



**ACN 147 346 334**

## **PROSPECTUS**

For the offer of up to 55,000,000 unquoted SPP Options to SPP Subscribers on the basis of one (1) attaching SPP Option for every two (2) Shares subscribed for and issued under the SPP or the SPP Shortfall Offer.

### **IMPORTANT INFORMATION**

**This is an important document. You should read this document in its entirety to assist in deciding whether or not to invest in the Company.**

**You should consult your professional advisers before deciding whether to invest in the Company. This Offer does not take into account your investment objectives, financial situation or particular needs. You should carefully consider the risk factors in Section 3.4 and Section 7 in light of your circumstances.**

**THE SPP OPTIONS OFFERED BY THIS PROSPECTUS SHOULD BE CONSIDERED SPECULATIVE.**

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## 1. CORPORATE DIRECTORY

### Directors

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Mr Adrian Griffin  
*Non-Executive Director*

Mr Bahay Ozcakmak  
*Executive Director*

Mr Patrick McManus  
*Managing Director*

Mr Patrick Power  
*Non-Executive Director*

### Share Registry\*

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Advanced Share Registry Ltd  
110 Stirling Highway  
NEDLANDS WA 6009  
Telephone: +61 8 9389 8033  
Facsimile: +61 8 9262 3723

### Company Secretary

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Amanda Wilton-Heald

### Auditor\*

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Ernst & Young  
Ernst & Young Building  
11 Mounts Bay Road  
Perth WA 6000  
Telephone: +61 8 9429 2222  
Facsimile: +61 8 9429 2436

### Registered Office & Contact Details

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Level 1  
675 Murray Street  
WEST PERTH WA 6005  
Telephone: +61 8 9479 5386  
Email:  
[info@parkwayminerals.com.au](mailto:info@parkwayminerals.com.au)  
Website: [www.parkwayminerals.com.au](http://www.parkwayminerals.com.au)

### ASX Code

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PWN

\*The names of these entities are included for information purposes only and they have not been involved in the preparation or issue of this Prospectus.

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## 2. TIMETABLE AND IMPORTANT DATES

### Indicative timetable

SPP Record Date	5pm WST on 22 November 2019
Announcement of SPP	25 November 2019
Lodgement of Prospectus with ASIC and ASX	26 November 2019
Despatch of Prospectus to Eligible Shareholders	26 November 2019
Opening Date of Offer	26 November 2019
Closing Date of Offer* (5:00pm WST)	17 December 2019
Anticipated date for issue of the SPP Options	18 December 2019

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\*Subject to the Listing Rules and the Corporations Act, the Company reserves the right to vary these dates, including the Closing Date, or withdraw the Offer without prior notice.

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### **3. IMPORTANT NOTES AND KEY RISKS**

#### **3.1 Important Notes**

This Prospectus is dated 26 November 2019 and was lodged with ASIC on that date by Parkway Minerals NL (**the Company**). Neither ASIC nor ASX take any responsibility for the contents of this Prospectus. No person or entity is authorised to give any information or make any representation in connection with the Offer which is not contained in this Prospectus. Any information or representation not contained in this Prospectus must not be relied on as having been authorised by the Company in connection with the Offer or this Prospectus.

No SPP Options will be issued on the basis of this Prospectus later than 13 months after the date of this Prospectus.

The Offer is only available to Eligible Shareholders who have subscribed for Shares pursuant to the SPP or persons who have been invited to subscribe for Shares and SPP Options under the SPP Shortfall Offer. An application for the SPP Options offered pursuant to this Prospectus can only be submitted with an original SPP Application Form which accompanies this Prospectus. An application for SPP Options under the SPP Shortfall Offer can only be submitted with an original SPP Shortfall Application Form.

It is important that applicants read this Prospectus in its entirety and, if in any doubt about whether to apply for SPP Options, seek professional advice. The SPP Options the subject of this Prospectus should be considered speculative. None of the Company, the Directors or any other person gives any guarantee as to the success of the Company, the repayment of capital, the payment of dividends, the future value of the SPP Options or the price at which Shares issued upon conversion of SPP Options will trade on the ASX.

In certain circumstances a listed company may undertake a share purchase plan in accordance with ASIC Corporations (Share and Interest Purchase Plans) Instrument 2019/547 (**ASIC Instrument**). This ASIC Instrument allows a share purchase plan to be conducted without the use of a prospectus. The Company relied on the ASIC Instrument in respect of the Shares to be issued pursuant to the SPP, however, it is unable to rely on the ASIC Instrument for the issue of the SPP Options because the relief only extends to Shares. Accordingly, the Company is undertaking the Offer under this Prospectus.

This Prospectus is a transaction specific prospectus for an offer of continuously quoted securities (as defined in the Corporations Act) and has been prepared in accordance with section 713 of the Corporations Act. It does not contain the same level of disclosure as an initial public offering prospectus. In making representations in this Prospectus regard has been had to the fact that the Company is a disclosing entity for the purposes of the Corporations Act and certain matters may reasonably be expected to be known to investors and their professional advisers.

#### **3.2 Applicants Outside Australia and New Zealand**

The distribution of this Prospectus in jurisdictions outside Australia and New Zealand may be restricted by law and persons who come into possession of this Prospectus should seek advice on and observe any such restrictions. A failure to comply with these restrictions may violate applicable securities laws. This Prospectus does not, and is not intended to, constitute an offer in any place or jurisdiction in which, or to any person to whom, it would not be lawful to make such an offer or to issue this Prospectus. If you are resident a country other than Australia or New Zealand you should consult your professional advisers as to whether any governmental or other consents are required or whether any other formalities need to be considered and followed. The return of a completed Application Form will be taken by the Company to constitute a representation and warranty by you that all relevant approvals have been obtained. No action has been taken by the Company to register or qualify the SPP Options or otherwise permit a public offering of the New Option the subject of this Prospectus in any jurisdiction outside of Australia and New Zealand.

#### **3.3 Not Underwritten**

The Offer is not underwritten.

### **3.4 Key Risks**

You should be aware that subscribing for SPP Options the subject of this Prospectus involves a number of risks to the business, assets and operations of the Company that potentially influence the operating and financial performance of the Company.

**Parkway Minerals NL is an exploration and development company and you should consider that an investment in the Company is speculative.**

**You should read this Prospectus in its entirety and, in particular, consider the key risk factors set out below and the Risk Factors in Section 7 before deciding whether to apply for SPP Options under this Prospectus.**

**You are urged to consider those risks carefully and, if necessary, also consult your professional advisers with any questions before deciding whether to subscribe for SPP Options. You should also note that the key risks below and the Risk Factors in Section 7 are not an exhaustive list of all risks faced by the Company or by investors in the Company.**

Some risks can be mitigated by the use of appropriate safeguards and appropriate systems and controls by the Company, however some are unpredictable and outside the control of the Company and the extent to which they can be mitigated or managed is very limited or not possible.

Set out below are key and specific risks that the Company is exposed to and that may have a direct influence on the Company and its activities or assets, therefore affecting the value of an investment in the Company.

#### **Additional Requirements for Capital**

The Company's capital requirements depend on numerous factors. The Company will require additional financing for exploration and development of its existing projects or for additional other capital expenditure in the future. There can be no guarantee that the project funding or such additional funding will be obtained on acceptable terms or at all, particularly having regard to the current condition of global financial markets and commodity prices. Any equity financing will dilute existing shareholdings, and debt financing (if available) may involve restrictions on future financing and operating activities. If the Company is unable to obtain additional financing as needed or unable to obtain it on acceptable terms (whether or not due to the Company's circumstances or economic and share market conditions or both), it may be required to reduce the scope of its operations and scale back its exploration programmes. This could have a material adverse effect on the Company's activities and the value of the Company's securities.

#### **Title and Tenure Risk**

This may specifically cover mining tenure whereby country specific mining laws and legislation apply.

Any opportunity in Australia and overseas will be subject to particular risks associated with operating in Australia or the respective foreign country. These risks may include economic, social or political instability or change, hyperinflation, currency non-convertibility or instability and changes of law affecting foreign ownership, exchange control, exploration licensing, export duties, investment into a foreign country and repatriation of income or return of capital, environmental protection, land access and environmental regulation, mine safety, labour relations as well as government control over mineral properties or government regulations that require the employment of local staff or contractors or require other benefits be provided to local residents.

The Company may lose title to, or lose rights or interests in, project tenements if the contractual obligations and/or conditions to which those tenements are subject are not satisfied or if insufficient funds are available to meet contractual and expenditure commitments. In the jurisdictions in which the Company operates, both the conduct of operations and the steps involved in acquiring interests involve compliance with numerous procedures and formalities. It is not always possible to comply with, or obtain waivers from, all such requirements and it is not always clear whether requirements have been properly completed, or that it is possible or practical to obtain evidence of compliance.

### **Exploration and Development Risks**

You should be aware that mineral exploration and development are high risk undertakings due to the high level of inherent uncertainty. There can be no assurance that exploration of the Company's tenements, or of any other tenements that may be acquired by the Company in the future, will result in the discovery of economic mineralisation. Even if economic mineralisation is discovered there is no guarantee that it can be commercially exploited.

The future exploration activities of the Company may be affected by a range of factors including geological conditions, the discovery of economically recoverable ore resources, successful conclusions to feasibility studies, securing and maintaining title to tenements, the design and construction of efficient mining and processing facilities within capital expenditure budgets, limitations on activities due to seasonal weather patterns, unanticipated operational and technical difficulties, industrial and environmental accidents, native title process, changing government regulations and many other factors beyond the control of the Company.

The success of the Company will also depend on the Company having access to sufficient development capital, being able to maintain title to its projects and obtaining all required approvals for its activities. In the event that exploration programmes prove to be unsuccessful this could lead to a diminution in the value of the Company's projects, a reduction in the cash reserves of the Company and possible relinquishment of part or all of the Company's projects.

Whether or not income will result from the development of the Company's tenements depends on the successful establishment of mining operations. Factors including costs, actual mineralisation, consistency and reliability of ore grades and commodity prices affect successful project development and mining operations. Metal or mineral recoveries are dependent upon the metallurgical process, which by its nature contains elements of significant risk including identifying a metallurgical process through test work to produce a saleable metal or concentrate, developing an economic process route to produce a metal or concentrate, and changes in mineralogy in the ore deposit which can result in inconsistent metal recovery, affecting the economic viability of a project.

### **Access Risk – Cultural Heritage and Native Title**

The Company must comply with various country specific cultural heritage and native title legislation including access agreements which require various commitments, such as base studies and compliant survey work, to be undertaken ahead of the commencement of mining operations.

It is possible that some areas of those tenements may not be available for exploration due to cultural heritage and native title legislation or invalid access agreements. The Company may need to obtain the consent of the holders of such interests before commencing activities on affected areas of the tenements. These consents may be delayed or may be given on conditions which are not satisfactory to the Company.

### **Reliance on Key Personnel**

The responsibility of overseeing the day to day operations of the Company depends on its management and its key personnel. The Company is aware of the need to have sufficient management to properly supervise the exploration and, if exploration is successful, the development of the Company's projects. As the Company's projects and prospects progress and develop, the Board will continually monitor the management requirements in the Company and look to employ or engage additional personnel when and where appropriate to ensure proper management of the Company's projects. However there is a risk that the Company may not be able to secure personnel with the relevant experience at the appropriate time which may impact on the Company's ability to complete all of its planned exploration programmes within the expected timetable. Furthermore, no assurance can be given that there will be no adverse effect on the Company if one or more of its existing Directors or management personnel cease their employment or engagement with the Company.

### **Contractual and Joint Venture Risk**

The Company has and may have additional options where it can increase its holding in the selective assets by achieving or undertaking selected milestones. The Company's ability to achieve its



objectives and earn or maintain an interest in these projects is dependent upon it and the registered holders of those tenements complying with their respective contractual obligations under joint venture and other contractual arrangements in respect of those tenements, and the registered holders complying with the terms and conditions of the tenements and any other relevant legislation.

The Directors are unable to predict the risk of financial failure or default by a participant in any joint venture or other contractual arrangement to which the Company is or may become a party, of the insolvency or other managerial failure by any of the contractors used by the Company in any of its activities or of the insolvency or managerial failure of any of the other service providers used by the Company for any activities.

## **Sovereign and Political Risk**

### United States of America

The Company acquired 100% of Consolidated Potash Corporation Limited (**CPC**) on 25 October 2019. The acquisition of CPC means the Company (through CPC) holds a 70% interest in the Lordsburg Playa Lithium Project in New Mexico in the United States of America. Mineral exploration tenure in New Mexico is governed by local, state and federal laws applicable in that jurisdiction.

The Company's interests in New Mexico are subject to the risks associated with operating in a foreign country. These risks may include economic, social or political instability or change, and changes of law affecting foreign ownership, exchange control, exploration licensing, export duties, environmental protection, land access and environmental regulation, mine safety and labour relations.

Any future material adverse changes in government policies or legislation in New Mexico that affect ownership, mineral exploration, development or mining activities, may affect the viability and profitability of the Company.

### General

The legal systems operating in New Mexico and the United States of America are different to that in Australia and this may result in risks such as:

- Different forms of legal redress in the courts whether in respect of a breach of law or regulation, or in ownership dispute.
- Differences in political and administrative guidance on implementing applicable rules and regulations including, in particular, as regards local taxation and property rights.
- Different attitudes of the judiciary and court.

There can be no assurance that joint ventures, licences, licence applications or other legal arrangements will not be adversely affected by the actions of government authorities or others and the effectiveness and enforcement of such arrangements cannot be assured.

The Company cannot guarantee that the licences and/or tenements in which it has an interest, or any other licences and/or tenements which it may acquire in the future, will be renewed beyond their current expiry date and there is a risk that, in the event the holder of those licences and/or tenements is unable to renew any of them beyond their current expiry date, all or part of the Company's interests in the corresponding projects may be relinquished.

Further, there is no guarantee that any applications for licences and/or tenements will be granted or granted on conditions satisfactory to the Company.

The Company's future operations in the United States of America may be affected by changing political conditions and changes to laws and/or mining policies. The effects of these factors cannot be accurately predicted and developments may impede the operation or development of a project or even render it uneconomic.

**Further risks associated with an investment in the Company are contained in Section 7.**

### **3.5 Forward Looking Statements**

This Prospectus contains forward looking statements which are identified by words such as 'may', 'could', 'believes', 'estimates', 'targets', 'expects' or 'intends' and other similar words that involve risks and uncertainties.

These statements relate to intentions and future acts and events. They are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, the Directors and the Company's management, which could cause these future acts, events and circumstances to differ from the way or manner in which they are expressly or implicitly portrayed in this Prospectus. Some of these risk factors are set out in Section 3.4 and the Risk Factors in Section 7.

The Company does not intend to update or review forward looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this Prospectus, except where required by law.

The Company cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward looking statements contained in this Prospectus will actually occur, and you are cautioned not to place undue reliance on these forward looking statements.

### **3.6 Electronic Prospectus**

Pursuant to ASIC Regulatory Guide 107, ASIC has exempted compliance with certain provisions of the Corporations Act to allow distribution of an electronic prospectus and an electronic application form on the basis of a paper prospectus lodged with ASIC, and the publication of notices referring to an electronic prospectus or electronic application form, subject to compliance with certain conditions.

This Prospectus will be issued in paper form and as an electronic prospectus which may be accessed on the internet at the Company's website at [www.parkwayminerals.com.au](http://www.parkwayminerals.com.au). If you are accessing the electronic version of this Prospectus for the purpose of making an investment in the Company, you must be an Australian resident and must only access this Prospectus from within Australia.

If you have received this Prospectus as an electronic prospectus, please ensure that you have received the entire Prospectus accompanied by an Application Form. If you have not, please contact the Company (see the Corporate Directory in Section 1 for the Company's contact details) and the Company will send you, at no cost to you, either a hard copy or a further electronic copy of the Prospectus or both during the Offer period.

The Corporations Act prohibits any person passing an Application Form on to another person unless it is attached to a hard copy of this Prospectus or it accompanies the complete and unaltered version of this Prospectus. The Company reserves the right not to accept an Application Form if it has reason to believe that when that person was given access to the electronic Application Form, it was not provided together with the electronic Prospectus and any relevant supplementary or replacement prospectus or any of those documents were incomplete or altered.

### **3.7 Website**

No document or information on the Company's website is incorporated by reference into this Prospectus.

### **3.8 Definitions**

Throughout this Prospectus abbreviations and defined terms are used. Defined terms are generally identifiable by the use of an upper case first letter and the definitions of those terms are contained in the Glossary in Section 9.

## 4. DETAILS OF THE OFFER

### 4.1 The Offer

Eligible Shareholders who subscribe for Shares under the SPP, and investors who subscribe for Shares under the SPP Shortfall Offer (together, **SPP Subscribers**), are also being offered one attaching SPP Option for every two Shares subscribed for and issued under the SPP. The SPP Options are being issued under the Offer for no additional consideration as they are being issued on a free-attaching basis to Eligible Shareholders who subscribe for Shares under the SPP or to persons who subscribe for Shares under the SPP Shortfall Offer, on the basis of one (1) SPP Option for every two (2) Shares applied for and issued. SPP Options will be unquoted and will be exercisable at \$0.02 each on or before 16 December 2022.

As at the date of this Prospectus the Company has on issue 1,220,515,079 Shares, 246,600,643 Partly Paid Shares and a total of 55,126,000 unlisted Options (at an exercise price of \$0.02 each with an expiry date of 17 August 2020). Please refer to Sections 6.1 and 6.2 for information on the rights and liabilities attaching to Shares and SPP Options respectively.

The purpose of the Offer is to issue the SPP Options in respect of Shares that will be issued under the SPP and the SPP Shortfall Offer, completing the issue to SPP Subscribers of Securities subscribed for under the SPP and the SPP Shortfall Offer. Applications pursuant to the Offer must only be made by Eligible Shareholders who are subscribing for Shares under the SPP or by persons who have been invited to participate in the SPP Shortfall Offer as detailed below.

Any Shares (and attaching SPP Options) not taken up pursuant to the SPP and under this Prospectus will form the SPP Shortfall Offer which may be offered by the Company to any sophisticated or professional investors as a separate placement at the discretion of the Directors. The offer of SPP Options under the SPP Shortfall Offer is a separate offer made pursuant to this Prospectus and is by invitation of the Company only. Subscribers under the SPP Shortfall Offer will be offered Shares and attaching Options on the same terms as those under the SPP.

The Company intends to issue the SPP Options utilising its existing placement capacity under Listing Rule 7.1 and as such, does not intend to seek shareholder approval for the issue of the SPP Options.

The purpose of the Offer is set out in Section 5.1.

### 4.2 How to Apply for SPP Options

An application for SPP Options must be made using the Application Form. A completed Application Form must be mailed or delivered to the Registry at:

Advanced Share Registry Ltd  
110 Stirling Highway  
NEDLANDS WA 6009

**No payment is required in respect of any SPP Options subscribed for as the SPP Options are being issued under the Offer for no additional consideration on an attaching basis to the Shares subscribed for by SPP Subscribers**

### 4.3 Application Form

A completed Application Form cannot be withdrawn and constitutes a legally binding application for, and acceptance of, the number of SPP Options applied for on the terms set out in this Prospectus.

If the Application Form is not completed correctly it may still be treated as valid. The

Company's decision as to whether to treat the acceptance as valid, and how to construe, amend or complete the Application Form is final.

By completing and returning an Application Form, Applicants will be deemed to have represented and warranted on behalf of themselves or each person on whose account they are acting, that the law in their place of residence and/or where they have been given the Prospectus does not prohibit them from being given the Prospectus and that they:

- (a) agree to be bound by the terms of the Offer;
- (b) declare that all details and statements in the Application Form are complete and accurate;
- (c) declare that they are over 18 years of age and have full legal capacity and power to perform all their rights and obligations under the Application Form;
- (d) authorise the Company and its respective officers or agents, to do anything on their behalf necessary for the SPP Options to be issued to them, including to act on instructions of the Company's Share Registry upon using the contact details set out in the Application Form;
- (e) acknowledge that the information contained in, or accompanying, the Prospectus is not investment or financial product advice or a recommendation that SPP Options are suitable for them given their investment objectives, financial situation or particular needs; and
- (f) acknowledge that the SPP Options have not, and will not be, registered under the securities laws in any other jurisdictions outside Australia.

#### **4.4 Applicant Outside Australia**

The distribution of this Prospectus in jurisdictions outside Australia may be restricted by law and persons who come into possession of this Prospectus should seek advice on and observe any such restrictions. A failure to comply with these restrictions may violate those applicable laws. This Prospectus does not, and is not intended to, constitute an offer or invitation to subscribe in any place or jurisdiction in which, or to any person to whom, it would not be lawful to make such an offer or to issue this Prospectus. If you are resident a country other than Australia you should consult your professional advisers as to whether any governmental or other consents are required or whether any other formalities need to be considered and followed.

The return of the completed Application Form will be taken by the Company to constitute a representation and warranty by you that all relevant approvals have been obtained.

No action has been taken by the Company to register or qualify the SPP Options or otherwise permit a public offering of the SPP Options the subject of this Prospectus in any jurisdiction outside of Australia.

#### **4.5 Minimum Subscription**

There is no minimum subscription to be raised under the Offer.

The amount to be raised under the SPP is capped at \$660,000 (before costs) by the issue of up to 110,000,000 Shares. This means that the offer of SPP Options under this Prospectus is capped at a total of 55,000,000 SPP Options. If applications are received in respect of more than 110,000,000 Shares under the SPP, acceptances will be scaled back in accordance with the mechanisms described in the SPP.

#### **4.6 Allotment of SPP Options**

The SPP Options offered by this Prospectus will be allotted in accordance with the Listing Rules.

Following allotment a statement of Option holding will be dispatched to the successful Applicant in accordance with the Listing Rules. It is the responsibility of each Applicant to determine their allocation prior to any exercise of any SPP Options.

#### **4.7 ASX Listing**

The Company will not apply to the ASX for Quotation of the SPP Options offered under this Prospectus. The ASX takes no responsibility for the contents of this Prospectus.

#### **4.8 No Underwriting**

Neither the Offer nor the SPP is underwritten. Any SPP Shares and SPP Options not subscribed for by Eligible Shareholders under the SPP will comprise the shortfall and may be offered to sophisticated or professional investors as a separate placement at the discretion of the Directors subject to the Listing Rules (**SPP Shortfall Offer**).

#### **4.9 Risk Factors**

You should be aware that subscribing for SPP Options the subject of this Prospectus involves a number of risks. The key risks are set out in Section 3.4 and other Risk Factors are set out in Section 7. The Applicant is urged to consider those risks carefully, and if necessary consult their professional advisers before deciding whether to invest in the Company. The risk factors set out in Section 3.4 and Section 7, and other general risks applicable to all investments in listed securities not specifically referred to, may in the future affect the value of the SPP Options. Accordingly an investment in the Company should be considered speculative.

#### **4.10 Governing Law**

The Prospectus and the contract that arises from acceptance of the Application are governed by the laws applicable in Western Australia and the Applicant submits to the non-exclusive jurisdiction of the courts of Western Australia.

#### **4.11 Taxation**

The Directors do not consider it appropriate to give advice regarding the taxation consequences of subscribing for SPP Options under this Prospectus. The acquisition of Shares and Options will have tax consequences which will differ depending upon the Applicant's individual financial affairs. The Applicant is urged to obtain independent financial advice about such consequences from a taxation viewpoint and generally. To the maximum extent permitted by law, the Company, its officers and each of their respective advisers accept no liability or responsibility with respect to the taxation consequences of subscribing for SPP Options under this Prospectus.

#### **4.12 Opening and Closing Date**

As set out in the indicative timetable, the Offer will open on 26 November 2019 (**Opening Date**) and is anticipated to close on 17 December 2019 (**Closing Date**). The Opening Date and Closing Date for the Offer are indicative only and subject to change without notice. The Company may elect to vary these dates, including to close the Offer early, extend the Closing Date or to withdraw the Offer at any time prior to issue of the SPP Options. If any of the dates are changed, subsequent dates may also change. You are encouraged to lodge your Application Form as soon as possible after the Opening Date.

The Company will accept Application Forms for the Offer from the Opening Date until 5.00pm WST on the Closing Date or such other date as the Directors in their absolute discretion shall determine, subject to the requirements of the Listing Rules.

#### **4.13 Queries**

This Prospectus provides important information and should be read in its entirety. If you have any questions about what action to take after reading this Prospectus, please contact your stockbroker, financial planner, accountant, lawyer or independent financial adviser. Any questions concerning the Offer should be directed to the Chief Financial Officer, Mr Robert Van der Laan +61 8 9479 5386.

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## 5. PURPOSE AND EFFECT OF THE OFFER

### 5.1 Purpose of the Offer

As announced to the ASX on 25 November 2019, the Company aims to raise up to \$660,000 via a Share Purchase Plan (**SPP**) to existing Eligible Shareholders. The issue price of Shares under the SPP will be \$0.006 per Share, with one (1) attaching SPP Option for every two (2) Shares applied for and issued (exercisable on or before 16 December 2022 at \$0.02 each). The SPP is being undertaken in conjunction with a placement to sophisticated and professional investors, details of which were announced to ASX on 25 November 2019. The SPP Options are being issued under the Offer for no additional consideration as they are being issued on a free-attaching basis to participants in the SPP and the SPP Shortfall Offer (**SPP Subscribers**). Full terms and conditions of the SPP Options proposed to be issued under the Offer are set out in Section 6.2.

Shares (and attaching SPP Options) not subscribed for by Eligible Shareholders under the SPP comprise the shortfall and may be offered to sophisticated or professional investors as a separate placement at the discretion of the Directors pursuant to the SPP Shortfall Offer. The offer of SPP Options under the SPP Shortfall Offer is a separate offer made pursuant to this Prospectus. Subscribers under the SPP Shortfall Offer will be offered Shares and attaching Options on the same terms as those offered to Eligible Shareholders under the SPP. The SPP and the SPP Shortfall Offer together comprise the Offer.

Applications pursuant to the Offer must only be made by SPP Subscribers or persons invited by the Company.

### 5.2 Purpose of the Prospectus

Section 707(3) of the Corporations Act generally requires that a prospectus is issued in order for a person to whom securities were issued without disclosure under Part 6D of the Corporations Act to on-sell those securities within 12 months of the date of their issue.

The Corporations Act provides an exception to section 707(3) where an entity issues a 'cleansing' notice under section 708A(5). However, the Company is precluded from issuing a 'cleansing' notice in respect of the SPP Options as they are not in a class of securities that were quoted securities at all times in the last 3 months.

The offer of Shares under the SPP has been made in accordance with the ASIC Instrument and therefore does not require a prospectus for the purposes of Chapter 6D of the Corporations Act. The Company is unable to rely on the ASIC Instrument for the issue of the SPP Options because the relief only extends to Shares. Accordingly, the Company is undertaking the Offer under this Prospectus.

This Prospectus has also been issued to facilitate secondary trading of the Shares to be issued upon exercise of the SPP Options to be issued under the Offer. Issuing the SPP Options under this Prospectus will enable persons who are issued the SPP Options to on-sell the Shares issued on exercise of the SPP Options pursuant to ASIC Corporations (Sale Offers That Do Not Need Disclosure) Instrument 2016/80.

Accordingly, the purpose of this Prospectus is to:

- (a) make the offer of SPP Options to the relevant parties under the Offer; and
- (b) ensure that the on-sale of the Shares issued on conversion of the SPP Options does not breach section 707(3) of the Corporations Act.

### 5.3 Effect on Financial Position

The issue of the SPP Options under this Prospectus will not have a material impact on the Company's financial position as the SPP Options are being issued for no consideration as attaching Options to Shares subscribed for and issued under the SPP. For this reason a

pro-forma statement of the Company showing the financial effect of the Offer has not been included in this Prospectus.

The expenses of the Offer will be met from the Company's existing cash reserves. As such the Offer will have an effect on the Company's financial position, being a reduction in its cash reserves of approximately \$15,000 (refer to Section 8.6 for further details).

#### 5.4 Effect on Capital Structure

The effect of the Offer on the capital structure of the Company is set out below.

Type of Securities	Balance at date of Prospectus	SPP Shares	SPP Options	Balance after the Offer <sup>(3)</sup>
Shares	1,220,515,079 <sup>(1)</sup>	110,000,000 <sup>(3)</sup>	Nil	1,330,515,079 <sup>(4)</sup>
Partly Paid Shares	246,600,643	Nil	Nil	246,600,643
Unquoted Options	55,126,000 <sup>(2)</sup>	Nil	55,000,000	110,126,000 <sup>(4)</sup>

(1) Assumes no unquoted Options are exercised prior to the completion of the Offer.

(2) Comprises unquoted Options exercisable at \$0.02 on or before 17 August 2020.

(3) SPP Shares or SPP Shortfall Offer Shares to be issued after the date of this Prospectus as set out in Section 5.1.

(4) On 25 November 2019 the Company also announced a placement of 31,500,000 Shares, together with 15,750,000 unquoted Options on the same terms as the SPP Options. Assuming completion of the placement, the Company will have 1,362,015,079 Shares and 125,876,000 unquoted Options on issue.

As at the date of this Prospectus, 416,049,348 Shares and 106,958,313 Partly Paid Shares are subject to voluntary escrow until 17 September 2020.

#### 5.5 Financial Forecasts and Cash flow Projections

The Directors have considered the matters set out in ASIC Regulatory Guide 170 and consider that they do not have a reasonable basis to forecast future earnings for the Company. Given the speculative nature of mineral exploration and the stage of the Company's projects there are significant uncertainties associated with the future revenue earning potential of the Company and the timing and sustainability of the cash flow. On the basis of these inherent uncertainties, the Directors believe that reliable forecasts cannot be prepared and accordingly have not included forecasts in this Prospectus.

#### 5.6 Effect on control of the Company

The Company is of the view that the Offer will not affect the control (as defined by section 50AA of the Corporations Act) of the Company. No investor or existing Shareholder will have a voting power greater than 20% as a result of the completion of the Offer.

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## 6. RIGHTS AND LIABILITIES ATTACHING TO SECURITIES

### 6.1 Rights and Liabilities attaching to Shares

The Shares issued upon exercise of the SPP Options offered for subscription under this Prospectus will rank equally with the issued Shares. The rights attaching to Shares are set out in the Constitution and in certain circumstances are regulated by the Corporations Act, the Listing Rules, the ASX Settlement Operating Rules and general law. The rights, privileges and restrictions attaching to Shares are summarised below. This is not exhaustive nor is it a definitive statement of the rights and liabilities of Shareholders. To obtain such a statement you should obtain independent legal advice. A copy of the Constitution is available for inspection at the Company's registered office during normal business hours.

- (a) **Voting**

At a general meeting, on a show of hands every Shareholder present in person has one vote. At the taking of a poll, every Shareholder present in person or by proxy, attorney or representative of a Shareholder and whose shares are fully paid, has one vote for each of his or her shares or for each share in respect of which they are appointed a proxy, attorney or representative. On a poll, the holder of a partly paid share has a fraction of a vote with respect to the share. The fraction is equivalent to the proportion which the amount paid (not credited) bears to the total amount paid and payable (excluding amounts credited).
- (b) **Dividends**

The Directors, in their judgement, may declare interim and final dividends to Shareholders out of profits of the Company. The Directors may fix the amount, the record date for determining eligibility and the method of payment. All dividends must be paid to the Shareholders in proportion to the number and the amount paid on the Shares held.
- (c) **Transfer of Shares**

Generally, all Shares are freely transferable subject to the procedural requirements of the Constitution, and to the provisions of the Corporations Act, the Listing Rules and the ASX Settlement Operating Rules. The Directors may decline to register any transfer of Shares (other than a Market Transfer (as that term is defined in the Constitution)) where the Listing Rules or the ASX Settlement Operating Rules permit the Company to do so or the Listing Rules or the ASX Settlement Operating Rules require the Company to do so.
- (d) **General meetings**

Each Shareholder is entitled to, receive notice of, attend and vote at general meetings of Company and to receive all notices, financial statements and other documents required to be sent to Shareholders under the Constitution, the Corporations Act and the Listing Rules.
- (e) **Variation of rights**

The Company may only modify or vary the rights attaching to any class of Shares with the prior approval by a special resolution of the holders of Shares in that class at a meeting of those holders, or with the written consent of the holders of at least three-quarters of the issued Shares of that class.
- (f) **Liquidation Rights**

Subject to any Shares that may in the future be issued with special or preferential rights (currently there are none), the surplus assets of the Company after winding-up shall be distributed among the members in proportion to the number of Shares held by them, irrespective of the amounts paid or credited as paid on the Shares.

A liquidator in a winding-up may, with the sanction of a special resolution of members, divide among the members the whole or any part of the property of the



Company and determine how the division is to be carried out as between members of different classes.

- (g) **Issue of further Shares**  
Subject to the Constitution, the Corporations Act and the Listing Rules, the Directors may issue, or grant options in respect of, Shares to such persons on such terms as they think fit. In particular, the Directors may issue preference shares, including redeemable preference shares, and may issue shares with preferred, deferred or special rights or restrictions in relation to dividends, voting, return of capital and participation in surplus on winding up.
- (h) **Alteration to the Constitution**  
The Constitution can only be amended by a special resolution passed by at least 75% of ordinary Shareholders present and voting at a general meeting. At least 28 days' notice of the intention to propose the special resolution must be given.
- (i) **Directors**  
The minimum number of Directors is three and the maximum is 10 unless resolved otherwise in general meeting. Currently, there are four Directors. Directors must retire on a rotational basis so that one- third of Directors retire at each annual general meeting. Any other Director who has been in office for three or more years must also retire. A retiring Director is eligible for re-election. The Directors may appoint a Director either in addition to existing Directors or to fill a casual vacancy, who then holds office until the next annual general meeting.
- (j) **Decisions of Directors**  
Questions arising at a meeting of Directors are decided by a majority of votes. Where the votes are equal on a proposed resolution the Chairman, in addition to the Chairman's deliberate vote, has a casting vote except where only two Directors are present and entitled to vote on a question.

## **6.2 Terms and Conditions attaching to SPP Options**

Each SPP Option to be issued pursuant to this Prospectus entitles the holder to subscribe for a Share on the following terms and conditions:

- (a) **Entitlement**  
Each SPP Option entitles the holder to subscribe for one Share upon exercise of the SPP Option.
- (b) **Exercise Price**  
The exercise price of each SPP Option is \$0.02.
- (c) **Expiry Date**  
Each SPP Option has an expiry date of 16 December 2022.
- (d) **Exercise Period**  
Each SPP Option is exercisable at any time on or before 16 December 2022.
- (e) **Quotation**  
No application will be made for Quotation of the SPP Options.
- (f) **Transferability**  
The SPP Options will be transferable, subject to compliance with the Corporations Act and the Listing Rules.
- (g) **Notice of Exercise**  
Each SPP Option may be exercised by notice in writing to the Company together with the payment for the number of Shares in respect of which the SPP Options are exercised at any time during the Exercise Period. Any notice of exercise of a

SPP Option received by the Company will be deemed to be a notice of the exercise of the relevant number of SPP Options as at the date of receipt of the notice and accompanying payment (**Exercise Date**).

- (h) **Timing of issue of Shares on exercise**  
Within 15 Business Days after the Exercise Date the Company will:
  - A. issue the number of Shares required under these terms and conditions in respect of the number of SPP Options specified in the notice of exercise and for which cleared funds have been received by the Company; and
  - B. if admitted to the official list of ASX at the time, apply for quotation on ASX of Shares issued pursuant to the exercise of a SPP Option.
- (i) **Shares issued on exercise**  
Shares issued on exercise of SPP Options rank equally in all respects with the then issued fully paid ordinary shares of the Company.
- (j) **Quotation of Shares on exercise**  
Application will be made by the Company to ASX for Quotation of the Shares issued upon the exercise of a SPP Option.
- (k) **Participation in new issues**  
There are no participation rights or entitlements inherent in the SPP Options and holders will not be entitled to participate in new issues of capital offered to Shareholders during the currency of the SPP Options.

However, the Company will ensure that for the purposes of determining entitlements to any such issue, the record date will be the minimum period required by the Listing Rules. This will give the holder of a SPP Option the opportunity to exercise the SPP Option prior to the date for determining entitlements to participate in any such issue.

- (l) **Adjustment for bonus issues of Shares**  
If the Company makes a bonus issue of Shares or other securities to existing Shareholders (other than an issue in lieu or in satisfaction, of dividends or by way of dividend reinvestment):
  - A. the number of Shares which must be issued on the exercise of a SPP Option will be increased by the number of Shares which the SPP Option holder would have received if the SPP Option holder had exercised their SPP Options before the record date for the bonus issue; and
  - B. no change will be made to the Exercise Price.
- (m) **Adjustment for rights issue**  
If the Company makes an issue of Shares pro rata to existing Shareholders (other than an issue in lieu or in satisfaction of dividends or by way of dividend reinvestment) the Exercise Price of each SPP Option will be reduced according to the following formula:

$$\text{New exercise price} = O - \frac{E[P - (S + D)]}{N + 1}$$

O = the old Exercise Price of the SPP Options.

E = the number of underlying Shares into which one SPP Option is exercisable.

P = average market price per Share weighted by reference to volume of the underlying Shares during the 5 trading days ending on the day before the ex-rights date or ex entitlements date.

S = the subscription price of a Share under the pro rata issue.

D = the dividend due but not yet paid on the existing underlying Shares (except those to be issued under the pro rata issue).

N = the number of Shares with rights or entitlements that must be held to receive a right to one new share.

- (n) Adjustments for reorganisation  
If there is any reorganisation of the issued share capital of the Company, the rights of a SPP Option holder will be varied to comply with the Listing Rules which apply to the reorganisation at the time of the reorganisation.
- (o) Lodgement Instructions  
Cheques and money orders shall be in Australian currency made payable to the Company and crossed "Not Negotiable". The application for Shares on exercise of a SPP Option with the appropriate remittance should be lodged with the Company Secretary, at the Company's registered office or the Share Registry.
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## 7. RISK FACTORS

### 7.1 Introduction

**Subscribing for SPP Options involves a number of risks. Applicants should consider the risk factors described below, together with information contained elsewhere in this Prospectus, before deciding whether to apply for SPP Options offered under this Prospectus.**

**Parkway Minerals NL is an exploration and development company and you should consider that an investment in the Company is speculative. You should consult your professional advisers before deciding whether to apply for SPP Options pursuant to this Prospectus.**

**The risk factors set out below and others not specifically referred to below must not be taken as exhaustive of the risks faced by the Company or by the investor invited to by the Company to participate in the Offer.**

These risk factors may materially affect the financial performance of the Company and the value of SPP Options and any Shares issued upon conversion of SPP Options. Accordingly the SPP Options to be issued pursuant to this Prospectus carry no guarantee with respect to the payment of dividends, returns of capital or its market value. Some risks can be mitigated by the use of appropriate safeguards and appropriate systems and controls by the Company, however some are unpredictable and outside the control of the Company and the extent to which they can be mitigated or managed is very limited or not possible.

### 7.2 Key Risks specific to the Company

The key risks which the Directors consider are associated with an investment in the Company are:

- (a) Additional Requirements for Capital.
- (b) Title and Tenure Risk.
- (c) Exploration and Development Risks.

- (d) Access Risk – Cultural Heritage and Native Title.
- (e) Reliance on Key Personnel.
- (f) Contractual and Joint Venture Risk.
- (g) Sovereign and Political Risk.

**Details of these key risks are contained in Section 3.4 and have not been repeated in this Section 7.**

## **INDUSTRY RISKS**

### **7.3 Operating Risks**

The current and future operations of the Company, including exploration, project appraisal, development and possible production activities may be affected by various factors which can limit or prevent such activities. Such factors may include failure to locate or identify mineral deposits, failure to achieve predicted grades in exploration and mining, operational and technical difficulties encountered in surveying, drilling, other exploration activities and/or production activities, difficulties in commissioning and operating plant and equipment, electrical or mechanical failure or plant break, unanticipated metallurgical problems which may affect extraction costs, adverse weather conditions, industrial and environmental accidents, industrial disputes and unexpected shortages or increases in the costs of skilled labour, consumables, spare parts, plant and equipment.

### **7.4 Resource Estimates**

Resource estimates are expressions of judgement based on knowledge, experience and industry practice. Estimates which were valid when originally calculated may alter significantly when new information or techniques become available. In addition, by their very nature, resource estimates are imprecise and depend to some extent on interpretations which may prove to be inaccurate. As further information becomes available through additional fieldwork and analysis the estimates are likely to change. This may result in alterations to development and mining plans which may, in turn, adversely affect the Company's operations and the value of the SPP Options.

### **7.5 Commercial Risk**

The mining industry is competitive and there is no assurance that, even if commercial quantities of minerals are discovered by the Company on its current projects or future projects it may acquire an interest in, a profitable market will exist for sales of such minerals. There can be no assurance that the quality of any such minerals will be such that they can be mined economically.

### **7.6 Commodity Price Volatility and Exchange Rate Risks**

If the Company achieves success leading to production, the revenue it will derive through the sale of sulphate of potash or lithium or any other commodities it may discover exposes the potential income of the Company to commodity price and exchange rate risks. Commodity prices fluctuate and are affected by many factors beyond the control of the Company. Such factors include supply and demand fluctuations, technological advancements, forward selling activities and other macro-economic factors such as inflation expectations, interest rates and general global economic conditions.

Furthermore, international prices of various commodities are denominated in United States dollars whereas the income and expenditure of the Company are and will be taken into account in Australian currency. This exposes the Company to the fluctuations and volatility of the rate of exchange between the United States dollar and the Australian dollar and other currencies as determined in international markets.

If the price of commodities declines this could have an adverse effect on the Company's exploration, development and possible production activities, and its ability to fund these activities, which may no longer be profitable.

## **7.7 Insurance Risks**

Exploration for and development of minerals involves hazards and risks that could result in the Company incurring losses or liabilities that could arise from its operations. If the Company incurs losses or liabilities which are not covered by its insurance policies, the funds available for exploration and development will be reduced and the value and/or title to the Company's assets may be at risk.

The Company insures its operations in accordance with industry practice. However in certain circumstances the Company's insurance may not be of a nature or level to provide adequate insurance cover. The occurrence of an event that is not covered or fully covered by insurance could have a material adverse effect on the business, financial condition and results of the Company.

Insurance against all risks associated with mining exploration and production is not always available and, where available, the costs can be prohibitive or not adequate to cover all claims.

## **7.8 Environmental Risks**

The Company's business is subject to extensive government environmental regulation, in Australia and overseas, which set standards regulating certain environmental matters. If a relevant government or regulatory body introduces new, more stringent laws or regulations, or changes existing laws and regulations or the interpretation thereof, the Company may face project disruptions, increases in operating costs and significant constraints on flexibility and the ability to expand its business operations or to maximise its profitability, which may have an adverse effect on the Company's business, results of operations, financial condition and prospects. In addition, failure to comply with regulations may result in significant damages or penalties being imposed on the Company, including for certain discharges into the environment, effects on employees, sub-contractors or customers, or as clean-up costs. If significant damages or penalties are imposed on the Company this may have a material adverse effect on the Company. The Company is not aware of any existing environmental laws or issues which cannot be resolved or would materially limit the Company's ability to proceed with the ongoing activities at its projects. However, the Company's projects may utilise the use of various chemicals, including those which are designated as hazardous substances. Contamination from hazardous substances, either at its own properties, or other locations for which it may be responsible, may subject the Company to liability for the investigation and remediation of contamination, as well as for claims seeking to recover for related property damage, personal injury or damage to natural resources.

The cost and complexity of complying with the applicable environmental laws and regulations may prevent the Company from being able to develop potential economically viable mineral deposits. The Company may require approval from the relevant authorities before it can undertake activities that are likely to impact the environment. Failure to obtain such approvals or to obtain them on terms acceptable to the Company may prevent the Company from undertaking its desired activities. The Company is unable to predict the effect of additional environmental laws and regulations, which may be adopted in the future, including whether any such laws or regulations would materially increase the Company's cost of doing business or affect its operations in any area.

There can be no assurances that new environmental laws, regulations or stricter enforcement policies, once implemented, will not oblige the Company to incur significant expenses and undertake significant investments in such respect which could have a material adverse effect on the Company's business, financial condition and results of operations.

## **7.9 Access to Infrastructure**

The Company's projects depend on an uninterrupted flow of materials, supplies, equipment, services and finished products. Due to the geographic location of the Company's projects, it is dependent on third parties for the provision of transportation and other infrastructure services. Contractual disputes, availability of transport, weather problems, labour disruptions or other factors could have a material adverse effect on the Company's ability to transport (or take delivery of transported) materials according to schedules and contractual commitments and could have a material adverse effect on the Company's business, projects, operations and financial performance. If the Company progresses to production there is no guarantee that appropriate and affordable other infrastructure services such as power and water will be available, which could have an adverse effect on the Company. In the event of production the Company must have the supply of both power and water infrastructure. Due to high demand for power and water access there is a risk that the Company may not be able to procure such access, or procure it on affordable terms, which could have an adverse effect on the Company.

## **7.10 Climate change risk**

Climate change is a risk the Company has considered, particularly related to its operations in the resources industry. The climate change risks particularly attributable to the Company include:

- (a) the emergence of new or expanded regulations associated with the transitioning to a lower-carbon economy and market changes related to climate change mitigation. The Company may be impacted by changes to local or international compliance regulations related to climate change mitigation efforts, or by specific taxation or penalties for carbon emissions or environmental damage. These examples sit amongst an array of possible restraints on industry that may further impact the Company and its profitability. While the Company will endeavour to manage these risks and limit any consequential impacts, there can be no guarantee that the Company will not be impacted by these occurrences; and
- (b) climate change may cause certain physical and environmental risks that cannot be predicted by the Company, including events such as increased severity of weather patterns and incidence of extreme weather events and longer term physical risks such as shifting climate patterns. All these risks associated with climate change may significantly change the industry in which the Company operates.

## **GENERAL RISKS**

### **7.11 General Economic Conditions**

General economic conditions, introduction of tax reform, new legislation, the general level of activity within the resources industry, movements in interest and inflation rates and currency exchange rates may have an adverse effect on the Company's exploration, development and possible production activities, as well as on its ability to fund those activities.

### **7.12 Share Market Conditions**

Share market conditions may affect the value of the Company's quoted securities regardless of the Company's operating performance. Share market conditions are affected by many factors such as:

- (a) general economic outlook in Australia and/or overseas;
- (b) the introduction of tax reform or other new legislation (such as royalties);
- (c) interest rates and inflation rates;
- (d) currency fluctuations;

- (e) changes in investor sentiment toward particular market sectors in Australia and/or overseas (such as the exploration industry or lithium or gold sectors within that industry);
- (f) the demand for, and supply of, capital; and
- (g) terrorism or other hostilities.

The market price of the Shares and Options can fall as well as rise and may be subject to varied and unpredictable influences on the market for equities in general and resource exploration stocks in particular, which influences are beyond the Company's control and which are unrelated to the Company's performance. Neither the Company nor the Directors warrant the future performance of the Company, the SPP Options and subsequently any return on an investment in the Company. A Shareholder who exercises SPP Options may not receive the entire amount of their original investment.

### **7.13 Volatility in Global Credit and Investment Markets**

Global credit, commodity and investment markets have recently experienced a high degree of uncertainty and volatility. The factors which have led to this situation have been outside the control of the Company and may continue for some time resulting in continued volatility and uncertainty in world stock markets (including the ASX). This may impact the price at which the Shares trade regardless of operating performance and affect the Company's ability to raise additional equity and/or debt to achieve its objectives, if required.

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## **8. ADDITIONAL INFORMATION**

### **8.1 Continuous disclosure obligations**

The Company is a "disclosing entity" (as defined in section 111AC of the Corporations Act) for the purposes of section 713 of the Corporations Act and, as such, is subject to regular reporting and disclosure obligations. Specifically, like all listed companies, the Company is required to continuously disclose any information it has to the market which a reasonable person would expect to have a material effect on the price or the value of the Company's securities.

This Prospectus is a "transaction specific prospectus". In general terms a "transaction specific prospectus" is only required to contain information in relation to the effect of the issue of securities on the Company and the rights attaching to the securities. It is not necessary to include general information in relation to all of the assets and liabilities, financial position, profits and losses or prospects of the issuing company.

This Prospectus is intended to be read in conjunction with the publicly available information in relation to the Company which has been notified to ASX and does not include all of the information that would be included in a prospectus for an initial public offering of securities in an entity that is not already listed on a stock exchange. The Applicant should therefore have regard to the other publicly available information in relation to the Company before making a decision whether or not to invest.

Having taken such precautions and having made such enquires as are reasonable, the Company believes that it has complied with the general and specific requirements of ASX as applicable from time to time before the issue of this Prospectus which required the Company to notify ASX of information about specified events or matters as they arise for the purpose of ASX making that information available to the stock market conducted by ASX.

Information that is already in the public domain has not been reported in this Prospectus other than that which is considered necessary to make this Prospectus complete.

The Company, as a disclosing entity under the Corporations Act states that:

- (a) it is subject to regular reporting and disclosure obligations;
- (b) copies of documents lodged with ASIC in relation to the Company (not being documents referred to in section 1274(2)(a) of the Corporations Act) may be obtained from, or inspected at, the offices of ASIC; and
- (c) it will provide a copy of each of the following documents, free of charge, to any person on request between the date of issue of this Prospectus and the Closing Date:
  - (i) the annual financial report most recently lodged by the Company with ASIC;
  - (ii) any half-year financial report lodged by the Company with ASIC after the lodgement of the annual financial report referred to in paragraph (i) above and before the lodgement of this Prospectus with ASIC; and
  - (iii) any continuous disclosure documents given by the Company to ASX in accordance with the Listing Rules as referred to in section 674(1) of the Corporations Act after the lodgement of the annual financial report referred to in paragraph (i) above and before the lodgement of this Prospectus with ASIC.

Copies of all documents lodged with ASIC in relation to the Company can be inspected at the registered office of the Company or an ASIC office during normal office hours, free of charge.

The Company has lodged the following announcements with ASX since the lodgement of the Company's 2019 annual financial report and before the lodgement of this Prospectus with ASIC:

<b>Date</b>	<b>Description of Announcement</b>
25 November 2019	Investor Presentation
25 November 2019	Cleansing Notice
25 November 2019	Corporate Update & Capital Raising
20 November 2019	Trading Halt
6 November 2019	Change of Director's Interest Notice
6 November 2019	Change of Interests of Substantial Holder
31 October 2019	Quarterly Activities & Cash flow Reports
28 October 2019	Updated Investor Information Resources & Presentation
25 October 2019	Notice of Annual General Meeting/Proxy Form
25 October 2019	CPC Completion, s708A Notice & Appendix 3B
24 October 2019	Change of Director's Interest Notice
11 October 2019	Change of Interests of Substantial Holder
3 October 2019	New Investor Presentation with Enhanced Corporate Strategy

The announcements are also available through the Company's website [www.parkwayminerals.com.au](http://www.parkwayminerals.com.au).



## 8.2 Market price of Shares and Options

The Company is a disclosing entity for the purposes of the Corporations Act and the Shares are enhanced disclosure securities quoted on ASX.

The highest, lowest and last market sale prices of the Shares traded on ASX during the three months immediately preceding the date of lodgement of this Prospectus with ASIC and the respective dates of those sales were:

Highest: \$0.009 on 9 October 2019

Lowest: \$0.004 on 26 September 2019

Last: \$0.005 on 25 November 2019

As at the date of this Prospectus the Company does not have any Options which traded on ASX during the three months immediately preceding the date of lodgement of this Prospectus with ASIC.

## 8.3 Interests of Directors

Other than as set out below or elsewhere in this Prospectus, no Director or proposed Director holds, or has held within the two years preceding lodgement of this Prospectus with the ASIC, any interest in:

- the formation or promotion of the Company; or
- any property acquired or proposed to be acquired by the Company in connection with:
  - its formation or promotion; or
  - the Offer; and
- the Offer,

and no amounts have been paid or agreed to be paid (in cash, Shares, Options or otherwise) and no benefits have been given or agreed to be given to a Director or a proposed Director:

- as an inducement to become, or to qualify as, a Director; or
- for services provided in connection with:
  - the formation or promotion of the Company; or
  - the Offer.

## Security Holdings

The Directors' relevant interests in Securities as at the date of this Prospectus are set out below.

Name	Shares	Options(1)	Partly Paid Shares (2)
Patrick McManus	33,774,291	-	3,445,273
Bahay Ozcakmak	209,620,534	-	52,424,060
Adrian Griffin	16,323,693	-	4,950,217
Patrick Power	-	-	-

(1) Options exercisable at \$0.02 on or before 17 August 2020.

(2) Partly Paid Shares paid to \$0.001, unpaid \$0.019.

## Remuneration

The total maximum remuneration of non-executive Directors is initially set by the Constitution and subsequent variation is by ordinary resolution of Shareholders in general meeting in accordance with the Constitution, the Corporations Act and the Listing Rules, as

applicable. The determination of non-executive Directors' remuneration within that maximum will be made by the Board having regard to the inputs and value to the Company of the respective contributions by each non-executive Director. The current amount has been set at an amount not to exceed \$250,000 per annum.

A Director may be paid fees or other amounts (i.e. non-cash performance incentives such as Options, subject to any necessary Shareholder approval) as the other Directors determine where a Director performs special duties or otherwise performs services outside the scope of the ordinary duties of a Director. In addition, Directors are also entitled to be paid reasonable travelling, hotel and other expenses incurred by them respectively in or about the performance of their duties as Directors.

The following table shows the total the Directors, including their personally-related entities, have been paid or are entitled to be paid (including the value of Options issued).

<b>Name</b>	<b>Year Ended 30 June 2018 \$</b>	<b>Year Ended 30 June 2019 \$</b>	<b>1 July 2019 to date of this Prospectus \$</b>
Patrick McManus	304,256	275,000	114,583
Bahay Ozcakmak	-	-	53,500
Adrian Griffin	90,000	90,000	37,500
Patrick Power	-	-	10,400

#### **8.4 Interests of Experts and Advisers**

Other than as set out below or elsewhere in this Prospectus, no:

- person named in this Prospectus as performing a function in a professional, advisory or other capacity in connection with the preparation or distribution of this Prospectus; or
- promoter of the Company; or
- an underwriter (but not a sub-underwriter),

holds, or has held within the two (2) years preceding lodgement of this Prospectus with ASIC, any interest in:

- the formation or promotion of the Company; or
- any property acquired or proposed to be acquired by the Company in connection with:
  - its formation or promotion; or
  - the Offer; and
- the Offer,

and no amounts have been paid or agreed to be paid (in cash, Shares, Options or otherwise) and no benefits have been given or agreed to be given to any of these persons for services provided in connection with:

- the formation or promotion of the Company; or
- the Offer.

## 8.5 Consents

Each of the parties referred to in this Section:

- (a) does not make the Offer;
- (b) has not authorised or caused the issue of this Prospectus;
- (c) does not make, or purport to make, any statement in this Prospectus other than those referred to in this Section; and
- (d) to the maximum extent permitted by law, expressly disclaims and takes no responsibility for any statement included in or omitted from this Prospectus other than a reference to its name and a statement included in this Prospectus with the consent of that party as specified in this Section 8.5.

## 8.6 Proposed use of funds and expenses of the Offer

No funds will be raised from the issue of the SPP Options pursuant to this Prospectus as the SPP Options are issued as free attaching to Shares under the Offer.

Any funds raised from exercise of the SPP Options offered under this Prospectus will be used for general working capital.

The total expenses of the Offer are estimated to be approximately \$15,000 and are expected to be applied towards the items set out in the table below:

Item of Expenditure	(\$)
ASIC fees	3,200
Share Registry, legal fees and other fees including printing and mailing	11,800
<b>TOTAL</b>	<b>15,000</b>

## 8.7 Litigation

As at the date of this Prospectus, the Company is not involved in any legal proceedings and the Directors are not aware of any legal proceedings pending or threatened against the Company.

## 8.8 Information excluded from continuous disclosure notices

There is no information which has been excluded from a continuous disclosure notice in accordance with the Listing Rules other than as is set out in this Prospectus.

## 8.9 Privacy Statement

If you complete an Application Form you will be providing personal information to the Company. The Company collects, holds and will use that information to assess your application, and, if your application is successful, to service your needs as a Security holder and to facilitate distribution payments and corporate communications to you as a Security holder.

The information may also be used from time to time and disclosed to persons inspecting the Share register, including bidders for your securities in the context of takeovers, regulatory bodies, including the Australian Taxation Office, authorised securities brokers, print service providers, mail houses and the Share Registry.

You can access, correct and update the personal information that we hold about you. If you wish to do so, please contact the Share Registry whose contact details are set out in the Corporate Directory in Section 1.

Collection, maintenance and disclosure of certain personal information is governed by legislation including the *Privacy Act 1988* (Cth) (as amended), the Corporations Act and certain rules such as the ASX Settlement Operating Rules.

You should note that if you do not provide the information required on the Application Form the Company may not be able to accept or process your application.

#### **8.10 Clearing House Electronic Sub-Register System (CHESS) and Issuer Sponsorship**

The Company participates in the Clearing House Electronic Sub-register System (**CHESS**). CHESS is operated by ASX Settlement Pty Ltd, a wholly owned subsidiary of the ASX, in accordance with the Listing Rules and the ASX Settlement Operating Rules. The Company operates an electronic issuer-sponsored sub-register and an electronic CHESS sub-register. The two sub-registers together make up the Company's principal register of Securities.

The Company will not issue certificates to Security holders. Instead Security holders will receive a statement of their holdings in the Company. If an investor is broker sponsored, ASX Settlement Pty Ltd will send a CHESS statement. This statement will also advise investors of either their Holder Identification Number (HIN) in the case of a holding on the CHESS sub-register or a Security Holder Reference Number (SRN) in the case of a holding on the issuer sponsored sub-register.

A statement will be routinely sent to Security holders at the end of any calendar month during which their holding changes. A Security holder may request a statement at any other time however a charge may be incurred for additional statements.

#### **8.11 Dividend Policy**

The Company has not declared a dividend since its incorporation and, at the date of this Prospectus, does not intend to pay any dividends in the two year period following the date of this Prospectus. During this period the Board expects to incur significant expenditure on the exploration and development of the Company's projects and in identifying, evaluating and, if warranted, acquiring other resource projects or assets in Australia and/or overseas that have the potential to add Shareholder value. The extent, timing and payment of dividends by the Company in the future will be at the discretion of the Directors and will depend on a number of factors including future earnings, the operating results and financial condition of the Company, future capital requirements, general business and other factors considered relevant by the Directors. No assurances in relation to the payment of dividends, or the franking credits attached to such dividends, can be given.

#### **8.12 Major activities and financial information**

A summary of the activities and financial information relating to the Company for the financial year ended 30 June 2019 can be found in the Company's Annual Financial Report lodged with ASX on 27 September 2019. The Company's continuous disclosure notices (i.e. ASX announcements) since the lodgement of its Annual Report are listed in Section 8.1.

Copies of these documents are available free of charge from the Company. Directors strongly recommend that potential Applicants review these and all other announcements prior to deciding whether or not to participate in the Offer.

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## 9. GLOSSARY

Where the following terms are used in this Prospectus they have the following meanings, unless the context requires otherwise:

**\$** means an Australian dollar.

**Application Form** means an SPP Application Form or a SPP Shortfall Application Form (as applicable).

**Applicant** means a person who submits an Application Form.

**ASIC** means the Australian Securities and Investments Commission.

**ASIC Instrument** means ASIC Corporations (Share and Interest Purchase Plans) Instrument 2019/547.

**ASX** means ASX Limited ACN 008 624 691 or the market operated by it (as the context requires).

**ASX Settlement Operating Rules** means the operating rules of the settlement facility operated by ASX Settlement Pty Ltd ACN 008 504 532, as amended from time to time.

**Board** means the board of Directors.

**Business Day** means a day other than a Saturday or a Sunday when trading banks are ordinarily open for business in Perth, Western Australia.

**Chairman** means the chairman of the Board.

**Closing Date** means the closing date of the Offer as set out in the indicative timetable in Section 2 (subject to the Company reserving the right to extend the Closing Date).

**Company** or **Parkway** means Parkway Minerals NL ACN 147 346 334.

**Constitution** means the constitution of the Company.

**Corporations Act** means the *Corporations Act 2001* (Cth) and any regulations made under it, each as amended from time to time.

**Directors** means the directors of the Company from time to time.

**Eligible Shareholder** has the meaning given to that term in the SPP.

**Group** means the Company and its related bodies corporate (as that term is defined in the Corporations Act) (if any).

**Listing Rules** means the Listing Rules of ASX and any other rules of ASX which are applicable while the Company is admitted to the official list of the ASX, each as amended or replaced from time to time, except to the extent of any express written waiver by ASX.

**Offer** means the invitation to subscribe for SPP Options under this Prospectus or the SPP Shortfall Offer.

**Option** means an option to acquire a Share and includes the SPP Options.

**Prospectus** means this prospectus dated 26 November 2019.

**Quotation** means official quotation by the ASX in accordance with the Listing Rules.

**Section** means a section of this Prospectus.

**Securities** means Shares and Options, or any one of them, as the context requires, and **Security** has a corresponding meaning.

**Share** means a fully paid ordinary share in the capital of the Company.

**Share Registry** means Advanced Share Registry Ltd.

**Shareholder** means a holder of a Share.

**SPP** means Share Purchase Plan as announced by the Company on 25 November 2019.

**SPP Application Form** means the application form attached to and forming part of this Prospectus.

**SPP Shortfall Application Form** means an application form provided by the Company on which applications under the SPP Shortfall Offer can be made.

**SPP Shortfall Offer** means the offer of Shares and free-attaching SPP Options not taken up pursuant to the SPP on the terms set out in Section 4.1.

**SPP Option** means an unquoted option to acquire a Share to be issued pursuant to the Offer on the terms and conditions set out in Section 6.2.

**SPP Record Date** means 5:00pm (WST) on the record date identified in the proposed timetable.

**SPP Subscribers** means Eligible Shareholders who subscribe for SPP Shares under the SPP and sophisticated and professional investors who subscribe for Shares under the SPP Shortfall Offer.

**WST** means Western Standard Time as observed in Perth, Western Australia.

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**10. DIRECTORS' STATEMENT AND AUTHORISATION**

This Prospectus is issued by the Company and its issue has been authorised by a resolution of the Directors.

Each Director has consented to the lodgement of this Prospectus with ASIC in accordance with section 720 of the Corporations Act and has not withdrawn that consent.

Dated 26 November 2019.

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**Patrick McManus  
Managing Director  
For and on  
behalf of  
Parkway Minerals NL**