

ASX RELEASE: 24 March 2020

Company Update

Metalicity Limited (ASX:MCT) (“MCT”) announces with respect to Board Remuneration and Executive Salaries effective immediately:

- Non-Executive Chairman, Mathew Longworth and Non-Executive Director, Andrew Daley will be deferring fees for their services to Metalicity until general market conditions improve.
 - Both have expressed a desire to seek shareholder approval at the next General Meeting to convert accrued fees into Metalicity shares.
- Managing Director and CEO, Jason Livingstone and Finance Director, Justin Barton will reduce and accrue their salaries to 25% until general market conditions improve.
 - Jason and Justin have expressed a desire to seek at the next Annual General Meeting to convert accrued fees into Metalicity shares subject to shareholder approval.

In addition, Metalicity Directors only received 50% of their fees and salary whilst the Managing Director only received 25% of his fees for March. The finalisation of mechanism for conversion of accrued salaries and fees is ongoing and will be presented in the notice of meeting.

Metalicity is making prudent measures to ensure that the Company is well positioned to excel when market conditions improve.

Regarding Kimberley Mining and the Admiral Bay Asset, and Metalicity’s circa 80.3% holding, whilst the Company has stated that the asset is on “care and maintenance”, Metalicity has been engaging numerous entities to affect a deal. The Company is working to monetise our holding in Kimberly Mining and have made it publicly known that the Company is looking to concentrate on the Kookynie and Yundamindra Gold Projects, and the Admiral Bay Project is no longer core business. Therefore, Metalicity is looking for suitable purchasers to discuss the Admiral Bay asset and our holding in Kimberly Mining that may also be beneficial for minority Kimberley Mining holders too.

This announcement has been approved by the Jason Livingstone – Managing Director & CEO.

ENQUIRIES

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Forward Looking Statements

This announcement may contain certain “forward-looking statements” which may not have been based solely on historical facts, but rather may be based on the Company’s current expectations about future events and results. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have reasonable basis. However, forward-looking statements:

(a) are necessarily based upon a number of estimates and assumptions that, while considered reasonable by the Company, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies;

(b) involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements. Such risks include, without limitation, resource risk, metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks in the countries and states in which the Company operates or supplies or sells product to, and governmental regulation and judicial outcomes; and

(c) may include, among other things, statements regarding estimates and assumptions in respect of prices, costs, results and capital expenditure, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions. The words “believe”, “expect”, “anticipate”, “indicate”, “contemplate”, “target”, “plan”, “intends”, “continue”, “budget”, “estimate”, “may”, “will”, “schedule” and similar expressions identify forward-looking statements.

All forward-looking statements contained in this presentation are qualified by the foregoing cautionary statements. Recipients are cautioned that forward-looking statements are not guarantees of future performance and accordingly recipients are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein.

The Company disclaims any intent or obligation to publicly update any forward-looking statements, whether as a result of new information, future events or results or otherwise.