

## Corporate Update

Alvo Minerals Limited (ASX: ALV) (“Alvo” or the “Company”) advises that the non-binding letter of intent<sup>1</sup> with Pan American Silver Corp. to acquire 100% of the Lavra Velha Gold Project (**Proposed Transaction**), located in Bahia State, Brazil, will not proceed further and has been terminated.

Alvo was not able to complete Due Diligence to its satisfaction within the 45-day exclusivity period and an extension was not agreed with the vendor. Confidentiality obligations of the letter of intent restrict providing a further explanation as to the details of the termination. There are no break fees payable from either party on the termination of the Proposed Transaction.

Alvo will continue to explore its highly prospective suite of projects in Brazil and will actively consider other minerals Projects in Brazil, including assets in the gold and copper sectors.

### Return of Funds

Pursuant to a prospectus dated 14 April 2025 (“**Prospectus**”), the Company had offered existing shareholders a pro-rata non-renounceable entitlement offer (“**Entitlement Offer**”) of 1 new share for every 2 existing shares held at an issue price of \$0.050 per new share, together with 1 unlisted free attaching option for every 2 new shares applied for and issued, with an exercise price of \$0.10 and an expiry date of 24 months from the date of issue (“**New Options**”), to raise approximately \$2.93 million (before costs and excluding any additional capital raised on the exercise of the New Options).

The funds raised were intended to be applied to continued exploration across Alvo’s existing projects; due diligence and payment of US\$1 million cash on completion of the asset purchase agreement for the Proposed Transaction; continued new project assessment, and working capital.

In accordance with section 7.2 of the Prospectus, Shareholders were made aware that: “*There can be no guarantee that the acquisition of the Lavra Velha Gold Project will complete or be successful.*” Further, while the closing date of the Entitlement Offer has passed, the Company, in accordance with section 2.1 of the Prospectus reserved the right to not proceed with the Entitlement Offer prior to the allotment and issue of the new shares and New Options.

The Board considers that given the outcome of the Due Diligence process and termination of the Proposed Transaction that it is in the best interest of shareholders for the Company not to proceed with the Entitlement Offer, and in this regard:

1. no issue of new shares or New Options will be made under the Entitlement Offer; and
2. all application monies received under the Entitlement Offer, as detailed above, will be returned to applicants in full (with no interest).

### Refund Process

All refund payments to shareholders who previously applied to the Entitlement Offer will be by direct credit to your account or cheque to your registered address as noted on the Company’s share register.

If shareholders need to update or provide their nominated bank account details this can be done online at [www.investorcentre.com/au](http://www.investorcentre.com/au), or via email to [cossec@alvo.com.au](mailto:cossec@alvo.com.au) where a bank account update form will be provided.

<sup>1</sup> ASX Announcement 31 March 2025 – Proposed Acquisition of 520koz Au Lavra Velha Gold Project

## New pro-rata accelerated non-renounceable entitlement offer

Alvo today announces an accelerated non-renounceable entitlement offer to raise approximately \$1.6 million.

- Alvo has launched a pro rata accelerated non-renounceable entitlement offer of 1 new ordinary share in the capital of the Company (**New Share**) for every 1.5 existing Alvo share held on the Record Date by shareholders with a registered address in Australia and New Zealand (and certain other jurisdictions in which the Company has decided to extend the Entitlement Offer) (**Eligible Shareholders**) to raise up to \$1.6 million (**Entitlement Offer**).
- The Entitlement Offer is being conducted at \$0.02 cents per New Share (**Offer Price**), equivalent to a 60% discount to the last closing price of \$0.051c per Alvo share.

### Use of proceeds

Proceeds from the Entitlement Offer will be principally used to:

- continue exploration at Alvo's suite of critical minerals projects;
- continue pursuing other accreditive projects; and
- support general working capital.

### Details of the Entitlement Offer

The Entitlement Offer consists of an offer of New Shares through a 1 for 1.5 pro rata accelerated non-renounceable entitlement offer to existing Eligible Shareholders.

The Offer Price for the Entitlement Offer will be \$0.02 cents per New Share which represents a 60% discount to Alvo's last closing price of \$0.051 cents per share on the 14<sup>th</sup> of May 2025.

Approximately 78.1 million New Shares will be issued under the Entitlement Offer. New Shares will rank equally with existing Alvo shares and Alvo will, upon issue of the New Shares, seek quotation of the New Shares on ASX. The Entitlement Offer will be made to eligible institutional shareholders (**Institutional Entitlement Offer**) and eligible retail shareholders (**Retail Entitlement Offer**). Eligible Shareholders who do not take up their entitlement under the Entitlement Offer in full or in part, will not receive any value in respect of those entitlements not taken up.

Under the Entitlement Offer, Eligible Shareholders are invited to subscribe for 1 New Share for every 1.5 existing Alvo shares (**Entitlement**) held as at 7:00pm (Sydney time) on Tuesday, 27 May 2025. Eligible retail shareholders who take up their full Entitlement may also participate in a top-up facility by applying for New Shares in excess of their Entitlement at the Offer Price, up to a maximum of 200% of their Entitlement.

The following Alvo directors will also be taking up their pro rata entitlements in the accelerated portion of the Institutional Entitlement Offer: Mr Graeme Slattery, Mr Beau Nicholls and Mr Robert Smakman.

Discovery Capital Partners are acting as Sole Lead Manager to the Entitlement Offer.

### Institutional Entitlement Offer

Eligible institutional shareholders will be invited to participate in the Institutional Entitlement Offer, which is being conducted on Friday, 23 May 2025.

Eligible institutional shareholders can choose to take up all, part or none of their Entitlement. Institutional Entitlements cannot be traded on ASX or transferred.

Institutional Entitlements that eligible institutional shareholders do not take up by close of the Institutional Entitlement Offer, and institutional Entitlements that would otherwise have been offered to ineligible institutional shareholders, will be offered to new institutional investors and existing institutional shareholders with the Institutional Entitlement Offer.

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## Retail Entitlement Offer

Eligible Shareholders who are retail shareholders will be invited to participate in the retail component of the Entitlement Offer at the same Offer Price and offer ratio as the Institutional Entitlement Offer. The Retail Entitlement Offer will open on Friday, 30 May 2025 and close at 5:00pm (Sydney time) on Wednesday, 11 June 2025.

Further details about the Retail Entitlement Offer will be set out in the Retail Entitlement Offer information booklet (**Retail Offer Booklet**), which Alvo expects to lodge with ASX and dispatch to eligible retail shareholders on Friday, 30 May 2025. The Retail Offer Booklet will also enclose personalised entitlement and acceptance forms.

Entitlements cannot be traded on ASX or transferred. Eligible retail shareholders who do not take up their Entitlement under the Retail Entitlement Offer in full or in part, will not receive any value in respect of those Entitlements not taken up.

## Indicative Timetable

The timetable (and each reference in this announcement to a date specified in the timetable) is indicative only and the Company may, at its discretion, vary any of the below dates by lodging a revised timetable with the ASX. All times referred to in this announcement are Sydney time. The quotation of New Shares is subject to confirmation from the ASX.

Event	Date
Announcement of Entitlement Offer and Institutional Entitlement Offer opens	Friday, 23 May 2025
Announcement of results of Institutional Entitlement Offer and trading resumes on an ex-entitlement basis	Tuesday, 27 May 2025
Record Date for Retail Entitlement Offer (7pm Sydney time)	Tuesday, 27 May 2025
Settlement of Institutional Entitlement Offer and allotment and normal trading of New Shares under the Institutional Entitlement Offer	Thursday, 28 May 2025
Dispatch of holding statement for New Shares under the Institutional Entitlement Offer	Friday, 30 May 2025
Retail Entitlement Offer opens and Retail Offer Booklet dispatched	Friday, 30 May 2025
Retail Entitlement Offer closes	Wednesday, 11 June 2025
Results of Retail Entitlement Offer announced, issue and commencement of trading of New Shares under the Retail Entitlement Offer	Wednesday, 18 June 2025
Dispatch of holding statement for New Shares under the Retail Entitlement Offer	Thursday, 19 June 2025

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Nothing in this announcement constitutes investment, legal, tax or other advice. You should seek appropriate professional advice before making any investment decision. All dollar amounts are in Australian dollars unless otherwise indicated.

The Company will remain in Voluntary Suspension while we undertake the Accelerated Rights Issue.

This announcement was authorised for release by the Board of Alvo Minerals Limited.

## For more information contact:

**Rob Smakman**  
Managing Director  
Alvo Minerals Limited  
rob@alvo.com.au  
+61 402 736 773

## Media or broker enquiries:

**Fiona Marshall**  
Senior Communications Advisor  
White Noise Communications  
fiona@whitenoisecomms.com  
+61 400 512 109

## About Alvo

**Alvo Minerals (ASX: ALV)** is an active Australian minerals exploration company, with an established exploration base in central Brazil.

The Company was founded to explore for base and precious metals, hunting high-grade copper and zinc at its Palma Copper Zinc Project in Tocantins State, Brazil. Palma has a JORC 2012 Mineral Resource Estimate of 7.6Mt @ 2.0% CuEq or 6.2% ZnEq (0.7% Cu, 3.4% Zn, 0.6% Pb & 16g/t Ag and 0.03g/t Au). This MRE is categorised as Indicated: 3.3Mt @ 2.3% CuEq or 6.9% ZnEq and Inferred: 4.3Mt @ 1.8% CuEq or 5.6% ZnEq. (Refer ALV ASX 19/07/24)

Alvo is also exploring for Rare Earth Elements (REE) at its two Ionic Clay REE projects near its exploration base in Central Brazil - Bluebush and Ipora.

Alvo's strategic intent is to aggressively explore and deliver growth through discovery, leveraging managements' extensive track record in Brazil. There are three phases to the exploration strategy – Discover, Expand and Upgrade. Alvo is committed to fostering best-in-class stakeholder relations and supporting the local communities in which it operates.

## Management Team:

**Graeme Slattery** – Non-Executive Chairman  
**Rob Smakman** – Managing Director  
**Beau Nicholls** – Non-Executive Director  
**Mauro Barros** – Non-Executive Director

## Projects:

**Palma** VMS Cu/Zn Project  
**Bluebush** Ionic Clay REE Project  
**Ipora** REE Project

**Shares on Issue:** 117,158,88

**ASX Code:** **ALV**

## Forward Looking Statements

Statements regarding plans with respect to Alvo's projects and its exploration programs are forward-looking statements. Forward-looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside Alvo's control and actual values, results or events may be materially different to those expressed or implied herein. Alvo does not undertake any obligation, except where expressly required to do so by law, to update or revise any information or any forward-looking statement to reflect any changes in events, conditions, or circumstances on which any such forward-looking statement is based.

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## Competent Person's Statement

The information contained in this announcement that relates to recent exploration results is based upon information compiled by Mr Rob Smakman of Alvo Minerals Limited, a Competent Person and Fellow of the Australasian Institute of Mining and Metallurgy. Mr Smakman is a full-time employee of Alvo and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the "Australasian Code for Reporting of Mineral Resources and Ore Reserves" (or JORC 2012). Mr Smakman consents to the inclusion in this announcement of the matters based upon the information in the form and context in which it appears.

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