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20 October 2025

A$20 million Placement to accelerate DFS, mine development and Final Investment Decision at Bengwenyama PGM project

Highlights:

- **Firm commitments received for a two-tranche placement of 18,181,819 million new fully paid ordinary shares at A$1.10 per share to raise A$20.0 million before costs**
- **Material cornerstone investment by the Company's largest shareholder and three new global institutional investors**
- **Placement price represents a 2.7% discount to the 15-day Volume Weighted Average Price (VWAP)**
- **The Company will also conduct a Share Purchase Plan (SPP) up to a maximum of A$1m, providing retail shareholders with the opportunity to acquire new shares at the Placement price**
- **Strategic capital raising means that Southern Palladium is now fully funded to advance the next phase of Definitive Feasibility Study (DFS) work and staged mine development at Bengwenyama (subject to permitting, which will include decline development), and advance to Final Investment Decision (FID)**
- **Balance sheet significantly strengthened ahead of key near-term milestones, including the expected receipt of a Mining Right and updates on the DFS works program**

Southern Palladium (ASX:SPD and JSE:SDL), 'Southern Palladium' or 'the Company' is pleased to advise it has secured firm commitments to raise A$20 million through the issue of **18,181,819** million new fully paid ordinary shares in a two-tranche placement at an issue price of A$1.10 per share.

The placement was supported by three new global institutional investors and the Company's largest shareholder. In addition, the placement received widespread support from the Company's existing institutional and high net worth shareholders.

Southern Palladium also intends to conduct a Share Purchase Plan (SPP) to provide its retail shareholders with the opportunity to acquire new shares at $1.10 per share. Funds raised under the SPP will be capped at a maximum of $1.0m.

Funds raised will be deployed to complete the Definitive Feasibility Study, achieve the Final Investment Decision, for near-term mine development activities at the Bengwenyama PGM project including construction of the box cut and development of a decline to the ore body (subject to permitting).

Executive Chairman Roger Baxter said: *"This strategic capital raise provides Southern Palladium with a strong cash runway to accelerate our DFS works program as we advance towards mine development at the Bengwenyama PGM project. The Placement price and quantum reflect growing interest by global investors in Southern Palladium's long-term value proposition, which in our view is driven both by the high quality of the Bengwenyama project and a highly supportive market outlook for PGM prices. With the completion of this Placement, we are pleased to welcome three new global institutional investors. The accompanying Share Purchase Plan will also give retail investors the opportunity to acquire additional shares at the Placement price. We believe the completion of this capital raise future proofs Southern Palladium and the Company is now well positioned to execute our mine development strategy and unlock*

the full value from this unique asset. We look forward to reporting on multiple near-term value catalysts, led by the expected receipt of the Mining Right and key project development updates for the DFS leading up to a Final Investment Decision in 2026."

Details of Placement and SPP

Southern Palladium has received firm commitments to raise A$20 million (before costs) via the issue of **18,181,819** new ordinary shares at A$1.10 per share in a Placement. The issue was conducted at a slight discount of 2.7% to the 15-day VWAP of A$1.13 per share. No options were offered in connection with the Placement.

The Placement will be conducted in two tranches. The first tranche of 6,600,004 shares is made under the Company's existing placement capacity pursuant to ASX Listing Rule 7.1A. The second tranche of 11,581,815 shares is subject to shareholder approval under ASX Listing Rule 7.1 at the Company's Annual General Meeting (AGM) on 28 November 2025.

Shares issued under the Placement will be quoted on the ASX and rank pari-passu with the existing fully paid ordinary shares.

The Company is also pleased to announce the terms of an offer to eligible shareholders of the Company (**Eligible Shareholders**) to subscribe for new fully paid ordinary shares in the Company under the SPP. The SPP will allow Eligible Shareholders to each subscribe for up to $30,000 worth of new ordinary shares in the Company at $1.10 per share. The SPP price is the same as the Placement price and will not be underwritten.

In accordance with ASIC Regulatory Guide 125 Eligible Shareholders are registered holders of shares in the Company at 7:00pm AEDT on Friday, 17 October 2025 with a registered address in Australia or New Zealand.

The Company will issue an offer booklet for the SPP on or about 29 October 2025.

Bridge Street Capital Partners acted as Sole Lead Manager and Bookrunner to the Placement.

The indicative timetable for the Placement and SPP is as follows:

Summary of Key Events	Date/Time
SPP Record Date	Friday, 17 October 2025 (7.00 pm AEDT)
ASX Announcement of Placement	Monday, 20 October 2025
Settlement of Tranche 1 Placement Shares	Friday, 24 October 2025
Despatch SPP Offer Booklet	Wednesday, 29 October 2025
SPP Closing Date	Wednesday, 12 November 2025
Announce SPP Results and issue SPP Shares	Before noon AEDT on Wednesday, 19 November 2025
Annual General Meeting	Friday, 28 November 2025
Settlement of Tranche 2 Placement Shares	On or around Friday, 5 December 2025

This announcement has been approved for release by the Board of Southern Palladium Limited.

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