

Red Dirt Raises A\$22 million to accelerate exploration at Mt Ida

- Firm commitments received for a A\$22m share placement. The Company is pleased to welcome two offshore global resource specialist funds to the share register
- North American based Waratah Electrification and Decarbonization Fund to become a substantial shareholder of the Company
- Placement proceeds to be used to accelerate exploration activities at the Mt Ida Lithium-Gold Project ("Mt Ida")
- Red Dirt is working towards a maiden JORC Resource at Mt Ida this calendar year

Red Dirt Metals Limited (ASX: RDT) ("Red Dirt" or the "Company") is pleased to announce that it has received firm commitments for a capital raising of \$22,000,000 (before costs), by way of the issue of approximately 43.1 million new fully paid ordinary shares ("New Shares") at an issue price of \$0.51 per New Share ("Placement").

Mt Ida Project Update initial assays

- The Company has received assays for only 21 of the 122 holes drilled to date and announced recent results including:
 - **21.7 @ 2.11% Li₂O and 302 ppm Ta₂O₅** from 250.7m in IDDD002
 - **23m @ 1.61% Li₂O and 189 ppm Ta₂O₅** from 162m in IDRC070
 - **29m @ 1.41% Li₂O and 253 ppm Ta₂O₅** from 199m in IDRC074
 - **13m @ 1.59% Li₂O and 189 ppm Ta₂O₅** from 220m in IDRC076
 - **16m @ 1.82% Li₂O and 360 ppm Ta₂O₅** from 92m in IDRC081
 - **15m @ 1.50% Li₂O and 175 ppm Ta₂O₅** from 121m in IDRC088

(refer ASX announcement 8 February 2022)

Upon settlement of the Placement, Red Dirt will have a cash balance of ~A\$30 million placing it in a strong financial position enabling it to materially accelerate exploration of the Mt Ida Project as well as advance the evaluation of the five known pegmatite bodies drilled to date.

AGN 107 244 039

ASX RDT

DATE 21 February 2022

ISSUED CAPITAL

Ordinary Shares: **255.2M***

*Pre-placement

BOARD OF DIRECTORS

Matthew Boyes
 Managing Director

Alex Hewlett
 Chairman

Brett Mitchell
 Non-Executive Director

James Croser
 Non-Executive Director

Nader El Sayed
 Non-Executive Director

COMPANY SECRETARY

Steven Wood

REGISTERED OFFICE

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Subject to availability, RDT's intention is to increase the drilling capacity to include RC, Diamond and an aircore rig facilitating the exploration of the entire prospective tenement package as rapidly as practicable.

Managing Director Matthew Boyes commented on the capital raising;

"The proactive support that we have received from the two offshore global resource specialist funds is extremely pleasing. We are now fully funded for an enlarged and accelerated drill program at our cornerstone Mt Ida project. The progress at Mt Ida has been incredible since its discovery less than 6 months ago and we are excited about the resource growth potential in a new lithium province."

The Placement will settle in one tranche. The New Shares will be issued within the Company's existing ASX Listing Rule 7.1 and 7.1A placement capacity, being 17,621,699 shares under the 7.1 capacity and 25,515,556 shares under the 7.1A capacity. The New Shares will be issued at an issue price of \$0.51, representing a 5.6% discount to the last traded price (on 17 February). The Placement is anticipated to settle on Monday 28 February 2022.

Canaccord Genuity (Australia) Limited acted as Lead Manager to the Capital Raising.

Competent Persons Statement

Exploration information in this Announcement is based upon work undertaken by Mr Matthew Boyes who is a Fellow of the Australasian Institute of Mining and Metallurgy (AUSIMM). Mr Boyes has sufficient experience that is 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 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). Mr Boyes is an employee of Red Dirt Metals Limited and consents to the inclusion in the report of the matters based on their information in the form and context in which it appears. Assays reported herein were previously released in ASX announcement dated 29th October 2021 and 8th February 2022

The information in this release that references previously reported exploration results is extracted from the Company's ASX market announcements released on the date noted in the body of the text where that reference appears, or above. The previous market announcements are available to view on the Company's website or on the ASX website (www.asx.com.au). The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Authorised for ASX lodgement by the Board.

Red Dirt Metals Limited

Matthew Boyes

Managing Director

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All dollar amounts are in Australian dollars unless otherwise indicated.

Not an offer in the United States

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