

Refer to next page for full details of the announcement

Part 1 - Entity and announcement details

1.1 Name of +Entity

E2 METALS LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

1.2 Registered Number Type

Registration Number

ABN

34116865546

1.3 ASX issuer code

E2M

1.4 The announcement is

☑ New announcement

1.5 Date of this announcement

Tuesday May 26, 2020

1.6 The Proposed issue is:

☑ An offer of +securities under a +securities purchase plan

☑ A placement or other type of issue

Part 4 - Details of proposed offer under securities purchase plan

Part 4A - Conditions

4A.1 - Are any of the following approvals required for the offer of +securities under the +securities purchase plan issue to be unconditional?

- +Security holder approval
- Court approval
- Lodgement of court order with +ASIC
- ACCC approval
- FIRB approval
- Another approval/condition external to the entity

☑ No

Part 4B - Offer details

Class or classes of +securities that will participate in the proposed issue and class or classes of +securities proposed to be issued

ASX +Security Code and Description

E2M: ORDINARY FULLY PAID

Will the proposed issue of this +security include an offer of attaching +securities? ☑ No

Details of +securities proposed to be issued

ASX +Security Code and Description

E2M: ORDINARY FULLY PAID

Maximum Number of +securities proposed to be issued

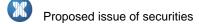
6,000,000

Minimum Number of +securities Maximum Number of proposed to be offered to each individual +security holder

+securities proposed to be offered to each individual +security holder

20,000

240,000



Minimum subscription \$
amount proposed to be offered
to each individual security
holder

Maximum subscription \$ amount proposed to be offered to each individual security holder

AUD 2,500 AUD 30,000

Purpose of the issue

The funds raised by the Company under the Placement and SPP will accelerate the emerging greenfields Conserrat gold and silver discovery, centred 20km along trend from AngloGold Ashanti¿s world-class Cerro Vanguardia mine (current & historical reserves of 8.9Moz Au, 137Moz Ag), located in the mining friendly Santa Cruz province of Argentina.

Offer price details for retail security holders

Issue Currency Offer Price per +security Estimated or Actual?

AUD - Australian Dollar AUD 0.12500

Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?

✓ Yes

Oversubscription & Scale back details

May a scale back be applied to this event?

✓ Yes

Provide the scale back details

In the event of a scale back, Eligible Shareholders' applications will be scaled back on a pro-rata basis using a consistent percentage across all applications.

Part 4C - Timetable

4C.1 Date of announcement of +security purchase plan

Tuesday May 26, 2020

4C.2 +Record date

Monday May 25, 2020

4C.3 Date on which offer documents will be made available to investors

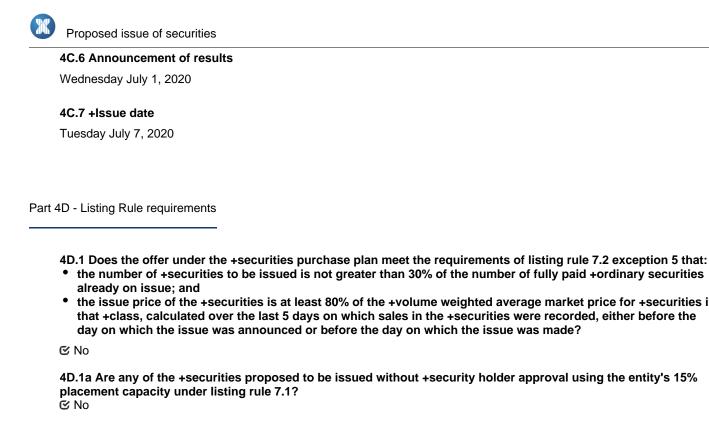
Friday June 5, 2020

4C.4 Offer open date

Friday June 5, 2020

4C.5 Offer closing date

Friday June 26, 2020



Part 4F - Further Information

4F.2 Countries in which the entity has security holders who will not be eligible to accept the proposed offer

The Offer will only be available to those residing in Australia and New Zealand.

4F.3 URL on the entity's website where investors can download information about the proposed offer

https://e2metals.com.au/

4F.4 Any other information the entity wishes to provide about the proposed offer

The proposed offer is being made in accordance with Resolution 1.2 of the Class Waiver Decision dated 31 March 2020.

Part 7 - Details of proposed placement or other issue

Part 7A - Conditions

7A.1 - Are any of the following approvals required for the placement or other type of issue?

- +Security holder approval
- Court approval
- Lodgement of court order with +ASIC
- ACCC approval
- FIRB approval
- Another approval/condition external to the entity

☑ No

Part 7B - Issue details

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

Existing class

Will the proposed issue of this +security include an offer of attaching +securities? ☑ No

Details of +securities proposed to be issued

ASX +Security Code and Description

E2M: ORDINARY FULLY PAID

Maximum Number of +securities proposed to be issued

22,000,000

Purpose of the issue

To accelerate the emerging greenfields Conserrat gold and silver discovery, centred 20km along trend from AngloGold Ashanti¿s world-class Cerro Vanguardia mine (current & historical reserves of 8.9Moz Au, 137Moz Ag), located in the mining friendly Santa Cruz province of Argentina.

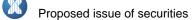
Offer price details for retail security holders

In what currency is the cash consideration being paid?

What is the issue price per +security?

AUD - Australian Dollar

AUD 0.12500



Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?
☑ Yes

Oversubscription & Scale back details

May a scale back be applied to this event?

⊗ No

Part 7C - Timetable

7C.1 Proposed +issue date

Wednesday June 3, 2020

Part 7D - Listing Rule requirements

7D.1 Has the entity obtained, or is it obtaining, +security holder approval for the issue under listing rule 7.1?

⊗ No

7D.1b Are any of the +securities proposed to be issued without +security holder approval using the entity's 15% placement capacity under listing rule 7.1?

✓ Yes

7D.1b (i) How many +securities are proposed to be issued without security holder approval using the entity's 15% placement capacity under listing rule 7.1?

13,780,467 fully paid ordinary shares to be issued under the listing rule 7.1.

8,219,533 fully paid ordinary shares to be issued under the Class Waiver 'Temporary Extra Placement Capacity'

7D.1c Are any of the +securities proposed to be issued without +security holder approval using the entity's additional 10% placement capacity under listing rule 7.1A (if applicable)?

⊗ No

7D.2 Is a party referred to in listing rule 10.11.1 participating in the proposed issue?

⊗ No

7D.3 Will any of the +securities to be issued be +restricted securities for the purposes of the listing rules?
⊗ No

7D.4 Will any of the +securities to be issued be subject to +voluntary escrow?
⊗ No

Part 7E - Fees and expenses

7E.1 Will there be a lead manager	or broker to the proposed issue?
C No	

7E.2 Is the proposed issue to be underwritten? $\ensuremath{\mathfrak{C}}$ No

7E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed issue

Part 7F - Further Information

7F.1 Will the entity be changing its dividend/distribution policy if the proposed issue proceeds? $\ensuremath{\mathfrak{C}}$ No

7F.2 Any other information the entity wishes to provide about the proposed issue

13,780,467 fully paid ordinary shares to be issued under the listing rule 7.1.

8,219,533 fully paid ordinary shares to be issued under the Class Waiver 'Temporary Extra Placement Capacity'