CHILWA MINERALS

ASX ANNOUNCEMENT

4 November 2024

STRONG DEMAND FOR SPP, APPLICATIONS SCALED BACK

KEY POINTS

- **Chilwa invited eligible shareholders to participate in the $0.5 million Share Purchase Plan, with the opportunity to subscribe for up to $30,000 of additional Chilwa shares at $0.86 per share, the same price as the recent $6 million private placement.**

- **Valid applications were received for ~$1.4 million worth of new shares, almost three times the amount sought.**

- **The company has decided to increase the Share Purchase Plan by $200,000 to $700,000 to ensure all applicants receive an allotment. All valid applications will receive a minimum allocation of $1000 worth of shares, with a scale-back for applications above this level.**

- **Excess application monies of $0.7 million resulting from the scale back, as well as any invalid applications will be refunded to applicants.**

OVERVIEW

Chilwa Minerals Limited (ASX: CHW) ("**Chilwa**" or "**the "Company**") is pleased to announce the results of the Share Purchase Plan ("**SPP**") announced on 15 October 2024, where the Company sought to raise $0.5 million at $0.86 per share, the same price as the recent private placement.

The Company advises that the SPP closed oversubscribed on 30 October 2024, with valid applications totalling approximately $1.4m, significantly above the original target of $0.5m.

In accordance with the terms and conditions of the SPP, the Directors have elected to accept $0.5m and have scaled back acceptances of approximately $0.9m. In determining the scale-back methodology, the Directors have had regard to each shareholder's shareholding as of the record date and then applied a scale-back above the minimum allocation of $1,000. All valid applications will receive an allocation of a minimum of $1,000 worth of shares, including those shareholders holding a very small number of shares. The Company anticipates 813,953 Ordinary shares will be issued pursuant to the SPP on Tuesday 5th November 2024.

Excess application monies of approximately $0.7m resulting from the scale back and any invalid applications will be refunded to applicants without interest and are expected to be processed by the Company's share registry, Automic Group, on or about 6 November 2024. If shareholders have not provided their nominated bank account details, their refund will be made via cheque, mailed in the post to the relevant registered address on the Company's share register. Trading of the new Shares on ASX is expected to commence on or before 6 November 2024.

CHW is also pleased to confirm that a general meeting of shareholders to approve director participation in the private placement, announced on 15 October 2024, is planned for mid-December 2024.

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If you have any questions in relation to the SPP, please contact Automic on 1300 288 664 (for callers within Australia) or +61 2 9698 5414 (for callers outside Australia) at any time between 8:30 am and 5:00 pm (Sydney time) on Monday to Friday.

Chilwa Minerals' Managing Director, Cadell Buss, commented:

"We are very grateful for the ongoing support we receive from our shareholders and the SPP is another example of this, with a significant number of shareholders from the IPO in 2023 participating.

The slight increase of $200,000 was to ensure that all our loyal shareholders wishing to participate were able to do so.

"Coupled with the $6 million raised in the private placement, Chilwa is well funded to accelerate exploration of the Chilwa Critical Minerals Project in Malawi, with dedicated exploration streams for mineral sands and rare earths.

"We look forward to updating the market with results over the coming year."

AUTHORISATION STATEMENT

This update has been authorised to be given to ASX by the Managing Director of Chilwa Minerals Limited

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ABOUT CHILWA MINERALS

Chilwa Minerals Limited (ASX:CHW) is exploring the Lake Chilwa mineral system in southern Malawi.

The Lake Chilwa Project hosts significant mineral sands mineralisation, with sonic drilling underway to expand and increase the quality of the existing mineral resources.

Since listing, drilling at Mposa has intersected thicker sequences with higher grades, with a high-quality assemblage of value minerals.

Rare earth mineralisation has also been identified within the clay profile, with a dedicated team recruited to assess the REE potential of the Project, which is located in an area of well-known carbonatite-hosted REE mineralisation.