

Company Announcement September 26, 2022

Update on Arbitration concerning the Kvanefjeld Project in Greenland

- **The Arbitration Tribunal has declined to grant the interim orders that the Company requested against the Greenland Government**
- **The Tribunal ruled that the requested interim orders would no longer serve their purpose of maintaining the status quo because the Greenland Government has already issued a draft decision rejecting the Company's exploitation licence application for Kvanefjeld**
- **The Tribunal made no findings on any other aspects of the Company's case against the governments of Greenland and Denmark**
- **The Company will continue to seek appropriate remedies in the Arbitration**

Greenland Minerals Limited ('GGG' or 'the Company') advises the Arbitration Tribunal has issued an Interim Award dismissing the Company's request for interim measures against the Greenland Government to maintain the status quo and ensure that the legal process for determination of the Company's exploitation licence application is respected while the arbitration is ongoing in Copenhagen.

As previously announced, the Company submitted its application for interim measures on 24 June 2022 ('IM Application'), after the Company received notification from the Greenland Government that it would proceed to decide the Company's longstanding application for an exploitation licence in respect of the Kvanefjeld Project. Amongst other things, the IM Application sought to restrain the Greenland Government from issuing a final decision on the Company's exploitation licence application until the arbitration is concluded and to ensure the Company's continued title to the exploration licence EL2020-02.

On 22 July 2022, the Greenland Government issued a Draft Decision proposing to reject the Company's exploitation licence application on the basis of the so-called 'Uranium Act' of 1 December 2021. After the Draft Decision was issued, the Company provided its preliminary comments (within the 4-week period of consultation stipulated by the Greenland Government) and requested an extension of time and access to the file containing all relevant material upon which the Draft Decision is based. See the Company's announcements of 26 July 2022 and 31 August 2022. The Company is yet to receive any response to these requests.

In its Interim Award of, the Tribunal declined the Company's IM Application on the basis that:

'Naalakkersuisut [the Greenland Government], has already made a draft decision to this effect on 22 July 2022 [rejecting the exploitation licence application], and this draft decision has been publicized. In the Tribunal's view, interim measures of the nature sought by Claimant generally only serve a purpose if it is possible to "freeze" a situation to maintain the status quo. In this case, the decision that the Claimant seeks to prevent by its Application has effectively already been taken, albeit in a draft form, and is in the public domain.'

The Company notes that it previously requested a temporary order to restrain the Greenland Government from issuing the Draft Decision, but this temporary order was declined by the Tribunal, in a majority decision dated 21 July 2022 (one of the three arbitrators disagreed with the majority and said the temporary order should be granted).

The Arbitration Tribunal made no findings in its Interim Award on any other aspects of the Company's case against the governments of Greenland and Denmark. However, the Tribunal did note that, at the hearing in Copenhagen on 7 September 2022, the legal representative of the Greenland Government '*made a declaration for the eventuality that a court or an arbitral tribunal may later find, in a final and binding decision, that the Claimant was indeed entitled to the Exploitation Licence on the basis of the Exploration Licence it had at the time*'. The Interim Award also notes statements by the Greenland Government at the hearing that the Company's application for extension of the exploration licence for the Kvanefjeld Project is currently being processed, that:

"The Greenlandic Government is processing the [exploration licence] extension right now. There is no indication that the Greenlandic Government will deny Claimant its application."

The Company has since written to the Greenland Government, seeking confirmation that the exploration licence extension will be granted and noting these and other statements made by the Greenland Government at the hearing in Copenhagen.

Finally, the Company notes that the Interim Award does not lift the Tribunal's previous recommendation that the parties refrain from taking any action that would aggravate the dispute. This recommendation was first made by the Tribunal on 28 June 2022 and then affirmed on 22 August 2022. Given that the Tribunal has said that this recommendation '*stands until the Tribunal may decide otherwise*', the Company understands that it remains in effect.

Nevertheless, based on the clear statements of intention that the Greenland Government has made, the Company anticipates that the Greenland Government will soon issue a final decision rejecting the Company's exploitation licence application. The Company will provide a further update if and when this occurs.

Authorised for release by the Board of Greenland Minerals Limited.

-ENDS-

ABOUT GREENLAND MINERALS LTD.

Greenland Minerals Ltd (ASX: GGG) is an exploration and development company focused on developing high-quality mineral projects in Greenland. The Company's flagship project is the Kvanefjeld Rare Earth Project. A pre-feasibility study was finalised in 2012, and a comprehensive feasibility study was completed in 2015 and updated following pilot plant operations in 2016. The studies demonstrated the unique and highly advantageous strengths of the Kvanefjeld Project and outlined the potential for Kvanefjeld to be developed as a long-life, low cost, and large-scale producer of rare earth elements; key enablers to the electrification of transport systems.

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Greenland Minerals Ltd will continue to advance the Kvanefjeld project in a manner that is in accord with both Greenlandic Government and local community expectations, and looks forward to being part of continued stakeholder discussions on the social and economic benefits associated with the development of the Kvanefjeld Project.
