



FORTRESS MINERALS LIMITED

(Company Registration No.: 201732608K)

CHANGE IN AND UPDATE ON USE OF PROCEEDS FROM THE PLACEMENT PROCEEDS

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as ascribed to them in the Company's announcements dated 20 March 2023, 29 March 2023 and 10 April 2023 (the "Placement Announcements").

The board of directors wishes to provide an update on the utilisation of the net proceeds from the placement.

After considering the Group's current financial position, and the fact that the new integrated processing plant at the CASB Mine is still in the development stage of flowsheet and engineering design, where immediate construction expenditures would be minimal and actual construction are expected to occur in phases, the Company has re-allocated S\$0.8 million of the net proceeds from the placement which was originally allocated for further development of the CASB mine, to prospecting expenditures in relation to the two prospecting licenses in Sabah (the "Re-allocation").

Consequent to the Re-allocation, the use of the net proceeds raised from the Placement will be as follows:

Use of proceeds	Amount allocated S\$'000	Amount re-allocated S\$'000	Revised Amount allocated S\$'000	Amount utilised @ 16 July 2024 S\$'000	Balance S\$'000
Further development of CASB mine, including continuing and future exploration and geology work, as well as addition of a new integrated processing plant.	5,200	(800)	4,400	(2,177) ⁽¹⁾	2,223
Prospecting expenditures in relation to the two prospecting licenses in Sabah.	3,500	800	4,300	(3,300) ⁽²⁾	1,000
Total	8,700	-	8,700	(5,477)	3,223

⁽¹⁾ utilised for payment for purchase of machinery parts for the new integrated processing plant.

⁽²⁾ utilised for payment for purchase of plant and equipment, licensing fees, operating expenses and employee benefit expenses.

The Group would like to reiterate its intention to further develop the CASB mine, and undertake prospecting and exploration activities in Sabah. Pending such deployment, funds have been placed in interest bearing deposits with licenced banks in Singapore and Malaysia.

The Company will make periodic announcements on the utilisation of the proceeds from the placement as and when the proceeds are materially disbursed and provide a status report on such use in its annual report as well as in its quarterly and full year financial statements.

**BY ORDER OF THE BOARD OF
FORTRESS MINERALS LIMITED**

Dato' Sri Ivan Chee Yew Fei
Chief Executive Officer
17 July 2024

*This announcement has been reviewed by the Company's Sponsor, Prime Partners Corporate Finance Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement. The Sponsor has also not drawn on any specific technical expertise in its review of this announcement.*

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