

KOLOSORI NICKEL PROJECT UPDATE

KOLOSORI UPDATE:

- **Indicative Finance Proposals Received**
- **Regulatory Approval Process for Mining Lease being advanced**

Pacific Nickel Mines Limited (ASX Code: PNM) (“**Pacific Nickel**” or “**Company**”) is pleased to provide the following update in respect of the Kolosori Nickel Project.

DEBT FINANCE

As previously advised¹, the Company has held meetings with several prospective offtakers and project financiers in respect of the provision of finance for the development of the Kolosori Nickel Project. The Company is pleased to advise that it has now received a number of proposals which are currently under review.

MINING LEASE

The Company is continuing to work through the regulatory approvals process and expects to receive a mining lease for the Kolosori Project shortly. We understand that the Solomon Islands Mines and Minerals Board has recently met to consider the Mining Lease Application for the development of the Kolosori Project. The timing for this meeting was delayed due to the outbreak of COVID-19 in the Solomon Islands in January 2022 and the resulting temporary closure of the Mines Department and other government departments. We understand that the Mines Department will now action the requirements of the Mines and Minerals Board to finalise the Mining Lease process.

CEO, Geoff Hiller said: *“We are pleased that the Kolosori project is advancing toward production. Our local team and our consultants have been able satisfy the prerequisites for the grant of a Mining Lease covering the Kolosori nickel project. We are also pleased that we have broad support from our landowner groups in the area. We have worked with local groups to ensure all interests are aligned, and we thank them for their interest in the project. We also thank the Solomons Island Government for their support for the project. The fact that we have good interest from project financiers is testament to the progress made by Pacific Nickel Mines.”*

Authorised by the Board

For further information please contact:

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¹ Kolosori Nickel Project Update – Debt Financing and Completion of Nickel Marketing Study, 10 March 2022