

22 July 2024

Circular to Employees and Creditors

Calidus Resources Limited (ACN 006 640 553) (Administrators Appointed) (Receivers And Managers Appointed) (“Calidus”)

Keras (Pilbara) Gold Pty Ltd (ACN 169 795 037) (Administrators Appointed) (Receivers And Managers Appointed) (“Keras Pilbara”)

Calidus Blue Spec Pty Ltd (ACN 643 467 501) (Administrators Appointed) (Receivers And Managers Appointed) (“Blue Spec”)

Keras (Gold) Australia Pty Ltd (ACN 152 080 110) (Administrators Appointed)

Millennium Minerals Pty Ltd (ACN 003 257 556) (Administrators Appointed)

Calidus Otways Pty Ltd (ACN 640 807 183) (Administrators Appointed) (“The Companies” or “Calidus Group”)

We refer to the appointment of Hayden White and Daniel Woodhouse of FTI Consulting as Joint and Several Voluntary Administrators (“Administrators”) of the Companies on 28 June 2024, the subsequent appointment of Richard Tucker and John Bumbak of Korda Mentha as Receivers and Managers (“Receivers and Managers”) of Calidus, Keras Pilbara and Blue Spec on that same date, and to the first meetings of creditors of the Companies (“First Meeting of Creditors”) held on Wednesday, 10 July 2024.

Pursuant to section 439A of the *Corporation Act 2001* (“the Act”), the Administrators are required to convene the second meeting of the creditors of the Companies (“Second Meeting of Creditors”) by 26 July 2024 (“Convening Period”) and hold the Second Meeting of Creditors by 2 August 2024 (being 5 business days from the end of the Convening Period).

As advised at the First Meeting of Creditors, the Administrators intend to make an application to the Federal Court of Australia (“Court”) seeking orders under sections 439A and 447A of the the Act extending the Convening Period (“Application”) for up to 6 months.

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The purpose of this circular is to provide creditors with information regarding the Application.

Intention to extend the Convening Period

The Court has tentatively listed the proposed Application for hearing at **9:30am AWST on Friday, 26 July 2024**.

The primary purpose of the Application is to provide sufficient time for the Administrators and the Receivers and Managers, to investigate the affairs of the Companies and conduct a thorough process to market and solicit proposals from interested parties for the sale and / or recapitalisation of the Calidus Group ("Sale Process").

Given the scale and complexity of the Calidus Group, the Administrators intend to seek an extension of the Convening Period for a period of up to six (6) months.

The Application and all substantive Court documents will be available to download from the FTI Consulting Creditor Portal website, once filed.

If the proposed extension of time is granted, the revised indicative timeframes set out below will apply:

	Original Dates	Proposed Revised Dates
Last date to issue second report to creditors	26 July 2024	27 January 2025
End of convening period	26 July 2024	28 January 2025
Last date to hold Second Meeting of Creditors	2 August 2024	4 February 2025

Please note that if the Convening Period is extended, the Administrators may convene the Second Meeting of Creditors at an earlier point in time within the period granted by the Court if the Administrators determine that it is in the best interests of creditors to do so.

The Administrators believe the proposed extension of time is in the best interests of all stakeholders given it provides a more appropriate timeframe to conduct and conclude the Sale Process, which in the Administrators' view is the course of action most likely to maximise the potential return to the creditors of the Companies and the best chance of recapitalisation for the Calidus Group.

The Senior Secured Creditor and their appointed Receivers and Managers support the Application.

Please urgently let us know in writing if you object to the Application, and if so provide us with the reasons for such objection. We will require details of any objections, in writing, by no later than **2:00pm AWST on Wednesday, 24 July 2024** in order for us to raise the objections with the Court at or before the hearing listed on Friday, 26 July 2024.

General information for creditors

Creditors can view previous reports and circulars to creditors on this matter, and access information concerning the external administration of the Companies via the Creditor Portal:

FTI Consulting Creditor Portal:	https://www.fticonsulting.com/creditors/calidus-resources-group
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Should you have any queries in relation to the administration process, please contact calidus.creditors@fticonsulting.com.



Hayden White

Administrator