24 April 2019 - Market Announcements Platform - Australian Stock Exchange

HEAVY MINERAL SANDS PROJECTS IN MOZAMBIQUE

Airborne magnetic and radiometric geophysical survey completed, on time and on budget

- Geophysical contractor, Geotech Limited completed production flights for the airborne survey on April 7th.
- Initial analysis of preliminary data sets identifies significant, anomalous zones in both the magnetic and radiometric data, including zones that correlate with historic high grade drill results. By comparative analysis this suggests additional anomalies exist in the new data.
- Further data levelling and scaling is required to allow identification of potentially masked, more subtle features within some very large, high intensity magnetic anomalies.
- Full technical analysis to be completed as soon as practical after data levelling and scaling.
- Anomalies to be followed up by ground reconnaissance, ranked and tested by the auger drill program.

Auger program continues with 16 holes drilled to date

- Auger program continues with 16 holes completed prior to the Easter break, comprising 181.5m of drilling with an average depth of 11.3m and a total of 130 primary samples collected.
- Auger drilling and sampling procedures now bedded down with the field team. Auger program will next re-focus on areas with high grade historic drill results for orientation work as well as investigating geophysical survey anomalism.
- Technical manager is in-country to lead validation and compilation of field data, progress the Government approval process and commence the export process for the initial auger sample batch to the Australian laboratory for heavy liquid separation analysis.
- Semi-quantitative auger program field data will be released once compilation and validation is complete.

Local government and community stakeholder engagement activity was completed in Corridor South

- Stakeholder engagement has been completed at the Corridor South tenement with a presentation to the district government council.
- The Company has followed up its Marão (6842L), Marruca (6846L) and Linhuane (7423L) mineral rights applications. Requests made by the Ministry of Mineral Resources for compliance changes and additional supporting documents being actioned.

Government approval of transaction continues to progress.

- In-country management is working closely with the legal team to ensure prompt completion of outstanding issues.