



Eloise Copper Mine Acquisition and Capital Raise

8 October 2021

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- disclaim all responsibility and liability for these forward-looking statements (including, without limitation, liability for negligence).

No new information or data

Information relating to the exploration results in respect of the Marymia and Lamil projects is extracted from recent ASX announcements released by AIC Mines. The Company confirms that it is not aware of any new information or data that materially affects the information included in these announcements.

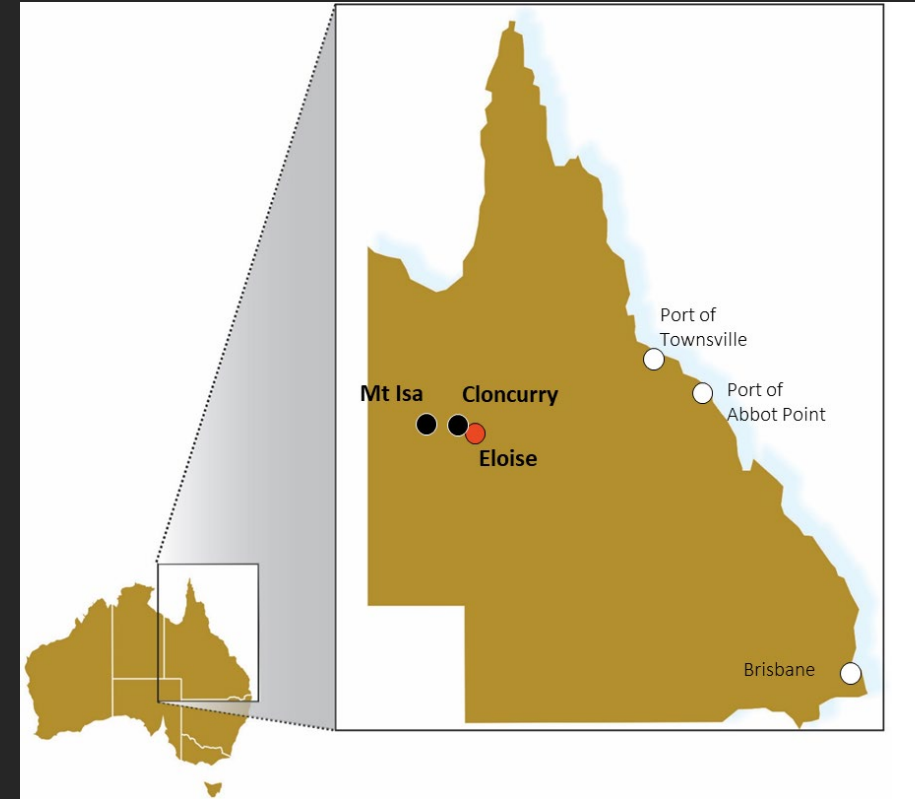
In addition to recent announcement the Prospectus issued by the Company on 27 September 2021 (available at the Company’s website) contains detailed information about the Offers and AIC’s operations, as well as the risks of investing in the Company. Investors are encouraged to read it carefully.

Authorisation

This presentation has been approved for issue by, and enquiries regarding this report may be directed to Aaron Colleran, AIC Mines Managing Director – email info@aicmines.com.au

Transaction Overview

- As announced on 31 August 2021, AIC has entered into a binding agreement to acquire the Eloise Copper Mine¹ – a high-grade operating underground mine located in North Queensland.
- Purchase price consists of:
 - \$20M in shares issued to the vendor – FMR Investments Pty Ltd
 - \$5M in cash²
 - \$2M contingent payment payable 6 months after completion
- On completion, FMR will become AIC's largest shareholder, holding between 26.0% and 29.9% of AIC³.
- A capital raising of up to \$40M is being undertaken to fund the acquisition and provide funding for working capital, exploration and environmental performance bonds.



Eloise Copper Mine

Acquisition Rationale



A transformational acquisition

Creates a new junior ASX copper miner with strong free cashflow to add value through exploration success, resource growth, operational reliability and regional consolidation.



A great time to be a copper producer

Strong demand and price outlook for copper.



Excellent exploration potential

High-grade ore body with current reserves and resources that support a robust mine life with clear potential to extend beyond five years after minimal recent exploration.



A great location

One of the most significant copper producing regions of the world.



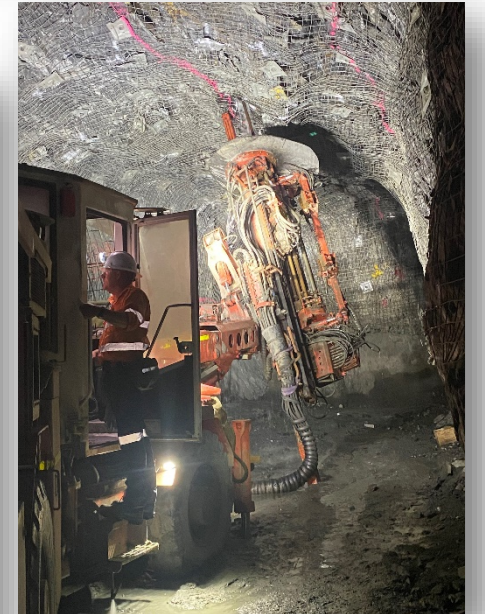
A supportive new major shareholder

The considerable expertise and operational history within FMR is retained.

Eloise Copper Mine

Overview

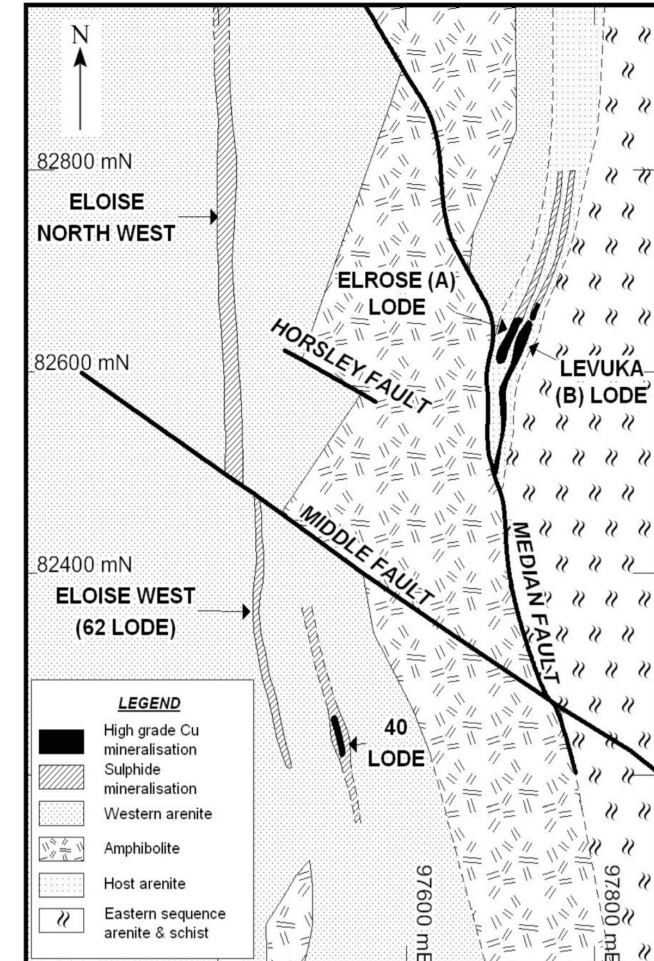
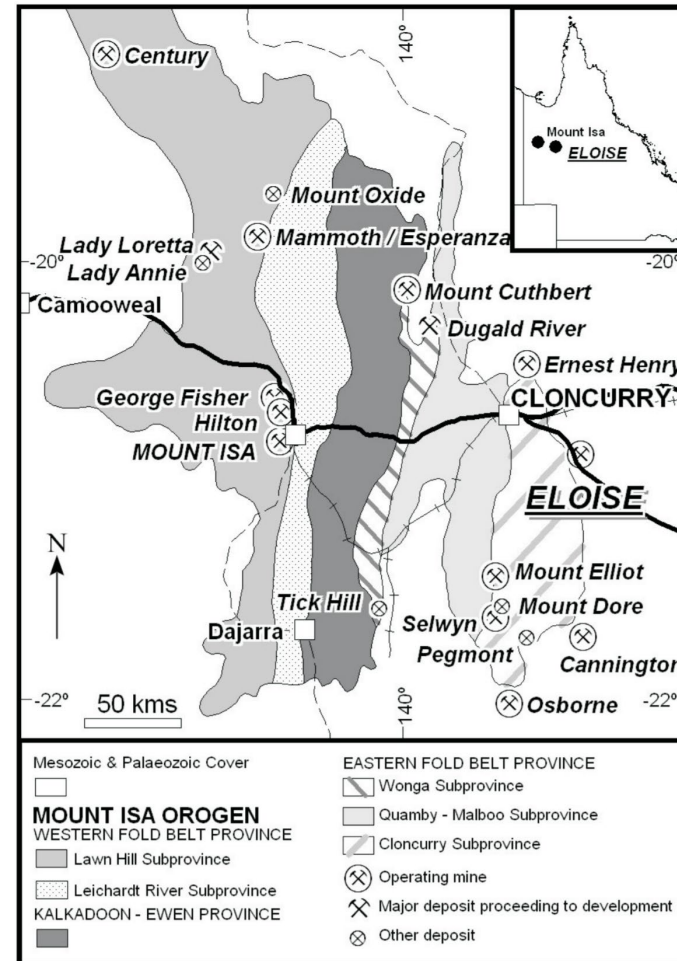
Location	60km SE of Cloncurry and 155km ESE of Mt Isa
Tenements	Granted mining leases covering 505.9 ha
Mineralisation	Iron Sulphide Copper Gold (ISCG).
Mineral Resources	65,500t Cu and 60,100oz Au
Ore Reserves	30,300t Cu and 26,700oz Au
Mining Method	The upper levels of the mine are extracted by longhole open stoping and the deep levels are extracted by sublevel caving
Operating Structure	Owner-miner with contractor for underground development
Processing Method	Conventional crushing, grinding and sulphide floatation circuit
Processing Capacity	750ktpa processing capacity
Recovery	94 – 95% Cu
Concentrate production	45 - 50ktpa grading 27% Cu and 4g/t Au. No deleterious elements.
Royalties	Queensland State royalty. No other royalties.
Workforce	Approx. 150 employees and 60 contractors. FIFO. On site accommodation.
Power	On site diesel generators (owned).
Water	Established bore field with annual allocation of 355ML and current annual consumption of approximately 200ML.



Eloise Copper Mine

Geology

- The Eloise deposit is hosted by a sequence of Proterozoic basement lithologies concealed beneath 60 m of flat-lying Mesozoic sediments.
- The host rocks predominantly comprise arenitic metasediments and amphibolites.
- The main copper-bearing sulphide at Eloise is chalcopyrite with pyrite and pyrrhotite as the dominant gangue sulphides.
- Mineralised zones occur as steeply plunging lenticular bodies with strike lengths between 100m and 200m and attaining a maximum width of 25m.
- The main zone of mineralisation (Levuka-Eloise Deeps) demonstrates continuity down plunge over 1,500m and remains open at depth.



Regional geology (after Blake, 1997) and local geology (Hodkinson et.al., 2003).

Eloise Copper Mine

Mining and Processing

- Operations consist of an underground mine accessed via decline. The upper levels are mined by longhole open stoping and the deep levels by sublevel caving.
- Processing is via conventional crushing, grinding and sulphide flotation with capacity to treat 750,000tpa.
- Processing achieves high copper recoveries (generally 94% - 95%) and produces a clean concentrate.
- AIC is targeting an annual production rate of approximately 12,500t Cu and 6,500oz Au at a C1 operating cost of approximately A\$3.30/lb Cu (equivalent to US\$2.50/lb Cu at a A\$:US\$ exchange rate of 0.75)¹.

Production History	Units	FY20	FY21
Ore Milled	t	499,719	622,795
Cu feed grade	%	1.74	1.88
Au head grade	g/t	0.49	0.54
Concentrate Produced	dmt	30,315	40,089
Concentrate Cu grade	%	27.4	27.5
Concentrate Au grade	g/t	4.8	4.9
Cu produced in concentrate	t	8,321	11,038
Au produced in concentrate	oz	4,632	6,314
C1 Cash Costs	A\$/lb	3.85	3.32
All-in Sustaining Costs	A\$/lb	4.79	3.92

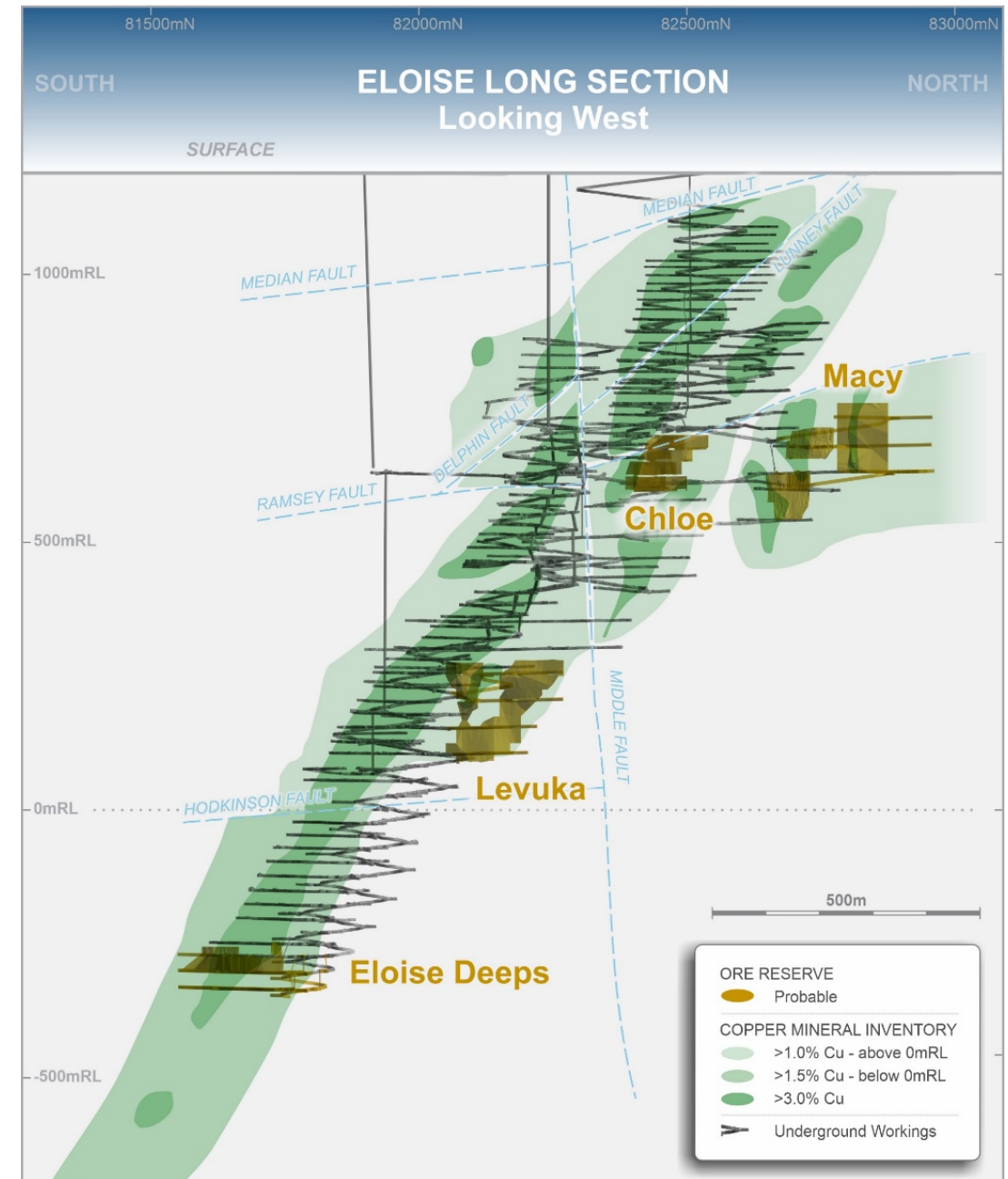
Eloise Copper Mine

Ore Reserves

- Current ore reserves total 1.4Mt containing 30,300t of copper and 26,700oz of gold¹.
- The mine was commissioned in 1996 and has since mined approximately 12.5Mt of ore grading 2.8% Cu and 0.8g/t Au to produce 339,000t Cu and 167,000oz Au in concentrate.
- The orebody is remarkably consistent and continuous. Historically FMR did not drill-out a large resource inventory ahead of production and operated on a 12-18 month drilled resource inventory.

Reserve Category	Tonnes	Cu Grade (%)	Au Grade (g/t)	Contained Copper (t)	Contained Gold (oz)
Proved	-	-	-	-	-
Probable	1,424,000	2.1	0.6	30,300	26,700
Total	1,424,000	2.1	0.6	30,300	26,700

The Ore Reserves Estimate is reported using a 1% Cu cut-off (above 0mRL) and 1.5% Cu (below 0mRL). Tonnages have been rounded to the nearest 1,000 tonnes.



Eloise Copper Mine

Mineral Resources

- Current mineral resources total 2.7Mt containing 65,500t of copper and 60,00oz of gold¹.
- There are drill holes containing mineralisation in the near-mine areas, however, incomplete underground surveying means that the void model is not sufficiently reliable to estimate Mineral Resources in these areas. The additional surveying will be completed as a priority and the Mineral Resource estimate will be updated.

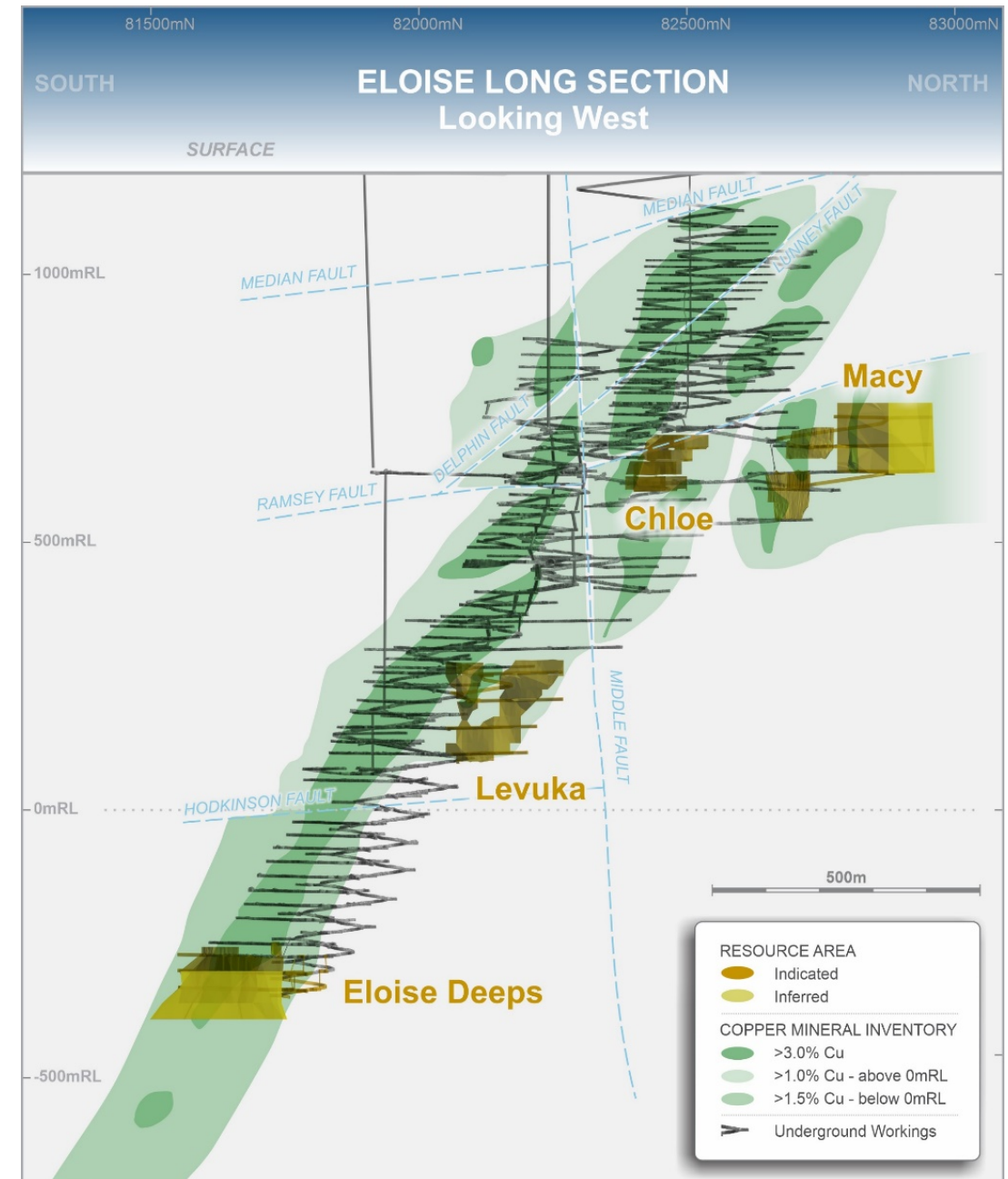
Resource Category	Tonnes	Cu Grade (%)	Au Grade (g/t)	Contained Copper (t)	Contained Gold (oz)
Measured	-	-	-	-	-
Indicated	1,308,000	2.5	0.7	32,500	28,500
Inferred	1,388,000	2.4	0.7	33,000	31,600
Total	2,696,000	2.4	0.7	65,500	60,100

Mineral Resources are inclusive of Ore Reserves.

There is no certainty that Mineral Resources not included in Ore Reserves will be converted to Ore Reserves.

Mineral Resources are estimated using a 1% Cu cut-off (above 0mRL) and 1.5% Cu (below 0mRL).

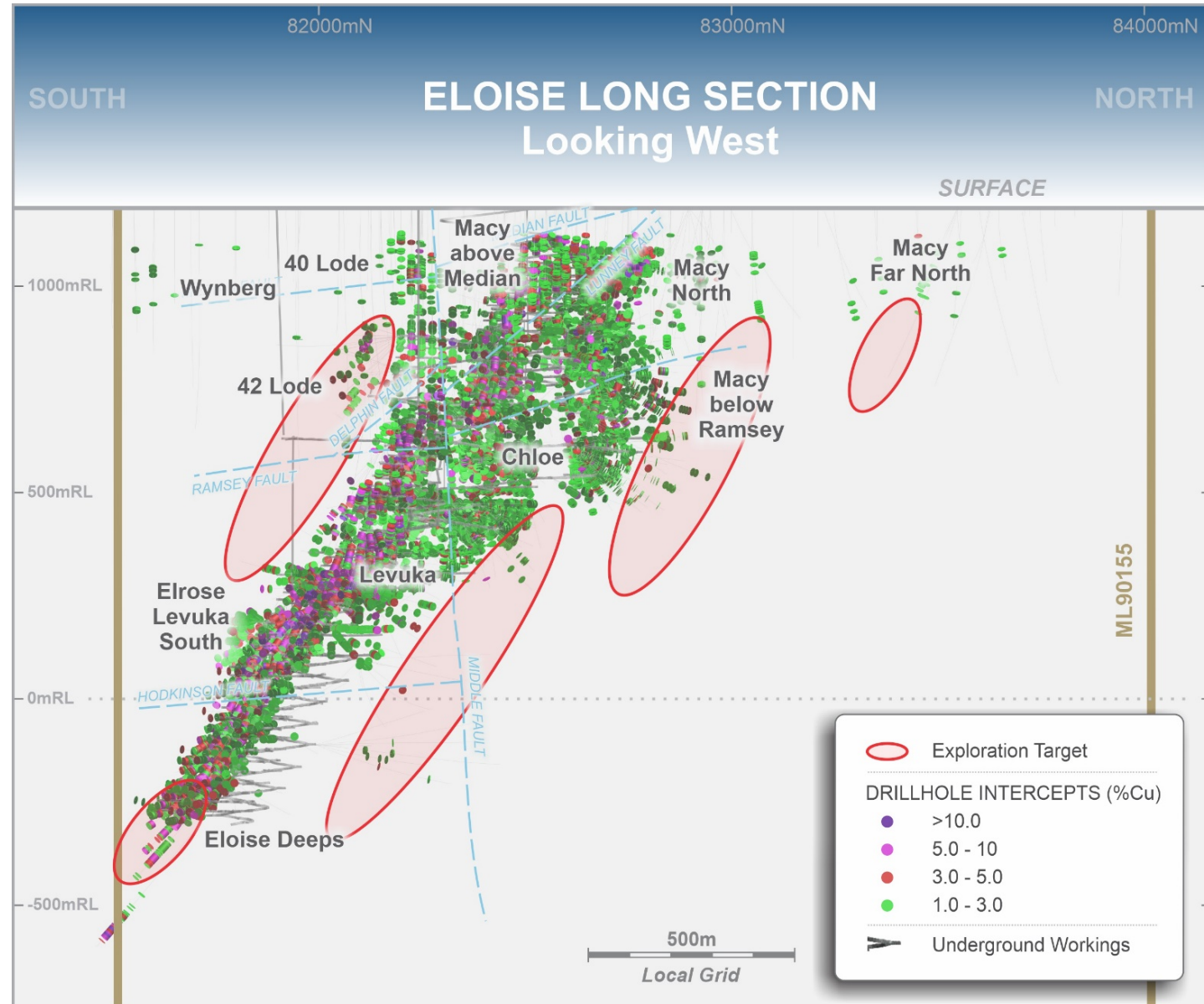
Tonnages have been rounded to the nearest 1,000 tonnes.



Eloise Copper Mine

Significant exploration upside

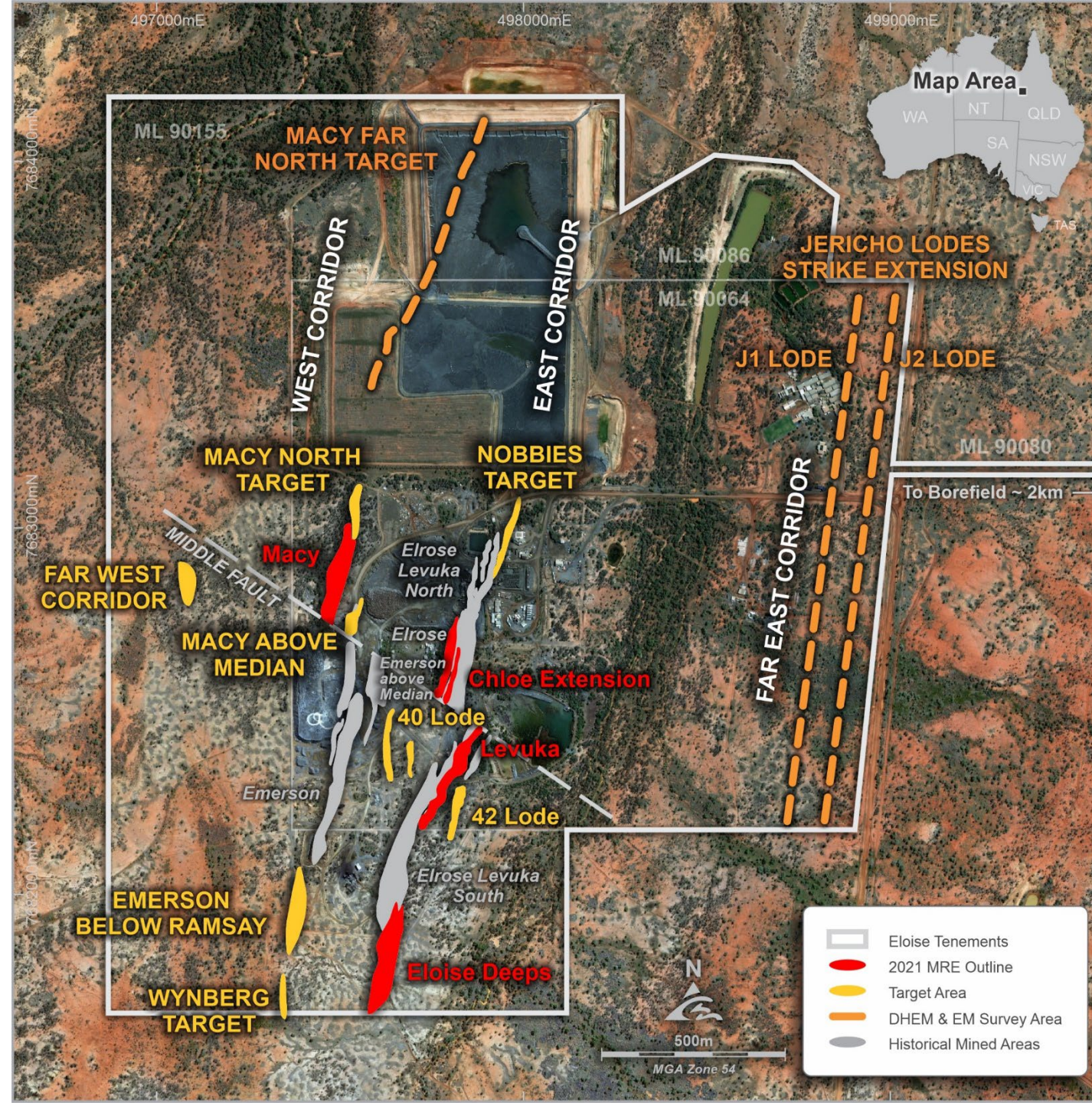
- AIC's exploration strategy for Eloise will target both extensions to the known resource areas and the discovery of new lodes.
- Outside of the defined Mineral Resource area, there are ten zones identified as priority drilling targets. These areas contain wide-spaced drilling intercepts of promising tenor (nominally >2% Cu).
- Immediate potential extensions to the known resources include:
 - Levuka
 - Chloe
 - Macy / Macy North
 - Eloise Deep
 - 42 Lode



Eloise Copper Mine

Significant exploration upside

- The exploration potential of the Eloise tenement holding was one of the main features that attracted AIC to the acquisition.
- AIC is planning to increase both surface and underground drilling and is confident of significantly increasing the resource.
- The search for new satellite deposits:
 - Macy Far North
 - Wynberg
 - Emerson (below Ramsay)
 - Nobbies
 - Far West Corridor
 - Far East Corridor



Growth Strategy

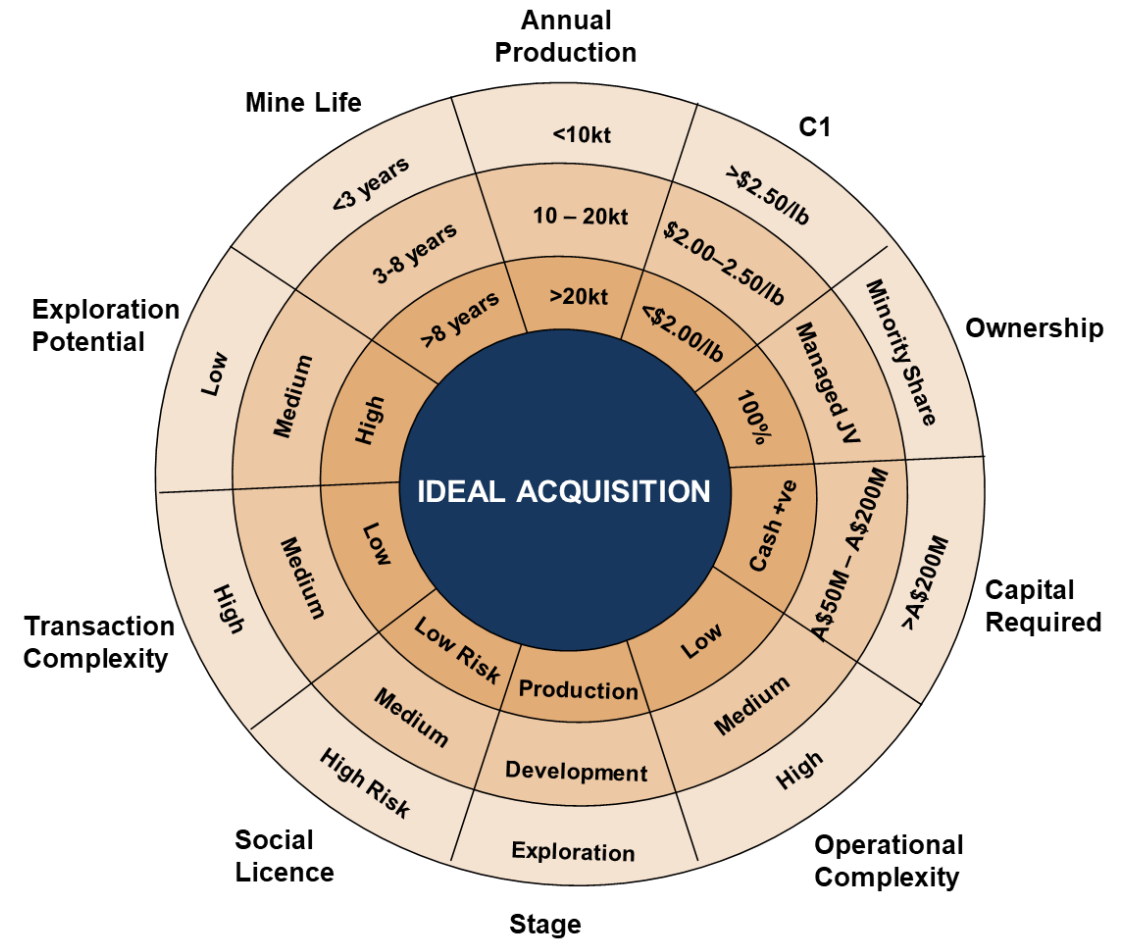
A disciplined acquisition strategy

Build a portfolio of mines through exploration, development *and* acquisition

- Our strategy is to target late-stage Australian gold and copper projects where we can add value through exploration and development.

Portfolio approach

- Start small.
- Use stepping stones.
- Use the benefits of diversity to deliver reliable results.
- Continue to fill the development pipeline.



Next steps

1. Shareholder Approval
2. Capital Raising

Shareholder Approval

- The Transaction will constitute a change to the nature and scale of the Company's business and will require shareholder approval under Chapter 11 of the ASX Listing Rules.
- The Transaction will also require AIC to re-comply with Chapters 1 and 2 of the ASX Listing Rules.
- A Notice of Meeting and Explanatory Statement, including an Independent Expert Report, was sent to shareholders on 24 September 2021 – also available on the AIC website.
- Shareholder meeting on 25 October 2021.

Indicative Timetable ¹	Date
Opening Date of the Capital Raising	7 October 2021
General Meeting to approve the Proposed Acquisition and Capital Raising	25 October 2021
Closing Date of the Capital Raising	25 October 2021
Issue of Shares under the Capital Raising	29 October 2021
Completion of the Eloise Acquisition	1 November 2021
Dispatch of holding statements	1 November 2021
Expected date for Shares to be reinstated to trading on ASX	5 November 2021

1. The timetable is indicative only and is subject to change. The Directors reserve the right to amend the timetable without notice and will keep Shareholders updated (via ASX announcements) on timing of the completion of the Transaction as it progresses.

Capital Raising

- AIC will undertake a minimum Capital Raising of \$30M and up to \$40M consisting of:
 - \$5M Priority Offer to AIC shareholders
 - \$25M - \$35M General Offer
- Offer price of 25cps equates to a market capitalisation of \$67.2M - \$77.2M at completion.
- Joint Lead Managers:



Source of funds	(\$M)	Use of funds	\$30M capital raise (\$M)	\$40M capital raise (\$M)
AIC Cash at Bank ¹	3.9	Eloise Acquisition – Cash Consideration	5.0	5.0
Capital Raising (Min – Max)	30.0 - 40.0	Working Capital	10.0	14.7
		Cash-backed Environmental Bond	6.8	6.8
		Accelerated Exploration at Eloise	5.0	6.0
		Exploration at Lamil and Marymia	3.9	7.6
		Fees and Costs related to the Acquisition and Capital Raising	3.2	3.8
Total	33.9 – 43.9		33.9	43.9

Pro-forma capital structure	\$30M capital raise (# of shares)	%	\$40M capital raise (# of shares)	%
AIC Shares on Issue – Current ²	68,465,018	26%	68,465,018	22%
FMR (Consideration Shares) ³	80,250,000	30%	80,250,000	26%
AIC General Offer	100,000,000	37%	140,000,000	45%
AIC Priority Allocation	20,000,000	7%	20,000,000	6%
AIC Shares on Issue – Completion	268,715,018	100%	308,715,018	100%

1. As at 21 September 2021

2. Excludes the 250,000 AIC shares currently held by FMR.

3. Includes the 250,000 AIC shares currently held by FMR

Company Overview

An experienced management team focused on building a new Australian mid-tier copper and gold miner through exploration, development and acquisition

ASX Code	A1M	
Share Price ¹	25c	
Pro Forma Position – Post Transaction		
	\$30M capital raise	\$40M capital raise
Shares on Issue	268.7M	308.7M
Market Capitalisation ¹	\$67.2M	\$77.2M
Cash ²	\$25.7M	\$35.1M
Listed Investments	\$0.6M	\$0.6M
Enterprise Value	\$40.9M	\$41.5M

Board of Directors	
Josef El-Raghy	Chairman
Aaron Colleran	Managing Director
Brett Montgomery	Non-Executive Director
Tony Wolfe	Non-Executive Director
Jon Young ³	Non-Executive Director

Substantial Shareholders ²	\$30M capital raise	\$40M capital raise
Directors	19.1%	16.6%
FMR Investments	29.9%	26.0%

1. Capital Raising Price 25cps

2. Pro Forma post Capital Raise - after Eloise Cash Consideration payment and Fees & Costs related to the Acquisition and Capital Raising.

3. FMR has indicated that it will nominate its current Chairman, Jon Young, as a director of AIC.

Current Projects

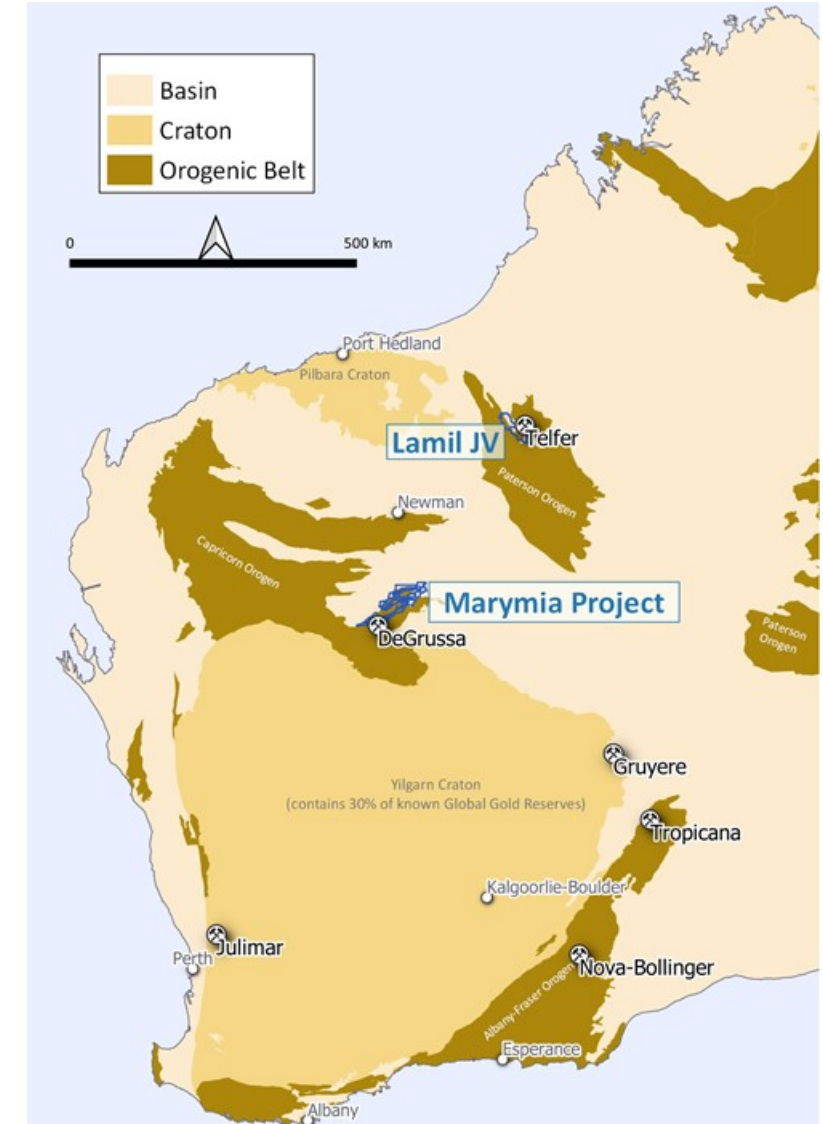
Exploring for gold and copper in WA

Lamil Joint Venture

- 1,280km² tenement package located 30km west of the world-class Telfer Gold-Copper Mine
- Displays all the ingredients required to host a Telfer-style deposit
- Maiden drilling program completed December 2020
- AIC earning up to 65% from Rumble Resources (ASX: RTR)¹

Marymia Project

- 3,600km² tenement package – predominantly 100% owned
- Prospective for gold and copper
- Strategically located within trucking distance of the Plutonic Gold Mine and the DeGrussa Copper Mine



Lamil Project

Drilling program underway

- Maiden drilling program in 2020¹ confirmed:
 - Presence of prospective basement lithologies including metasedimentary rocks (quartz sandstones, siltstones, quartzite) and mafic intrusives (gabbro and dolerite)
 - Sulphide minerals including pyrite, pyrrhotite and chalcopyrite were intersected in a number of holes
 - Extensive alteration zones, including silicification, albitisation and carbonate-biotite-sericite-chlorite alteration
- These elements are indicators of hydrothermal fluid activity potentially associated with the development of intrusive related gold-copper mineral systems
- Phase 2 drilling program commenced in September 2021²
 - Infill and extensional drilling at the Lamil Dome
 - Pipeline of new, high priority targets



Above: NQ2 core from diamond drillhole 20ALDD0003 showing typical brecciation at approximately 365m downhole¹



Left: NQ2 core from diamond drillhole 20ALDD0003 showing pyritic quartz-carbonate veining at approximately 500m downhole¹

Marymia Project

Drilling program underway

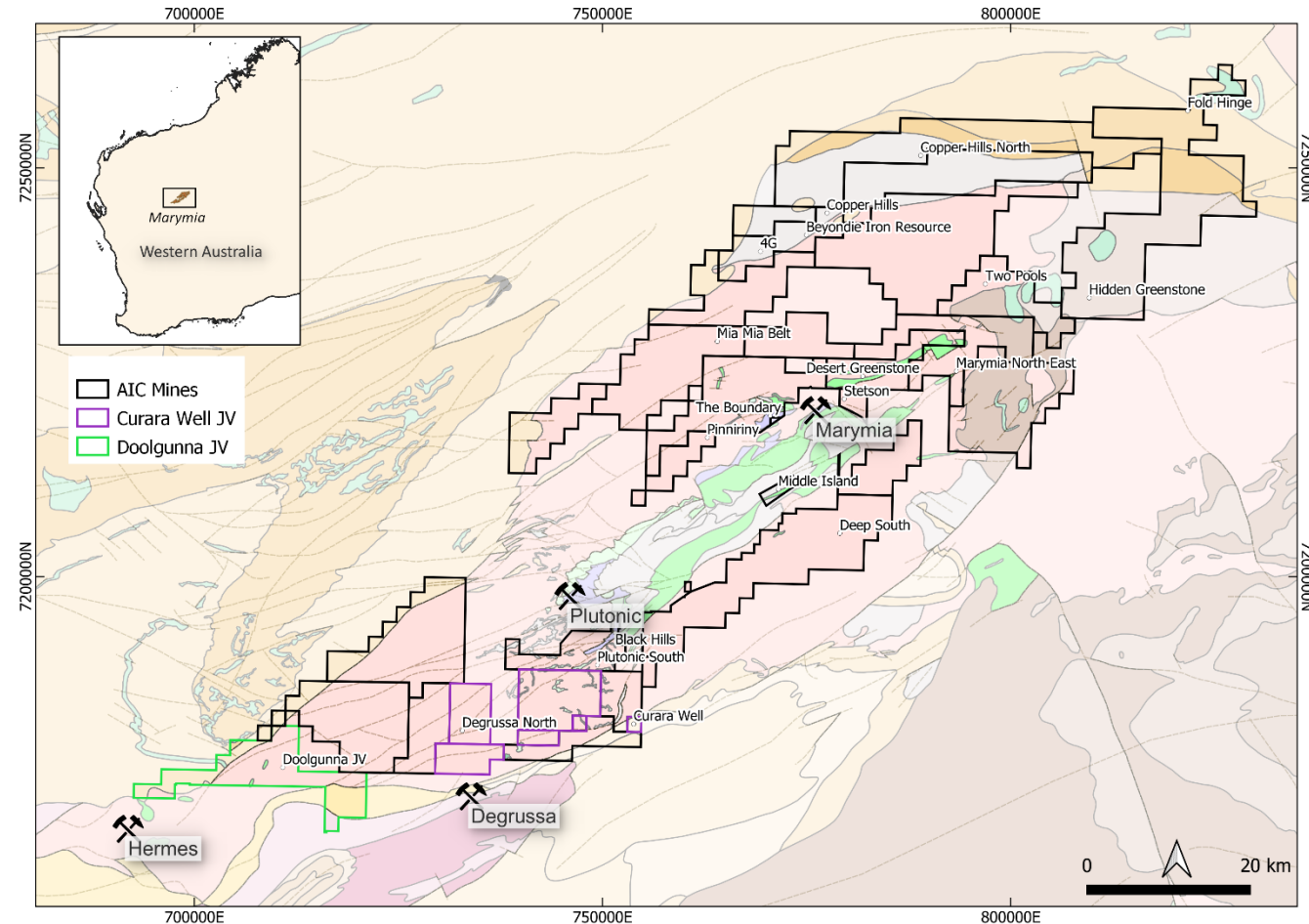
- 5,000m RC drilling program commenced September 2021 focused on Copper Hills and Middle Island¹.

Copper Hills

- The Copper Hills Belt makes up the northern third of the Marymia Project area.
- It is considered to be a preserved portion of Paleoproterozoic basin, equivalent to that hosting the DeGrussa mine.
- It hosts the Copper Hills Prospect where oxide copper mineralisation was discovered in the 1970s.

Middle Island

- Lies within the Plutonic-Marymia Greenstone Belt,
- 6.6 square kilometre portion of the same mineralised trend that hosts Vango Mining's Skyhawk target.



Marymia Project – 3,600km² tenement package predominantly 100% owned



Investment Thesis

- Highly credentialed team.
- A transformational acquisition at Eloise – creates a new junior copper miner with strong free cashflow to add value through exploration success, resource growth, operational reliability and regional consolidation.
- A great time to be a copper producer – strong demand and price outlook for copper.
- Committed to high impact exploration – momentum to be maintained at Lamil and Marymia projects.
- Continuing to review new projects with the aim of building a portfolio of copper and gold mines through exploration, development and acquisition in Australia.

Appendix

Eloise Mineral Resource & Ore Reserve

Eloise Mineral Resource and Ore Reserve

Eloise Mineral Resources and Ore Reserves are reported and classified in accordance with the JORC Code (2012).

Further information is provided in the ASX announcement released by AIC Mines "Transformational Acquisition - AIC to Acquire the Eloise Copper Mine" dated 31 August 2021.

The Ore Reserves Estimate is reported using a 1% Cu cut-off (above 0mRL) and 1.5% Cu (below 0mRL).

Tonnages have been rounded to the nearest 1,000 tonnes.

Eloise Mineral Resource as at 30 June 2021					
Resource Category	Tonnes	Cu Grade (%)	Au Grade (g/t)	Contained Copper (t)	Contained Gold (oz)
Measured	-	-	-	-	-
Indicated	1,308,000	2.5	0.7	32,500	28,500
Inferred	1,388,000	2.4	0.7	33,000	31,600
Total	2,696,000	2.4	0.7	65,500	60,100

Eloise Ore Reserve as at 30 June 2021					
Reserve Category	Tonnes	Cu Grade (%)	Au Grade (g/t)	Contained Copper (t)	Contained Gold (oz)
Proved	-	-	-	-	-
Probable	1,424,000	2.1	0.6	30,300	26,700
Total	1,424,000	2.1	0.6	30,300	26,700

Competent Person Statements

The information in this presentation that relates to the Eloise Mineral Resource is based on information, and fairly represents information and supporting documentation compiled by Matthew Thomas who is a member of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they have undertaken to qualify as a Competent Person as defined in the JORC Code. Mr Thomas is a full-time employee of FMR Investments Pty Ltd and is based at the Eloise Mine. Mr Thomas consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

The information in this presentation that relates to the Eloise Ore Reserve is based on information, and fairly represents information and supporting documentation compiled by Benjamin McInerney who is a member of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he has undertaken to qualify as a Competent Person as defined in the JORC Code. Mr McInerney is a full-time employee of FMR Investments Pty Ltd and is based at the Eloise Mine. Mr McInerney consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

The information in this presentation that relates to Marymia and Lamil Geological Data and Exploration Results is based on, and fairly represents information compiled by Matthew Fallon who is a Member of The Australian Institute of Geoscientists and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as Competent Person as defined in the JORC Code. Mr Fallon is a full-time employee of AIC Mines Limited. Mr Fallon consents to the inclusion in this presentation of the matters based on his information in the form and context in which it appears.

Appendix

Risk Factors

Key Risks

Investors should be aware that if the Acquisition proceeds and Completion occurs, the Company will be changing the nature and scale of its activities and will be subject to additional or increased risks. Accordingly, an investment in the Company should be considered speculative. This Section summarises the key risks which apply to an investment in the Company and investors should refer to the Prospectus (available at the Company's website) for a more detailed summary of the risks.

The Directors aim, to manage these risks by carefully planning the Company's activities and implementing risk control measures. However, some of the risks identified below are highly unpredictable and the Company is limited to the extent to which they can effectively manage them. Many of these risks are common to base and precious metal mining and exploration companies operating in Australia.

Risks relating to the change in nature and scale

Re-quotation of Shares on the ASX

Due to its acquisition of the Eloise Mine which ASX regards as a change to nature and scale, ASX has required the Company to re-comply with chapters 1 and 2 of the Listing Rules. There is a risk that the Company may not be able to meet the requirements of the ASX for re-quotation of its Shares on the ASX. Should this occur, the Shares will likely remain in suspension and not be able to be traded on the ASX until such time as those requirements can be met, if at all. Shareholders may be prevented from trading their Shares should the Company be suspended until such time as it does re-comply with the Listing Rules.

Shareholder Approvals

Shareholders must vote in favour of all the Essential Resolutions at the General Meeting in order for the Acquisition (and the related Offer) to proceed. If Shareholder approval is not obtained for all, or any of the Essential Resolutions the Acquisition, and therefore the Offers, will not proceed.

Regulatory Requirements

Each of the Acquisition, the issue of the Consideration Shares (the Consideration Offer) and the Offer require approval by Shareholders at the General Meeting. The Acquisition and the Offers will not proceed if not approved by Shareholders.

Dilution Risk

On completion of the Acquisition, the issue of the Consideration Shares and completion of the Offer, the existing Shareholders (other than FMR) will retain 32.9% of the issued Share capital under the Minimum Subscription and 28.7% of the issued Share capital under the Maximum Subscription (assuming that current Minority Shareholders subscribe for all of the Priority Allocation and current Substantial Shareholders do not participate in the Priority Allocation); FMR will hold 29.9% under the Minimum Subscription and 26.0% under the Maximum Subscription and investors under the Offer will hold approximately 37.2% under the Minimum Subscription and 45.3% under the Maximum Subscription.

There is a risk that the interests of Shareholders will be further diluted as a result of future capital raisings required in order to fund the future development of the Company.

FMR Shareholding

The majority of the consideration payable to FMR pursuant to the Acquisition is the Consideration Shares. As a result, FMR will have an interest in the Company of up to maximum of 29.9% if the Acquisition completes. FMR also has the right to nominate a director to the Company and has nominated Mr Jon Young. FMR will not control the Company, but it will be able to vote the Shares it holds (subject to applicable laws) in relation to matters requiring shareholder approval, including the election of directors, significant corporate transactions and certain issues of securities.

Completion, counterparty and contractual risk

There is a risk that the Conditions Precedent for completion of the Acquisition will not be fulfilled and, in turn, that Completion of the Acquisition will not occur.

The ability of the Company to achieve its stated objectives will depend on the performance by FMR of its obligations under the Mine Sale Agreement.

Due Diligence Risk

The Company has undertaken financial, operational, business and other analyses of whether to proceed with the Acquisition. There is a risk that such analyses, and the estimates and assumptions made by the Company during the course of its due diligence enquiries, leads to conclusions or estimates that are inaccurate or which will not be realised in due course.

Key Risks

Specific risks applicable to operating the Eloise Mine

Integration Risk

The Acquisition may consume a large amount of management time and attention, and it may fail to meet strategic objectives or achieve expected financial and operational performance targets.

Historical Liabilities

If the Acquisition completes, the Company may be liable for any liabilities FMR has incurred in the past during the time it owned the Eloise Mine, including liabilities which were not identified during its due diligence or which are greater than expected, for which insurance may be inadequate or unavailable.

Operational and Cost Risk

Both the mining and exploration activities of the Company may be affected by a number of factors, including but not limited to geological conditions (including geotechnical issues, such as seismicity), force majeure events; power outages; adverse/seasonal weather patterns; critical equipment failures; continued availability of the necessary technical equipment, plant and appropriately skilled and experienced technicians and labour shortages.

Product Sales and Commodity Price Risk

If the Acquisition completes, the Company will derive revenues mainly from the sale of copper and to a lesser extent gold and silver. Consequently, the Company's potential future earnings and profitability are likely to be closely related to the demand for, and price of copper, gold and silver. The long-term price of these commodities may rise or fall.

Employees

As part of the Acquisition, the Company will make offers of employment to all FMR employees at the Eloise Mine. However, there is a risk that not all employees will accept the offers of employment from the Company and there could be an associated workforce shortage at the Eloise Mine.

Production and Cost Estimates

The ability of the Company to achieve production and cost targets cannot be assured. The Eloise Mine, as with other mines, is subject to uncertainty with ore tonnes, grade, metallurgical recovery, ground conditions, operational environment, funding for development, regulatory changes, accidents, and other unforeseen circumstances such as unplanned mechanical failure of plant and equipment.

Ore Reserves and Mineral Resources

The Eloise Ore Reserves and Mineral Resources are estimates only and are expressions of judgement based on industry practice, experience and knowledge. Estimates of Ore Reserves and Mineral Resources are necessarily imprecise and depend to some extent on interpretations which may prove inaccurate. No assurance can be given that the estimated Ore Reserves and Mineral Resources are accurate or that the indicated level of copper or gold is present or can be recovered.

Replacement of Ore Reserves

AIC will need to continually replace Ore Reserves depleted by production to maintain production levels over the long term. Reserves can be replaced by expanding known ore bodies, locating new deposits or making acquisitions. There is a risk that depletion of reserves will not be offset by discoveries or acquisitions.

Key Risks

General Risks Related to an Investment in the Company

Discretion in Use of Capital

The Board and the Company's management have discretion concerning the use of the Company's capital resources as well as the timing of expenditures. If they are not applied effectively, the Company's financial and/or operational performance may suffer.

Investment in Capital Markets

Securities listed on the stock market have experienced extreme price and volume fluctuations that have often been unrelated to the operating performances of such companies. These factors may materially affect the market price of Shares regardless of the Company's performance.

General Economic Conditions

The operating and financial performance of the Company is influenced by a variety of general economic and business conditions. A prolonged deterioration in these conditions could have an adverse impact on the Company's operating and financial performance and financial position.

Changes in Government Policies and Legislation

Any material adverse changes in government policies or legislation may affect the viability and profitability of the Company.

Unforeseen expenditure risk

Expenditure may need to be incurred that has not been considered in the preparation of this Prospectus. Although the Company is not aware of any such additional expenditure requirements, if such expenditure is subsequently incurred, this may adversely affect the expenditure proposals of the Company.

COVID-19 Risk

The outbreak of the coronavirus disease COVID-19 is impacting global economic markets. The nature and extent of the effect of the outbreak on the performance of the Company remains unknown. The Company's Share price may be adversely affected in the short to medium term by the economic uncertainty caused by COVID-19. Further, any governmental or industry measures taken in response to COVID-19 may adversely impact the Company's operations and are likely to be beyond the control of the Company.

Climate Change Risks

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.

Exploration Risk

Mineral exploration, mining and development are high risk undertakings and there can be no assurance that the Existing Projects currently held by the Company or acquired by it in the future will result in the discovery of an economic ore deposit

Additional Requirements for Capital

Any additional equity financing may be dilutive to the Company's existing Shareholders. The Company's failure to raise capital if and when needed could delay or suspend the Company's business strategy and activities.

Dependence Upon Key Personnel

The Company has a core team of executives whose loss could influence its progress in pursuing its exploration and acquisition programs within the time frames and cost structures envisaged.

Litigation

The Company may be exposed to legal proceedings, with or without merit over the course of its operations. The Company is currently defending legal proceedings. There is no guarantee that the Company's defence and counterclaim will succeed.

Acquisition Risk

The Company's growth plans, in part, require the availability of appropriate and suitable project acquisitions and the Company being able to successfully negotiate the acquisition of additional projects.

Key Risks

Regulatory Risk

The availability and rights to explore and produce copper concentrate and precious metals, as well as operational profitability generally, can be affected by changes in government policy that are beyond the control of the Company.

Health and Safety Risk

There are general health and safety risks associated with the Company's operations. The Company manages these risks, through the application of structured health and safety management systems.

Insurance Risk

If the Company incurs losses or liabilities for which it is uninsured, this will have a negative impact on the Company's financial performance and ability to operate its businesses.

Competition Risk

AIC is one of a large number of exploration and mining companies that operate in the base and precious metals industry in Australia. Although the Company will undertake all reasonable due diligence in its business decisions and operations, the Company will have no influence or control over the activities or actions of its competitors.

Joint Venture Risks

A number of the Company's projects are the subject of joint venture arrangements. Any joint ventures entered into by, or interests in joint ventures assigned to, the Company could be affected by the failure or default of any of the joint venture participants.

Tenement Forfeiture Risk

A failure to adhere to the requirements to exceed certain levels of expenditure on tenements held by the Company (or its subsidiaries) in relation to the its projects may make certain tenements subject to forfeiture.

Environmental Risks

The Company's projects are subject to laws and regulations in relation to environmental matters. As a result, there is the risk that the Company may incur liability under these laws and regulations.

Environmental Impact

The Company could be subject to claims due to environmental damage arising out of current or former activities at sites that AIC owns or operates, including the Eloise Mine and new projects.

Native Title and Heritage Risks

The Native Title Act 1993 (Cth) recognises certain rights of indigenous Australians over land where those rights have not been extinguished. These rights, where they exist, may impact on the ability of the Company to carry out exploration and in future, mining activities, or obtain exploration or mining licences in Australia. In applying for licences over crown land, the Company must observe the provisions of native title legislation.

Share Market Risk

The market price of listed securities can be expected to rise and fall in accordance with general market conditions and factors specifically affecting the Australian resources sector and exploration companies in particular.

Ability to Utilise Tax Losses

The Company's carried forward tax losses are subject to Australian tax loss recoupment rules and there is no guarantee that the Company will be able to utilise these tax losses.

Taxation

The acquisition and disposal of Shares will have tax consequences, which will differ depending on the individual financial affairs of investors.

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