## **Announcement Summary**

## **Entity name**

**EASTERN IRON LIMITED** 

## **Announcement Type**

New announcement

#### Date of this announcement

Monday February 1, 2021

# The Proposed issue is:

## Total number of +securities proposed to be issued for a placement or other type of issue

ASX +security code	+Security description	Maximum Number of +securities to be issued
n/a	Options exercisable at \$0.012 each on or before 31 January 2023.	31,250,000
EFE	ORDINARY FULLY PAID	62,500,000

## Proposed +issue date

Monday February 8, 2021

Refer to next page for full details of the announcement

## Part 1 - Entity and announcement details

#### 1.1 Name of +Entity

EASTERN IRON LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

## 1.2 Registered Number Type

**Registration Number** 

ACN

126678037

1.3 ASX issuer code

**EFE** 

1.4 The announcement is

#### 1.5 Date of this announcement

Monday February 1, 2021

#### 1.6 The Proposed issue is:

☑ A placement or other type of issue

## Part 7 - Details of proposed placement or other issue

#### Part 7A - Conditions

#### 7A.1 - Are any of the following approvals required for the placement or other type of issue?

- +Security holder approval
- Court approval
- Lodgement of court order with +ASIC
- ACCC approval
- FIRB approval
- Another approval/condition external to the entity

Yes

7A.1a Conditions

Approval/Condition	Date for determination	Is the date estimated or actual?	** Approval received/condition met?
+Security holder approval	Tuesday March 16, 2021		
recounty mender approval		☑ Estimated	No

#### Comments

Securityholder approval is required for attaching options only. Shares will be issued using the the Company's LR 7.1 15% placement capacity.

## Part 7B - Issue details

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

Existing class

Will the proposed issue of this +security include an offer of attaching +securities? ☑ Yes

Details of +securities proposed to be issued

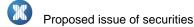
## ASX +security code and description

**EFE: ORDINARY FULLY PAID** 

Number of +securities proposed to be issued

62,500,000

# Offer price details



Are the +securities proposed to be issued being issued for a cash consideration?

✓ Yes

In what currency is the cash consideration being paid?

What is the issue price per

+security?

AUD - Australian Dollar

AUD 0.00800

Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class? 

✓ Yes

Attaching +Security

Is the proposed attaching security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional +securities in a class that is already quoted or recorded by ASX)?

© New class

Attaching +Security - New class (+securities in a class that is not yet quoted or recorded by ASX)

Details of attaching +securities proposed to be issued

ISIN Code (if Issuer is a foreign company and +securities are non CDIs)

Have you received confirmation from ASX that the terms of the proposed +securities are appropriate and equitable under listing rule 6.1?

☑ No

Have you received confirmation from ASX that the terms Will the entity be seeking quotation of the 'new' class of of the proposed +securities are appropriate and +securities on ASX?

✓ No

ASX +security code

+Security description

New class-code to be confirmed

Options exercisable at \$0.012 each on or before 31 January 2023.

+Security type

**Options** 

Number of +securities proposed to be issued

31,250,000

Offer price details

Are the +securities proposed to be issued being issued for a cash consideration?  $\ensuremath{\mathfrak{C}}$  No

Please describe the consideration being provided for the +securities

Nil.



Proposed issue of securities

Please provide an estimate of the AUD equivalent of the consideration being provided for the +securities 0.000100

Will all the +securities issued in this class rank equally in all respects from their issue date? (% Yes

Options details

#### +Security currency

AUD - Australian Dollar

**Exercise price** 

**Expiry date** 

AUD 0.0120

Tuesday January 31, 2023

Details of the type of +security that will be issued if the option is exercised

**EFE: ORDINARY FULLY PAID** 

Number of securities that will be issued if the option is exercised

31250000

Please provide a URL link for a document lodged with ASX setting out the material terms of the +securities proposed to be issued or provide the information by separate announcement.

See ASX announcement accompanying this 3B.

Part 7C - Timetable

#### 7C.1 Proposed +issue date

Monday February 8, 2021

Part 7D - Listing Rule requirements

7D.1 Has the entity obtained, or is it obtaining, +security holder approval for the entire issue under listing rule 7.1? 
☑ No

7D.1b Are any of the +securities proposed to be issued without +security holder approval using the entity's 15% placement capacity under listing rule 7.1? 

☑ Yes

7D.1b (i) How many +securities are proposed to be issued without security holder approval using the entity's 15% placement capacity under listing rule 7.1?

62,500,000 fully paid ordinary shares.

7D.1c Are any of the +securities proposed to be issued without +security holder approval using the entity's additional 10% placement capacity under listing rule 7.1A (if applicable)? 
☑ No

7D.2 Is a party referred to in listing rule 10.11 participating in the proposed issue? 

⊗ No

7D.3 Will any of the +securities to be issued be +restricted securities for the purposes of the listing rules? 
☑ No

7D.4 Will any of the +securities to be issued be subject to +voluntary escrow? 

✓ No

Part 7E - Fees and expenses

7E.1 Will there be a lead manager or broker to the proposed issue? 

✓ Yes

#### 7E.1a Who is the lead manager/broker?

CPS Capital Group Pty Ltd; and First Growth Advisory Pty Ltd (Jointly).

#### 7E.1b What fee, commission or other consideration is payable to them for acting as lead manager/broker?

Management Fee of 1% plus GST Placing Fee of 5% plus GST

**7E.2** Is the proposed issue to be underwritten? 
⊗ No

## 7E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed issue

Nil

Part 7F - Further Information

## 7F.01 The purpose(s) for which the entity is issuing the securities

Work plan at the Nowa Nowa Iron Project;

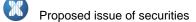
Exploration expenditure for the Nowa Nowa Copper Project;

Repayment of existing creditors;

Costs of the offer; and

Working capital.

# 7F.1 Will the entity be changing its dividend/distribution policy if the proposed issue proceeds? ⊗ No



## 7F.2 Any other information the entity wishes to provide about the proposed issue

Share placement will be made to sophisticated and professional investors using the Company's LR7.1 15% issue capacity and will be issued on 8 February 2021.

Attaching Option issue is subject to shareholder approval and will be issued following shareholders meeting expected to be held 16 March 2021.