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SOVEREIGN COMPLETES A$40 MILLION PLACEMENT

Sovereign Metals Limited (ASX:SVM; AIM:SVML; OTCQX: SVMLF) (**Sovereign** or **the Company**) is pleased to announce that it has received firm commitments for a placement of 47,058,824 new fully paid ordinary shares at an issue price of A$0.85 per share (**New Shares**) to raise gross proceeds of A$40,000,000 before costs (**Placement**).

The Placement was strongly supported by new and existing shareholders, including large global institutional investors.

Proceeds from the Placement will be used for development activities at the Company's Kasiya Rutile-Graphite Project (**Kasiya** or **the Project**), located in Malawi, including permitting, studies, general working capital, and other corporate purposes.

The issue price of A$0.85 per New Share represents a 12.8% discount to the last close of A$0.975 and an 8.1% discount to the 15-day volume weighted average price of A$0.925.

Petra Capital Pty Ltd acted as Sole Lead Manager and Sole Bookrunner. Clients of Stifel Nicolaus Europe Limited, SCP Resource Finance LP and Acova Capital Pty Ltd also participated in the Placement.

The Placement is expected to settle on 1 April 2025, and Company will issue the New Shares on or about 2 April 2025 under its capacity pursuant to ASX Listing Rule 7.1.

Enquires

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Forward Looking Statements

This release may include forward-looking statements, which may be identified by words such as "expects", "anticipates", "believes", "projects", "plans", and similar expressions. These forward-looking statements are based on Sovereign's expectations and beliefs concerning future events. Forward looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Sovereign, which could cause actual results to differ materially from such statements. There can be no assurance that forward-looking statements will prove to be correct. Sovereign makes no undertaking to subsequently update or revise the forward-looking statements made in this release, to reflect the circumstances or events after the date of that release.

This announcement has been approved and authorised for release by the Company's Managing Director & CEO, Frank Eagar.

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