

ABOUT AIC MINES

AIC Mines is a growth focused Australian resources company. Its strategy is to build a portfolio of gold and copper assets in Australia through exploration, development and acquisition.

AIC Mines owns the Eloise copper mine, a high-grade operating underground mine located SE of Cloncurry in North Queensland.

AIC Mines is also advancing a portfolio of exploration projects that are prospective for copper and gold.

CAPITAL STRUCTURE

Shares on Issue: 575,682,640

BOARD MEMBERS

Josef El-Raghy

Non-Executive Chairman

Aaron Colleran

Managing Director & CEO

Linda Hale

Non-Executive Director

Brett Montgomery

Non-Executive Director

Jon Young

Non-Executive Director

Audrey Ferguson

Company Secretary

CORPORATE DETAILS

ASX: **A1M**

www.aicmines.com.au

ABN: 11 060 156 452

E: info@aicmines.com.au

A: Suite 3, 130 Hay St,
Subiaco, WA, 6008.

Share Register:

Computershare Investor Services

US\$40M Prepayment Facility and Offtake Agreement

AIC Mines Limited (ASX: A1M) (“AIC Mines” or the “Company”) is pleased to announce the execution of a US\$40M prepayment facility (“Prepayment”) linked to an offtake agreement for the Jericho Mine (“Offtake Agreement”) with Trafigura Asia Trading Pte Ltd (“Trafigura”) to fund the expansion of the Eloise processing facility.

The Prepayment is provided by Trafigura in order to secure delivery of copper concentrate. The Prepayment has no commodity hedging requirements and has early repayment flexibility. A summary of the material terms of the Facility is provided in Appendix 1 to this announcement.

The Offtake Agreement requires delivery of a minimum of approximately 400,000dmt of concentrate from the Jericho Mine. A summary of the key terms of the Offtake Agreement is provided in Appendix 2 to this announcement.

Amicaa Advisors Pty Ltd acted as financial adviser to the Company in respect of the Prepayment and Offtake Agreement.

Commenting on the prepayment agreement, AIC Mines’ Managing Director Aaron Colleran said:

“We ran an extensive tender process and received competitive financing terms from a number of lenders, with Trafigura presenting the best overall terms. Trafigura has been a supportive and committed business partner to AIC Mines since 2021 when we first entered into a life of mine offtake agreement over Eloise concentrate. Extending this relationship to now include Jericho concentrate makes good business sense.”

Authorisation

This announcement has been approved for issue by, and enquiries regarding this announcement may be directed to Aaron Colleran, AIC Mines Managing Director, via email info@aicmines.com.au

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Appendix 1 – Summary of Prepayment Facility

Seller	AIC Copper Pty Ltd
Buyer	Trafigura Asia Trading Pte Ltd
Facility Amount	US\$40,000,000
Interest Rate	3-month US\$ Secured Overnight Financing Rate (SOFR) + 3% p.a.
Availability Period	Up to 18 months from the date on which all Conditions Precedent are satisfied.
Maturity Date	Maturity Date means the date which falls thirty six (36) months after the last day of the Availability Period.
Grace Period	No repayment of any capital or interest for up to 18 months from the date on which all Conditions Precedent are satisfied.
Repayment Schedule	Quarterly repayments commencing after the Grace Period.
Security	Customary for a transaction of this type including a first ranking floating charge over revolving assets and fixed charge over all other collateral of AIC Mines and subsidiaries; a charge over shares in AIC Mines' subsidiaries; mortgage over the Eloise and Jericho mining leases; and sharing of security pursuant to an Intercreditor Deed.
Conditions Precedent to be met	Customary for a transaction of this type including AIC Mines Board approval; provision of constitutions; execution of the Offtake Agreement, General Security Agreement and Intercreditor Deed; and confirmation of insurance cover.

Appendix 2 – Summary of Jericho Offtake Agreement

Seller	AIC Copper Pty Ltd
Buyer	Trafigura Asia Trading Pte Ltd
Volume	Minimum approximately 400,000dmt of Jericho concentrate.
Payment Terms	90% of the provisional value of the product shall be paid within 3 Business Days after receipt of shipping documents. Final invoice to be issued following final assays, weights and prices being known. Final payment shall be made within 5 Business Days of receipt of the final invoice.
Treatment and Refining Terms	Market-based terms subject to the benchmark annual settlement agreed between major miners and major Asian smelters.