



# Aeon Metals Limited

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**ASX Code - AML**

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Market Announcements Office  
Australian Securities Exchange  
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Sydney NSW 2000

## **Loan Extension Agreed with OCP Asia Group**

Aeon Metals Limited (“Aeon” or “the Company”) is pleased to advise that it has reached agreement to extend the repayment date of its debt to the OCP Asia Group (“OCP”) by a further 2 years out until December 2019. Debt of \$27.68 million (plus capitalised interest) was due for repayment on 17 December 2017.

The 2 year extension to the loan gives Aeon an outstanding opportunity to continue to develop the Walford Creek project with a focus now on the extension drilling for the Vardy Zone whilst also continuing to work on unlocking the exciting large Global Cobalt Roasting opportunity.

The parties have also agreed that Aeon will have the right to sell down up to an aggregate 49% interest in the Walford Creek project to third parties at a minimum price of \$1 million per percentage point provided the proceeds of such sale are used to repay debt to OCP.

OCP holds 63,251,107 warrants each exercisable at 15.79 cents and expiring on 17 June 2017 (“2014 Warrants”) and 73,000,000 warrants each exercisable at 9.35 cents and expiring on 17 December 2017 (“2015 Warrants”). OCP has advised the Company that its intention is not to exercise the 63,251,107 2014 Warrants.

In consideration of the extension of the debt out to December 2019, the Company has agreed;

- (a) subject to shareholder approval, to issue to OCP 85 million warrants each expiring on 17 December 2019 (“2017 Warrants”) and exercisable at 16 cents except that, if the Company issues or agrees to issue shares before it issues a Notice of Meeting to seek approval for the issue of the 2017 Warrants, then the exercise price of the 2017 Warrants will be the issue price of such shares. As with the 2014 and 2015 Warrants, shareholders will also be asked to give approval under Section 611(7) of the Corporations Act so that any or all of the 2017 Warrants can be exercised at any time notwithstanding the OCP’s holding of more than 20% of the Company’s issued shares; and
- (b) upon any repayment of the debt before the first anniversary of the amendment of the relevant note terms to give effect to the extension, the Company will pay interest up to that first anniversary.

The extension agreement is subject to completion of final documentation and necessary shareholder approvals which will be sought at a meeting currently expected to be convened in July 2017.

Further Information,

Hamish Collins  
**Managing Director**

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