

9 June 2021

### **WAIVER OF ASX LISTING RULE 1.1 CONDITION 12**

The ASX granted Lunnon Metals Limited (ACN 600 008 848) (**Company**) a waiver from ASX Listing Rule 1.1 Condition 12 on the following terms.

#### **Waiver Decision**

Based solely on the information provided and subject to resolution 2, ASX Limited ('ASX') grant Lunnon Metals Limited (the 'Company') a waiver from Listing Rule 1.1 Condition 12 to the extent necessary to permit the company to have on issue 3,875,000 options with an exercise price of less than \$0.20 on the condition that the material terms of the options are clearly disclosed in the Company's initial public offering prospectus.

Resolution 1 applies only to 16 July 2021 and is subject to any amendments to the Listing Rules or changes in the interpretation or administration of the Listing Rules and policies of the ASX.

ASX has considered Listing Rule 1.1 condition 12 only and makes no statement as to the Company's compliance with other listing rules.

#### **Basis for Waiver Decision**

##### **Listing Rule 1.1 condition 12**

If an entity seeking admission to the official list has options or performance rights on issue, the exercise price for each underlying security must be at least 20 cents in cash. This rule supports listing rule 2.1 condition 2 which requires the issue price or sale price of all the securities for which an entity is seeking quotation (except options) upon admission to the official list to be at least 20 cents in cash. These requirements together support the integrity of the ASX market, as they demonstrate that the entity's ordinary securities have a minimum value suitable for a listed.

#### **Facts and Reasons for granting**

The Company has applied for admission to the official list of ASX. The Company will have on issue options with an exercise price less than 20 cents. The options in aggregate represent 2.7% of the undiluted total issued capital of the Company at the time of listing based on minimum subscription. The waiver is granted on the basis the number of options on a post admission basis is not considered material and therefore their existence will not undermine the integrity of the 20 cent rule. A summary of the material terms and conditions of the options is clearly disclosed in the Company's initial public offering prospectus.