



PRESS RELEASE on March 9, 2023

Arctic Minerals carries out a directed share issue of approximately SEK 5.3 million

The board of directors of Arctic Minerals AB (publ) ("**Arctic Minerals**" or the "**Company**") has resolved, with the support of the authorization obtained at the Company's extraordinary general meeting on 17 November 2022, on a directed new share issue with payment in cash of 9,689,100 shares, which will raise proceeds to the Company to SEK 5,329,005 before issue costs (the "**Directed New Share Issue**"). The subscription price in the Directed New Share Issue amount to SEK 0.55 per share. Strategic and long-term investors are participating in the Directed New Share Issue.

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The board of directors has resolved, with the support of the authorization obtained at the Company's extraordinary general meeting on 17 November 2022, on the Directed New Share Issue to a number of Swedish and international strategic and long-term investors, including Fourton Hannibal Fund.

The subscription price per share in the Directed New Share Issue is SEK 0.55. The subscription price in the Directed New Share Issue constitutes a discount of approximately 5 per cent compared to the closing price on Nasdaq First North Growth Market on March 9 March, 2023. The subscription price of the Directed New Share Issue has been established through arms' length negotiations with a number of strategic and long-term investors and the Company's board of directors is therefore of the opinion that the subscription price has been set at market terms and accurately reflects current market conditions and demand.

In total, 9,689,100 new shares will be issued in the Directed New Share Issue, which means that the Company will receive issue proceeds of SEK 5,329,005 before issue costs. Through the Directed New Share Issue, the number of shares and votes in the Company will increase by 9,689,100, from 152,221,197 to 161,910,297. The share capital will increase by SEK 38,756.400, from SEK 608,884.788 to SEK 647,641.188. The Directed New Share Issue will result in a dilution of approximately 6 per cent, based on the number of shares and votes in the Company after the Directed New Share Issue.

The capital raised in the Directed New Share Issue will be used to strengthen the Company's working capital.

The Company's board of directors has made an overall assessment and carefully considered the possibility of raising capital through a rights issue. The conclusion of this assessment is that the Directed New Share Issue is objectively the best alternative for the Company and its shareholders.

The reasons for the deviation from the shareholders' preferential rights are to strengthen the shareholder base in the Company and at the same time take advantage of the opportunity to raise capital in a time- and cost-effective manner to ensure the Company's need of working capital. This especially considering the Company's exploration field season 2023, for which funding needs to be secured in the near term. Also, the board of directors considers implementing a rights issue in the current market conditions would entail a risk that the Company fails to meet its capital needs and by so fail to maintain an optimal capital structure. The board of directors has also considered the high volatility of the Company's share, the high number of recent rights issues on Nasdaq First North Growth Market, and that the additional cost of a rights issue, such as advisory fees and underwriting compensation, would be unproportional to the limited size of the required capital. After discussions with financial advisors the board assess that the costs of a potential preferential rights issue would claim an unreasonably large portion of the intended issue proceeds.

Certified Advisor

UB Securities Ltd, of Helsinki, Finland, (www.unitedbankers.fi) is the Company's Certified Advisor on Nasdaq First North Growth Market, Stockholm.

Other

The Company's shares are listed on Nasdaq First North Growth Market, Stockholm under the trade designation "ARCT". The Company website is www.arcticminerals.se.

For more information:

Peter Walker, Chairman

(+44) 771 722 3909

peter.walker@arcticminerals.se

About Arctic Minerals AB

Arctic Minerals is a Nordic mineral exploration company exploring for copper, zinc, gold and battery metals in the Nordics.

This information is information that Arctic Minerals AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation (EU) 596/2014. The information was submitted for publication, through the agency of the contact person set out above, at 21.45 CET on March 9, 2023.

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This announcement does not identify or suggest, or purport to identify or suggest, the risks (direct or indirect) that may be associated with an investment in the shares. Any investment decision in connection with the Directed New Share Issue must be made on the basis of all publicly available information relating to the Company and the Company’s shares.

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Forward-looking statements

This press release contains forward-looking statements that reflect the Company's intentions, beliefs, or current expectations about and targets for the Company's future results of operations, financial condition, liquidity, performance, prospects, anticipated growth, strategies and opportunities and the markets in which the Company operates. Forward-looking statements are statements that are not historical facts and may be identified by words such as "believe", "expect", "anticipate", "intend", "may", "plan", "estimate", "will", "should", "could", "aim" or "might", or, in each case, their negative, or similar expressions. The forward-looking statements in this press release are based upon various assumptions, many of which are based, in turn, upon further assumptions. Although the Company believes that the expectations reflected in these forward-looking statements are reasonable, it can give no assurances that they will materialize or prove to be correct. Because these statements are based on assumptions or estimates and are subject to risks and uncertainties, the actual results or outcome could differ materially from those set out in the forward-looking statements as a result of many factors. Such risks, uncertainties, contingencies and other important factors could cause actual events to differ materially from the expectations expressed or implied in this release by such forward-looking statements. The Company does not guarantee that the assumptions underlying the forward-looking statements in this press release are free from errors and readers of this press release should not place undue reliance on the forward-looking statements in this press release. The information, opinions and forward-looking statements that are expressly or implicitly contained herein speak only as of its date and are subject to change without notice. Neither the Company nor anyone else undertake to review, update, confirm or to release publicly any revisions to any forward-looking statements to reflect events that occur or circumstances that arise in relation to the content of this press release.

Information to distributors

Solely for the purposes of the product governance requirements contained within: (a) EU Directive 2014/65/EU on markets in financial instruments, as amended ("MiFID II"); (b) Articles 9 and 10 of Commission Delegated Directive (EU) 2017/593

supplementing MiFID II; and (c) local implementing measures (together, the “MiFID II Product Governance Requirements”), and disclaiming all and any liability, whether arising in tort, contract or otherwise, which any “manufacturer” (for the purposes of the MiFID II Product Governance Requirements) may otherwise have with respect thereto, the shares in Arctic Minerals have been subject to a product approval process, which has determined that such shares are: (i) compatible with an end target market of retail investors and investors who meet the criteria of professional clients and eligible counterparties, each as defined in MiFID II; and (ii) eligible for distribution through all distribution channels as are permitted by MiFID II (the “Target Market Assessment”). Notwithstanding the Target Market Assessment, Distributors should note that: the price of the shares in Arctic Minerals may decline and investors could lose all or part of their investment; the shares in Arctic Minerals offer no guaranteed income and no capital protection; and an investment in the shares in Arctic Minerals is compatible only with investors who do not need a guaranteed income or capital protection, who (either alone or in conjunction with an appropriate financial or other adviser) are capable of evaluating the merits and risks of such an investment and who have sufficient resources to be able to bear any losses that may result therefrom. The Target Market Assessment is without prejudice to the requirements of any contractual, legal or regulatory selling restrictions in relation to the Directed New Share Issue.

For the avoidance of doubt, the Target Market Assessment does not constitute: (a) an assessment of suitability or appropriateness for the purposes of MiFID II; or (b) a recommendation to any investor or group of investors to invest in, or purchase, or take any other action whatsoever with respect to the shares in Arctic Minerals.

Each distributor is responsible for undertaking its own target market assessment in respect of the shares in Arctic Minerals and determining appropriate distribution channels.