

***This is a translation of an advertisement interview dated 2023-02-09.***

*The original can be read at the following link:*

[https://www.affarsvarlden.se/native/nyemission-hos-beowulf-mining-ett-steg-mot-fossilfri-staltillverkning?utm\\_source=Aff%C3%A4rsv%C3%A4rlden+-+NEW&utm\\_campaign=cd4174e4b8-EMAIL\\_CAMPAIGN\\_2023\\_02\\_09\\_02\\_11&utm\\_medium=email&utm\\_term=0\\_-cd4174e4b8-%5BLIST\\_EMAIL\\_ID%5D](https://www.affarsvarlden.se/native/nyemission-hos-beowulf-mining-ett-steg-mot-fossilfri-staltillverkning?utm_source=Aff%C3%A4rsv%C3%A4rlden+-+NEW&utm_campaign=cd4174e4b8-EMAIL_CAMPAIGN_2023_02_09_02_11&utm_medium=email&utm_term=0_-cd4174e4b8-%5BLIST_EMAIL_ID%5D)

### **Rights issue at Beowulf Mining - a step towards fossil-free steel production**

*In February 2023, Beowulf Mining opens up for a rights issue linked to investments in Kallak, Jokkmokk. The Company is listed on Spotlight Stock Market since 2008 and a majority of the ownership, approximately 76 percent, is represented by Swedish depositary receipt holders.*

After the government's decision on March 22, 2022 and nine years of waiting for a processing concession, real work is now starting on the much talked about mine in Kallak, Jokkmokk. Beowulf Mining, which runs the project through its Swedish subsidiary Jokkmokk Iron, is fully focused on the climate issue and, in connection with this, not least highlights the importance of Net Zero iron ore mining to provide secure supply to fossil-free steel producers in the region.

- We work with great respect for the environment, climate, culture and reindeer husbandry. The findings we have made show that the iron concentrate we can produce in Kallak is of such high quality that it is an important part of the green or fossil-free steel industry. A visual example is that if the supply chain from mine to steel mill is fossil-free, it ends up with an environmentally sustainably produced car, which consumers are now demanding. To take further steps in this direction, we are now issuing new shares and inviting current shareholders as well as the wider public to invest in one of Europe's largest iron ore mining projects," says Kurt Budge, CEO, Beowulf Mining.

After a so-called Scoping study, which delivered positive financial results and a huge upside with a net present value from USD 177 million to USD 852 million at current spot prices, Beowulf Mining is now launching a rights issue to invest in its current work. The rights issue may raise a maximum of around SEK 115 million through a preferential issue of depositary receipts in Sweden and an offer of shares to the public in Great Britain.

- We have seen that the outcome of a mine in Kallak North is very positive and has great potential. Therefore, we are now ready to take the next step, which also requires investments. The plan going forward includes a pre-feasibility study and preparing and the preparation of an application for an environmental permit which we plan to submit to the court by the end of 2023. Kallak is a large area of iron mineralisation. Approximately 389 million tonnes is the estimated amount of Jokkmokk Iron's exploration licence. We will also in 2023 explore and test drill these other prospects in the area starting with Kallak South, says Ulla Sandborgh, CEO, Jokkmokk Iron.

### **The opportunity for a sustainable journey from the start**

Ulla Sandborgh is CEO of Jokkmokk Iron, which runs the project on behalf of Beowulf Mining. She is a civil engineer and has, for the company, valuable experience of working with infrastructure issues and environmental permits.

- Starting work in a start-up mine brings many environmental benefits. Since we have no history here, we can make this journey sustainable from the start by directly using new innovative technology when extracting the ore, says Ulla Sandborgh.

She also highlights the importance of understanding the biodiversity that exists where the future mine is located.

- Work is currently underway in the grounds and we are identifying, among other things, which natural values exist. Among other things, we're looking at what birds, insects and fish look like. We are on an island in the Lule River and how we handle water issues is extremely important. Water and nature values are incredibly important to us and we are working to find innovative solutions for our continued work with it. Not least so that, once we close down the mine, we can work more clearly to restore nature, says Ulla Sandborgh, CEO, Jokkmokk Iron.

### **Equal parts investment in a city**

- We have been working with and involved in Kallak since 2006. When we invest in Kallak, we are not only investing in the possibility of green and fossil-free steel production, but we are also making an investment in Jokkmokk. A place that has seen a decline in population in recent years and significant budget cuts in the municipality, but for which the mine will provide hundreds of jobs and be a catalyst for regeneration. That is the role of business, to make a positive difference in society, for the communities we work with and the customers who buy and benefit from our products. This is a really exciting time for Beowulf Mining, says Kurt Budge, CEO, Beowulf Mining.