

Tasmanian Government \$2 Million Grant for Upgrading Power Supply to the Dolphin Tungsten Mine

Group 6 Metals Limited (**ASX: G6M**, “**Group 6**” or the “**Company**”) is pleased to provide an update regarding the Tasmanian State Government grant provided to Hydro Tasmania for the Dolphin Tungsten Mine, announced to the ASX on 2 December 2021.

The \$2 million grant was to enable Hydro Tasmania to effect a grid connection and whatever upgrades and modifications were necessary to the existing HV transmission line to Grassy, to provide the required level of power supply to the Company's 100%-owned Dolphin Tungsten Mine.

Due to several commercial and operational factors, it was agreed between the Company and Hydro Tasmania that this was not the optimum solution, resulting in a decision by the Company to provide power to the operations via a dedicated power solution as an interim solution. This will allow the Company time to investigate a longer-term permanent solution, whereby a significant proportion of power will be sourced from renewable generation. Following negotiations with the Government, it has been agreed that the unspent funds will now be redirected to the Company to assist it in providing an independent source of power.

The balance of grant funds of \$1.624 million will be applied towards implementing a dedicated interim diesel power station on-site at the Dolphin Tungsten Mine and completing a feasibility study into the potential integration of renewable energy to complement the diesel-generated power supply.

In line with the Company's commitment to environmentally and socially sustainable development, Group 6 Metals is targeting, over the next 3 years, replacing more than 50% of Dolphin's initial diesel generation capacity with renewable power, resulting in lower emissions and power costs. To this end, the Company has advanced discussions with a significant global participant in renewable energy and technologies. The parties are working toward partnering in the development of a renewable power station to support the current operations of the Dolphin Tungsten Mine and the potential future downstream processing at the project site.

The Company sees this energy management plan as serving the best interests of all stakeholders. This solution is a micro grid serving the mine and affiliated stakeholders, and will not impact current resourcing from Hydro Tas and its customers. The community of King Island and its households will

maintain full access to the current renewable energy generating capacity available on King Island, decreasing its long-term reliance on energy generated by fossil fuels. Group 6 Metals will benefit from a dedicated, reliable energy source that promises to support steady state production of tungsten.

Approved by the Board of Group 6 Metals Limited.

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About Group 6 Metals

Group 6 Metals Limited (ASX: G6M), previously known as King Island Scheelite Limited (ASX: KIS), is an Australian resources exploration and development company. The Company's name honours tungsten as Group 6 Metals' first commodity project (The Dolphin Mine) under development, as tungsten is a member of Group 6 of the periodic table along with chromium and molybdenum, as well as being a critical mineral and a geopolitically strategic resource.

The Company is focused on the redevelopment of its 100%-owned Dolphin Tungsten Mine located on King Island, Tasmania. Initially the focus is on producing a high grade of tungsten concentrate, however, the Company plans to value-add the product for supply into the upstream tungsten industry.