

\$2.1m Placement & Equinox Share Sale Completed

The Board of Cazaly Resources Limited (**ASX: CAZ**) ("Cazaly" or "the Company") is pleased to announce the completion of an oversubscribed placement to professional and sophisticated investors to raise gross proceeds of \$2,089,000 at an issue price of \$0.03 per share. A total of 69,633,333 fully paid ordinary shares will be issued from the Company's available capacity under ASX Listing Rules 7.1 and 7.1A.

Commensurate with the placement, during the trading halt, the Company received and subsequently accepted a compelling offer (from Kobala Investments Pty Ltd) ("Kobala") for the purchase of its 15 million shares in Equinox Resources Ltd (ASX:EQN). Under the terms of the agreement, Kobala and the Company have agreed on a settlement date on or before 7 January 2024 for net proceeds of \$2,153,250. The Company has undertaken its financial and other due diligence on Kobala and the transaction is mandated by a broker (Sixty Two Capital). The Company retains its royalty on all future production from the Hamersley Iron Ore project of \$US0.30/tonne. The placement, EQN share sale proceeds and the Company's existing cash reserves will be used to advance its exploration activities at its lithium and REE projects in Canada, Namibia and Australia as well as working capital. Cazaly will also continue exploring other resource opportunities in leading mining jurisdictions.

Barclay Wells was appointed the Lead Manager to the placement and is entitled to a 6% fee on gross proceeds received and the issue of 5 million unquoted CAZ options exercisable within three years at an exercise price of \$0.045. Canaccord Genuity (Australia) Ltd was appointed as Co Lead Manager.

It should be noted that a Cazaly Non-Executive Director, Mr Terry Gardiner, is an executive director of Barclay Wells. Mr Gardiner will also be participating in the placement and the issue of any fully paid ordinary shares to Mr Gardiner will require prior shareholder approval.

The Company's Managing Director, Tara French said *"This capital raising and the opportune sale of the Equinox holding puts the Company in a very strong position to accelerate its work ,on key lithium and rare earth assets. Cazaly's pipeline of exciting critical mineral projects present excellent opportunities for new discoveries to create value for our shareholders. We very much appreciate the support of all new and long standing shareholders and I look forward to keeping the market updated with our progress."*

For and on behalf of the Cazaly Board

For further information please contact:

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