

## **Dividend Reinvestment Plan - Frequently Asked Questions**

### **What is the Dividend Reinvestment Plan?**

Under the Metals X Limited (**Metals X**) Dividend Reinvestment Plan (**DRP**) you may elect to reinvest all or part of any dividends payable on your Metals X shares to acquire additional Metals X shares.

### **What is the benefit to me of the Dividend Reinvestment Plan?**

- Shares allotted in respect of a dividend in will be issued at a 5% discount to the daily VWAP for the 5 business days from the commencement of the second trading day after the Record Date.
- You can conveniently reinvest your dividend to increase your holding of Metals X shares without paying brokerage, commission or other costs.
- The new shares rank equally with existing shares from the date of issue or transfer.

### **Can I participate?**

Each Shareholder may participate in the DRP at the Shareholder's option.

### **How do I participate?**

Participation in the DRP is entirely optional.

However, action is required if you wish to participate in the DRP and receive future eligible dividends in the form of additional fully paid shares, in respect of part or the whole of your shareholding.

If you wish to participate in the DRP, you must complete an Application Form and forward it to Metals X's share registry, Security Transfer Registrars Pty Ltd (**Security Transfer**). A personalised form can be obtained from Security Transfer, (contact details below).

Please note that if you hold more than one parcel of shares and have been allocated different shareholder identification numbers in the register for each parcel, you will need to complete an Application Form in respect of each parcel.

### **Do I have to participate?**

No, it is entirely optional. If you are unsure whether to participate, you should obtain your own independent advice before making a decision.

### **Is there a discount?**

The Board will determine for each dividend whether or not a discount will be applied to the DRP. The discount, if any, will be announced to the ASX at the time the relevant dividend is announced to the ASX.

### **Will these shares be the same as my existing shares?**

Shares issued or transferred under the DRP to a participating shareholder will be fully paid shares ranking equally in all respects with existing shares of the shareholder that are participating shares in the DRP.

### **What will the Issue Price be?**

The subscription price for shares issued or transferred under the DRP will be the average of the daily volume weighted average sale prices of all Metals X shares sold on ASX and/or any other relevant exchange determined by the Board during the five trading days commencing on the second Trading Day following the Record Date for the eligible dividend, less any discount that the Board may determine from time to time.

The amount of the eligible dividend otherwise payable to a shareholder that is to be applied in subscribing for shares under the DRP will be reduced by any applicable withholding tax.

### **How many shares will I receive?**

Subject to the discretion of the Board, the number of Shares to be issued or transferred to each DRP Participant in relation to an Eligible Dividend is the number determined in accordance with the following formula (rounded down to the nearest whole number) (**SN**):

$$SN = AB/SP$$

Where:

**"AB"** is the amount standing to the credit of the DRP Participant's DRP Account after subtracting Australian withholding tax (if any) from the Eligible Dividend.

**"SP"** is the Subscription Price.

### **Will I have to pay anything to participate in the DRP?**

Shares issued or transferred under the DRP will not be subject to brokerage, commission, or other transaction costs.

### **What if I have more than one shareholding?**

A separate form will have to be lodged for each shareholding registered under different names or for each shareholding that has a different shareholder registration number.

### **Can I vary my level of participation later? Can I withdraw from the DRP?**

A DRP Participant may vary the number of his or her Shares participating in the DRP or cease participating in the DRP by giving written notice to Metals X or to the Share Registry of his or her decision to do so in the form prescribed by the Board.

Such a notice given is effective from the time it is received by Metals X or the Share Registry, however if it is received after the Record Date for an Eligible Dividend is not effective for that Eligible Dividend, but takes effect in respect of the next Eligible Dividend.

### **When is the latest I can submit my DRP Application or Variation Form?**

You may submit your DRP Application or Variation Form at any time, but for the application or change to be effective for a particular dividend, the form must be received before 5:00pm (Perth time) on the Business Day following the Record Date for that dividend.

### **How will I know how many shares have been allotted or transferred?**

Metals X must send a holding statement for Shares issued or transferred under the DRP to DRP Participants as soon as practical after the Shares are issued or transferred (and in any event within the period required by the ASX Listing Rules).

### **When will shares be recorded in my name?**

Shares allotted or transferred under the DRP will be recorded in Metals X's register of members under your name on or about the date of payment of the relevant dividend.

You should confirm that the shares have been recorded in your name before entering into any transaction involving shares allotted or transferred under the DRP.

### **Can I sell my shares?**

You may sell any of your shares at any time (subject of course to any relevant legislative provisions).

### **Are my shares taxed?**

Metals X takes no responsibility for any taxation liability of participants. You should seek your own independent tax advice in relation to the DRP if required.

### **Where can I get a DRP Application or a DRP Variation form?**

Update your participation online by going to [www.securitytransfer.com.au](http://www.securitytransfer.com.au) and selecting Investor Login

**Or**

Contact: Security Transfer Registrar Pty Ltd

Phone: +61 (0) 8 9315 2333

Fax: +61 (0) 8 9315 2233

Email: [registrar@securitytransfer.com.au](mailto:registrar@securitytransfer.com.au)

Website: [www.securitytransfer.com.au](http://www.securitytransfer.com.au)

### **Where can I get more information?**

More information can be found in the Rules of the Dividend Reinvestment Plan located on Metals X's website: [www.metalsx.com.au](http://www.metalsx.com.au)

Alternatively please contact the Company Secretary of Metals X at:

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