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Cobra Resources PLC
19 October 2022

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19 October 2022

Cobra Resources plc
("**Cobra**" or the "**Company**")

Proposed Placing

Conditional Placing to fast-track rare earth and gold resource growth through further drilling

Cobra, a gold, rare earth and IOCG exploration company focused on the Wudinna Project in South Australia, announces a conditional placing (the "**Placing**") of 86,666,668 ordinary shares of nominal value one pence each in the capital of the Company (the "**Placing Shares**") at a price of 1.5 pence per Placing Share (the "**Placing Price**"), raising gross proceeds of approximately £1,300,000.

The Placing Shares will be issued with warrants attached on the basis of one warrant for every two Placing Shares, with each placing warrant entitling the holder to acquire one new Ordinary Share at an exercise price of 3.0 pence.

Cobra has engaged Shard Capital Limited ("**Shard Capital**") to act on behalf of the Company in a joint broker capacity. The Placing was arranged by SI Capital Limited ("**SI Capital**"), Shard Capital, Peterhouse Capital Limited ("**Peterhouse Capital**"), and Taylor Collison Limited ("**Taylor Collison**"), each in its respective capacity as a joint broker to the Company.

The Placing is conditional, *inter alia*, on the publication of the Prospectus. It is anticipated that the Prospectus will be published shortly and a further announcement concerning Prospectus publication, closing of the Placing, and the date for admission of the Placing Shares to trading on the standard segment of the Official List of the FCA and to trading on the main market for listed securities of London Stock Exchange plc ("**Admission**"), will be made in due course.

Directors' participation in the Placing

All of the Directors have agreed to subscribe for Placing Shares at the Placing Price. The number of Placing Shares subscribed for by each of these Directors pursuant to the Placing, and their resulting shareholdings on Admission, are set out below:

Director	*Number of Existing Ordinary Shares*	*Number of New Ordinary Shares subscribed for in the Placing*	*Number of Ordinary Shares held on Admission*	Percentage of enlarged share capital on Admission
David Clarke	41,445,376	3,333,333	45,636,165	8.90%
Greg Hancock	-	400,000	400,000	0.08%
Rupert Verco	-	333,332	333,332	0.07%
Dan Maling	675,000	400,000	1,075,000	0.21%

Substantial Shareholders' participation in the Placing

The substantial shareholders noted below (together the "Substantial Shareholders"), have agreed to subscribe for Placing Shares at the Placing Price. The number of Placing Shares subscribed for by the Substantial Shareholders pursuant to the Placing, and their resulting shareholdings on Admission, are set out below:

Substantial Shareholder	*Number of Existing Ordinary Shares*	*Number of New Ordinary Shares subscribed for in the Placing*	*Number of Ordinary Shares held on Admission*	Percentage of enlarged share capital on Admission*
Penn Nominees Pty Ltd (Melbourne)	41,445,376	3,333,334	47,810,082	9.32%
Craig P Ball and Suzanne K Ball	41,445,376	3,333,333	45,636,166	8.90%

Cobra is a company incorporated in England and Wales with company number 11170056. The Ordinary Shares are registered with ISIN GB00BGJW5255, SEDOL code BGJW525 and TIDM COBR.

Greg Hancock, Chairman of Cobra, commented:

"*Since Cobra's re-listing in 2019, the Company has made notable exploration progress. During the first half of this year, Cobra defined significant gold mineralisation outside the Company's existing mineral resource and a province scale clay hosted rare earth opportunity, whilst expanding its land holding in the world-class Gawler Craton.*

The Company, with the help of this fundraising, remains focused on capitalising on the exceptional opportunity to develop a unique multi-mineral resource in a tier-1 mining jurisdiction, with rare earth metals considered key to global decarbonisation, and gold widely recognised as a valuable and stable commodity.

Funds being raised through this Placing will enable us to fast track our rare earth resource growth and continue to advance our existing gold mineral resource through strategic exploration work, which should generate significant shareholder value. This is an exciting time for Cobra and its shareholders."

Use of funds

The net Placing proceeds (the "**Proceeds**") are estimated to be approximately £1,180,000. It is anticipated that at least £1,010,000 of the Proceeds will be committed to additional exploration activities in relation to the rare earth opportunities at the Wudinna Project. In particular, the Proceeds will be applied to:

Extensive Rare Earth Elements ("REE") Expansion Drilling: Cobra's forward-looking approach to resource development is aimed at systematically advancing both REE and gold resource growth. The Company plans to execute an extensive 10,000m aircore programme aimed at doubling the footprint of known REE mineralisation at Clarke and Thompson, infill to improve resource confidence, and advance priority target areas such as Bradman, Lilliee and Anderson that have gold in calcrete signatures and are identified as being prospective for ionic clay hosted REE mineralisation.

RC Resource Definition Drilling: 5,000m of follow-up drilling is planned, aimed at expanding gold and REE resources at Clarke with follow-up drilling targeting depth, and further along strike extensions to gold mineralisation. Additionally, near resource drilling will be completed at Barns to test northwestern gold in calcrete anomalies. Cobra will also test supportive indications for additional gold mineralisation from aircore drilling and provide quantitative samples for further metallurgical rare earth recovery testing.

Mineral Speciation and Recovery Testwork: the framework for a comprehensive multi-stage optimisation study is being developed to improve the extractability of high-value REEs at Thompson, Clarke, and Baggy Green prospects among others.

Re-negotiation of Native Title Agreement: the current working native title agreement with the Barngarla People lies with Peninsula Resources Limited. A new agreement enabling the Company to continue exploration within Barngarla's traditional land is expected to be negotiated.

Pipeline Target Advancement: advancing a number of gold, REE and IOCG targets through refined geophysics. Cobra has successfully implemented Loupe TEM to advance REE prospectivity, and a ground gravity survey of IOCG targets 4 and 5 is planned, as well as electromagnetics surveys to advance camp scale prospects east of the Clarke prospect. Funds will also be applied to advance the 100% owned Wudinna tenements to maiden drill testing.

The balance of the proceeds of the Placing will be used by the Company for general working capital purposes.

For further information please contact:

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Orrick, Herrington & Sutcliffe (UK) LLP is acting as legal adviser to Cobra.

For the purposes of UK MAR, the person who arranged for the release of this announcement was Rupert Verco, Managing Director of the Company.

About Cobra:

Cobra is defining a unique multi-mineral resource at the Wudinna Project in South Australia's Gawler Craton, a tier one mining and exploration jurisdiction which hosts several world-class mines. Cobra's Wudinna tenements, totalling 3,261 km^2, contain extensive orogenic gold mineralisation and are characterised by potentially open-pitable, high-grade gold intersections, with ready access to infrastructure. Cobra has 22 orogenic gold targets outside of a current 211,000 Oz JORC Mineral Resource Estimate. In 2021, Cobra discovered rare earth mineralisation proximal to and above gold mineralisation. The grades, style of mineralogy and intersect widths are highly desirable while the mineralisation has been demonstrated to be regionally scalable. The Company is also advancing a pipeline of IOCG targets.

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Admission and will not regard any other person(s) as a client in relation to the Placing or Admission.

None of the Joint Brokers will be responsible to anyone other than the Company for providing the protections afforded to its clients or for providing advice in relation to the Placing or Admission or any transaction, matter, or arrangement referred to in this announcement.

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Persons considering making investments should consult an authorised person specialising in advising on such investments.

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