



Andromeda Metals Limited ASX: ADN ASX Announcement

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Credit Approved A\$75 million Debt Facility

- **Merricks Capital has confirmed credit approval for a A\$75 million debt facility to support the development of its Great White Project**
- **Negotiation of binding financing documentation underway**

Andromeda Metals Limited (ASX: **ADN**) (**Andromeda**, the **Company**) is pleased to announce that Merricks Capital has confirmed credit approval for a A\$75 million debt facility (**Facility**) to support the development of its Great White Project (**Project**).

- Amount of A\$75 million includes principal, capitalised interest and fees, cash reserving requirements and a cost overrun tranche.
- Tenor of 78 months, with scheduled amortisation beginning after a 12 months grace period following the completion of Project development, and ending at maturity with a 50% bullet repayment.
- Security and covenant package customary for a facility of this nature.

Terms are further outlined in Schedule 1 (subject to confidentiality requirements).

Credit approval for the Facility follows a period of extensive due diligence conducted by Merricks Capital on the technical, financial, legal, market, environment and social aspects of the Project.

Pareto Securities acted as financial advisor for the transaction.

Andromeda and Merricks Capital are now focused on finalising the binding financing documentation for the Debt Facility¹, leading to execution and first drawdown. Completion (**Financial Close**) will be subject to customary conditions precedent for a facility of this nature, including the Company securing the necessary balance of funding to support a final investment decision for the Stage 1A+ development of the Project.

Sarah Clarke, Andromeda's Acting Chief Executive Officer said:

"Receiving confirmation from Merricks Capital that the proposed facility is credit approved, following extensive due diligence, represents a significant milestone in the financing of Stage 1A+ of the Great White Project."

"This outcome is a strong endorsement of the project's quality and a testament to the team's dedication, expertise and commitment to delivering an investment ready project."

"With this momentum, we continue to pursue the balance of funding opportunities to support a final investment decision, with due diligence continuing with a select number of capital providers."

¹ Refer ADN ASX dated 31 March 2025 titled *Andromeda enters into exclusive negotiations for debt financing*.



This announcement has been approved for release by the Board of Andromeda Metals Limited.

Schedule 1 – Terms of the Merricks Capital Debt Facility¹

| | |
|-----------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Borrower | Andromeda Industrial Minerals Pty Ltd |
| Amount | A\$75 million, including principal, capitalised interest and fees, cash reserving requirements and a cost overrun tranche. |
| Tenor | 78 months from Financial Close. |
| Security | Comprehensive senior security package over assets and rights of the Project and all relevant entities. |
| Availability | The Facility is drawn down in stages with interest payable on the amounts drawn and an undrawn line fee payable on undrawn funds in the availability period. |
| Amortisation | 12 months grace period following completion of Project development, followed by a fixed repayment schedule with a 50% bullet at maturity. |
| Warrants | Subject to Financial Close and any necessary shareholder approvals, Merricks Capital will be issued 400,000,000 equity warrants with an exercise price at a 10% premium to the price paid for any shares issued as part of the balance of development funding; and with expiry set to final repayment of the Facility. |
| Conditions Precedent to Drawdown | As are customary for a facility of this nature, including but not limited to, completion of security documentation, Andromeda's contribution of the balance of funding for the Project equity and satisfaction of cost to complete test for each drawdown. |
| Financial Covenants | As are customary for a loan facility of this nature, comprising a Debt Service Cover Ratio, Loan Life Cover Ratio, Project Life Cover Ratio and minimum unrestricted cash balance requirement. |

¹ Subject to negotiation of binding financing documentation

For more information about the Company and its projects, please visit our website, www.andromet.com.au or contact:

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