



CHALKOS METALS UPDATE TO SHAREHOLDERS

8 September 2022

Chalkos Metals Ltd

Directors & Management

Matthew Pustahya

Non-Executive Director

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Non-Executive Director

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BACKGROUND

As recently advised Chalkos Metals were unsuccessful in raising \$6m in the last attempt for IPO. The proposed supplementary prospectus and restructure by the last board were considered not in the best interest of all shareholders in the current market. A new board was implemented and are now working towards a restructure, name change and updated documents to ensure a successful IPO in late 2022 or early 2023.

CURRENT OPERATIONS & PROGRESS

The board are happy with our current progress to be able to deliver a successful IPO in either late 2022 or early 2023. We are currently liaising with all the essential ground operations participants in conjunction with a financial review to ensure a successful IPO & that field work programs are met during 2023. Continuation of drilling & exploration activities during early 2023 is a top priority. The team has been working on the below.

- The team have instructed ALS laboratories to assay the first batch of Drill core from the Bambino drillhole. The assays are underway with results expected within three weeks from this update. We are confident they will provide proof of concept over the gravity anomaly at Bambino.
- The team have been working on updating pertinent documents for the revised prospectus aiming to achieve final draft by the first week of December 2022.
- The current board have been compiling a short list of potential new board members to ensure a successful pre and post IPO.
- The team have discussed a restructure for Chalkos Limited which will be presented in due course. The restructure will have to be voted in by shareholders via resolution.
- The team have been in communication with liability holders due to incurred cost overruns left by the previous board, verbal and written agreements have been reached mutually on acceptable payment plans and or payment times.
- The team is currently in discussions with a large east coast-based brokerage firm to act as Chalkos Metals corporate advisor to assist delivering a successful IPO in early late 2022 or 2023.
- The team are currently working with the company auditor to deliver & complete the annual accounts by early to mid-October 2022.
- The Team is working with Mining Insights on an updated IGR with the goal of upgrading the current Uranium JORC 2004 to the current JORC 2012 standard and to also include bambino results.
- The board has reviewed the Chalkos Metals company name, we believe the company needs a rebrand and suggest a name change to Mount Isa Minerals. The new company name will need to be voted in by shareholders via resolution.
- Sent a team to Mount Isa to meet potential partners with the aim of funding, JV, or other agreement for other non-core Minerals such as High Purity Quartz.
- The Team has started the process of evaluating the Copper Oxides, which are present throughout Chalkos Metals tenement packages.

PATH FORWARD, FUNDING, AND IPO TIMING

The Chalkos board expects funding arrangements to be completed over the next few weeks to cover current liabilities and provide working capital to advance its IPO. The working capital will be used to update the IGR, pay for the audit of the annual accounts, and update the IPO Prospectus.

The timing of the IPO is dependent on how quickly the annual accounts can be audited and a new lead manager appointed. The Company may wait until after November 30th, when Viridian Capital's lead manager mandate would have lapsed, before signing a new lead manager to market the project and deliver a successful IPO.

This Announcement has been approved for release by the Board of Directors

For Further information please contact Admin@chalkosmetals.com.au