

Made by: Classic Minerals Limited ACN 119 484 016
(*company*)

Product: Unquoted free attaching options (*options*) to
acquire fully paid ordinary shares in the
company (*shares*), offered under a prospectus
dated 3 June 2024 (*prospectus*)

Effective date: 3 June 2024

Introduction

This Target Market Determination (**TMD**) is issued by the *company* pursuant to section 994B of the *Corporations Act 2001* (Cth) (**Corporations Act**) in relation to the *options* offered under the *prospectus*.

This TMD has been prepared to help investors understand for whom the offers of *options* under the *prospectus* are most suitable.

Importantly, this TMD:

- does not set out the full terms and conditions of the *options* – these are set out in the *prospectus*;
- is not intended to provide legal, financial or investment advice;
- is not a recommendation to subscribe for or acquire *options*, or otherwise to invest in the *company*.

Investors should refer to and read the *prospectus* in its entirety when making a decision regarding subscription for/acquisition of *options* as it contains material information, including a summary of key investment risks. Investors should consider consulting with a professional adviser if they have any questions regarding the *options* or contents of the *prospectus*.

A copy of the *prospectus* is available on the *company*'s website at www.classicminerals.com.au.

Italicised terms used in this TMD and which are not otherwise defined have the meanings assigned to them in the *prospectus*, unless inconsistent with the context in which they are used.



Product Information

The key features of the *options* are as follows:

Eligibility & entitlement:	<p>The <i>options</i> are being offered to <i>subscribers</i> on the basis of one <i>option</i> for every two (2) <i>new shares</i> subscribed for under the <i>offer</i>.</p> <p>For the purposes of the above:</p> <ul style="list-style-type: none">• “subscriber” means an <i>eligible shareholder</i> who subscribes for <i>new shares</i> under the <i>offer</i>.• “eligible shareholder” means an registered holder of <i>shares</i> at 5:00 (AWST) on 7 June 2024 whose registered address is in Australia or New Zealand• “offer” means the offer of <i>new shares</i> under the <i>prospectus</i>
Securities entitlement:	<p>Each <i>option</i> grants the holder an entitlement to subscribe for and be issued with one (1) <i>share</i> on payment of the specified exercise price.</p>
Exercise price:	<p>Each <i>option</i> is exercisable at \$0.02.</p>
Expiry date:	<p>Each <i>option</i> expires at 5:00pm (AWST) on 30 June 2027.</p>
Quotation:	<p>The <i>options</i> are an unquoted class of securities.</p>
Transferability:	<p><i>Options</i> are transferable prior to their expiry date, subject to any applicable restrictions on transfer under the <i>listing rules</i> or applicable law.</p>

Target Market

The *options* have been designed for investors whose likely objectives, financial situation and needs (as listed below) are aligned with the product (including the key attributes) as set out in section 0.

Class of investors within target market:	<p>The <i>options</i> are intended for investors who:</p> <ul style="list-style-type: none">• wish to gain exposure to investments in equity securities of small-mid-cap minerals exploration companies listed on ASX;
---	--



	<ul style="list-style-type: none">• may wish to engage in secondary trading of quoted equity securities, including <i>shares</i>;• seek leverage to profit from an appreciation in the market price of <i>shares</i>; and• are accustomed to participating in speculative investments in the minerals exploration sector.
Objectives, financial situation and needs:	<p>The <i>options</i> are issued only to <i>subscribers</i> and have been designed for individuals who:</p> <ul style="list-style-type: none">• have an existing equity holding in the <i>company</i>;• have the financial ability to consider the economic risk of the exercise of the <i>options</i>;• do not have need for liquidity with respect to an investment in the <i>options</i>;• do not have a need to derive income from an investment in the <i>options</i>;• have such knowledge and experience in financial and business matters that they are capable of evaluating the merits and risks of exercising the <i>options</i>; and• have determined that the <i>options</i> are a suitable investment both in the nature and number of the <i>options</i> being acquired.
Excluded class of consumers:	<p>The <i>options</i> have not been designed for individuals who:</p> <ul style="list-style-type: none">• do not ordinarily invest in speculative investments in the minerals exploration sector;• require an income stream from their investment; or• are not able to withstand the consequences of potential losses without material impact on their standard of living.
Consistency between target market and the product:	<p>The <i>options</i> provide leverage in respect of share price appreciation of <i>shares</i>. However, there is a risk that the <i>options</i> may become worthless in value if the <i>company's</i> share price does not exceed the exercise price of the <i>options</i> before their expiry.</p>



Distribution

The following is an overview of the intended distribution of the *options*.

Distribution channels:	The <i>options</i> will be issued to all <i>subscribers</i> .
Distribution conditions:	Persons determined to be <i>subscribers</i> .
Adequacy of distribution conditions and restrictions:	The <i>company</i> has emphasised that an investment in the <i>options</i> , and in the underlying <i>shares</i> that may be issued on exercise of <i>options</i> , is speculative in nature and not suitable for investors to whom such an investment is inappropriate.

Review of TMD

The *company* will review this TMD on the basis outlined below.

Review triggers	<p>The <i>options</i> will only be available for issue between 12 June 2024 and 3 October 2024 (<i>review period</i>).</p> <p>Where any event occurs during the <i>review period</i> that suggests the TMD is no longer appropriate, the <i>company</i> will review this TMD. Examples of events that may trigger a review include (but are not limited to):</p> <ul style="list-style-type: none">• a material change in the <i>options</i>' key attributes such that they are no longer consistent with the likely objectives, financial situation and needs of investors in the target market;• a significant adverse change to the <i>company</i>'s circumstances (i.e. suspension from trading or the appointment of administrators);• a supplementary or replacement prospectus being lodged in relation to the <i>prospectus</i>;• a material adverse change to the economic or regulatory landscape which applies to an investment in the <i>options</i>; or• regulatory queries are received as to the adequacy of this TMD.
------------------------	--



Review period:

If a review trigger occurs, the *company* will undertake a review of the TMD within 10 business days.

As the *offer* is made only to a discrete class of persons for a limited time, and the *company* is subject to continuous disclosure requirements under the *Corporations Act* and *listing rules*, the *company* considers it is not necessary or appropriate to implement periodic reviews of this TMD.

Reporting and Monitoring of TMD

The *company* will collect and review the information in relation to this TMD as set out below.

Complaints:

The *company* will review all complaints received in relation to the *options* on a continuous basis.

Significant dealings:

The *company* will consider “significant dealings” (as that term is defined ASIC Regulatory Guide 274) in relation to the *options* which are inconsistent with this TMD and determine appropriate steps to be taken, including (if appropriate) reporting matters to *ASIC*.

Authorisation

This TMD has been authorised for release by the Board of Directors of the *company*.

Enquiries

For further information in relation to this TMD, please contact the *company* using the contact details below:

Madhukar Bhalla
Company Secretary
Classic Minerals Limited

Telephone: +61 8 6305 0221
Email: madhu@classicminerals.com.au