



25 November 2020

ASX Announcement

Placement and SPP Raise \$5.4 Million

Highlights

- **Company receives binding commitments under a Placement to raise \$2.6 million from professional and sophisticated investors.**
- **The Placement complements the well supported Share Purchase Plan, which raised \$2.8 million**
- **Strong support from Directors and Officers who have committed to \$335,000 of the Placement**
- **Marenica fully funded to undertake its aggressive exploration and development programs for at least 18 months**

Marenica Energy Limited (ASX: MEY) (“Marenica” or “the Company”) is pleased to advise that it has received binding commitments from professional and sophisticated investors under a placement to raise a total of \$2.6 million (before costs) (“Placement”).

The Placement will be completed in two tranches as further described below.

Under the Placement, the Company will issue a total of 29,545,454 fully paid ordinary shares at an issue price of 8.8 cents per share (“Share”), being the same share price as in the recently completed Share Purchase Plan (“SPP”). The issue price per Share is at a discount of 8.01% to the 15-day VWAP as of 24 November 2020.

As announced on 20 November 2020, the Company’s recently completed SPP raised \$2.8 million (before costs). The aggregate amount to be raised under the Placement (subject to various shareholder approvals as further detailed below) and the SPP, will be \$5.4 million. As a result, the Company is in its strongest funding position since pre-Fukushima.

Viriathus Capital and Cumulus Wealth are joint lead managers to the Placement.

In the first tranche of the Placement, the Company will issue 25,568,182 Shares at an issue price of 8.8 cents per Share, to raise \$2,250,000 before costs (“Tranche 1”).

In the second tranche of the Placement, the Company will, subject to receiving shareholder approval at a meeting of shareholders (“Shareholder Meeting”), issue 3,977,272 Shares at an issue price of 8.8 cents per Share, to raise \$350,000 before costs (“Tranche 2”).

Included in Tranche 2 of the Placement, directors and officers of the Company have committed to subscribe for 3,806,818 Shares, to raise \$335,000, before costs (“Director Placement Shares”).

Marenica Managing Director, Murray Hill, commented: *“We appreciate the support of shareholders in the SPP and from new and existing investors in the Placement, which combined raised \$5.4 million, before costs. This capital raising provides Marenica with a very strong funding position to increase exploration activities on its extensive uranium tenement package in Namibia and on activities to add significant value to the Australian uranium assets. These activities can be undertaken with the knowledge that the Company is fully funded to undertake the proposed activities for at least the next 18 months.”*

Further Details of the Placement

In Tranche 1 of the Placement, the Company will place 21,504,810 Shares using the Company’s placement capacity under ASX Listing Rule 7.1 and 4,063,372 Shares using the Company’s placement capacity under ASX Listing Rule 7.1A.

As set out above, the issue of Shares under Tranche 2 of the Placement, which includes the issue of Director Placement Shares, are subject to shareholder approval at the Shareholder Meeting. The issue of Shares under Tranche 2 and the Director Placement Shares will occur as soon as practicable after shareholder approval at the Shareholder Meeting. The Company intends to convene the Shareholder Meeting as soon as practical.

Shares issued under the Placement will rank equally in all respects with existing Marenica fully paid ordinary shares. Following completion of the Placement (assuming shareholders approve the issue of Shares under Tranche 2, which includes the Director Placement Shares) the Company expects to issue 29,545,454 new Shares, increasing the total shares on issue to 204,571,470.

The funds to be raised under the SPP and Placement are intended to be used to fund exploration and development activities on the Company’s assets.

Viriathus Capital and Cumulus Wealth (or their nominees) will be paid a fee of six percent on the funds raised under the Placement.

The Company expects to issue the new Shares under Tranche 1 of the Placement on 27 November 2020.

Voluntary Suspension

The Company requests that the voluntary suspension in the Company’s securities be lifted forthwith.

Approval

This announcement has been approved by the Board of Directors.

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