



## **INVESTOR PRESENTATION AND WEBCAST RESOURCE RISING STARS CONFERENCE**

Strandline Resources Limited (**ASX: STA**) advises that Luke Graham, CEO and Managing Director of Strandline Resources, will provide an Investor Presentation at the Resources Rising Stars Conference at 9:15am (AEST), 7:15am (AWST), on Wednesday 17 May 2023.

A copy of the presentation is attached and also available on the Company's website. Shareholders and investors who wish to listen to the live webcast can register via the link below:

[https://www.bigmarker.com/series/resources-rising-stars-2023-/series\\_summit](https://www.bigmarker.com/series/resources-rising-stars-2023-/series_summit)

This announcement is authorised for release by the Strandline Resources Board of Directors.

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### **ABOUT STRANDLINE**

Strandline Resources Limited (**ASX: STA**) is an emerging producer of heavy mineral sands with a portfolio of development assets located in Western Australia and within the world's major zircon and titanium producing corridor in East Africa.

Strandline's strategy is to develop and operate high margin, expandable mining assets with market differentiation and global relevance in the sector. Strandline's project portfolio contains high quality assets which offer a range of development options and timelines, geographic diversity and scalability. They include the world-scale Coburn Project in WA and the exciting Tanzanian growth projects including Fungoni and Tajiri.







# Building a Significant Critical Minerals Business

RESOURCE RISING STARS  
PRESENTATION

17 MAY 2023



# DISCLAIMER & IMPORTANT NOTICES

## IMPORTANT NOTICE & DISCLAIMER

The purpose of this presentation is to provide general information about Strandline Resources Limited (“Strandline”). It is not recommended that any person makes any investment decision in relation to Strandline based on this presentation. The presentation contains certain statements which may constitute “forward looking statements”. Such statements are only predictions and are subject to inherent risks and uncertainties which could cause actual values, results, performance or achievements to differ materially from those expressed, implied or projected in any forward looking statement.

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All amounts stated within this presentation are stated in Australian Dollars unless otherwise noted. Figures stated within this presentation may contain immaterial rounding differences.

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## ADDITIONAL INFORMATION

This presentation should be read in conjunction with the 2022 Annual, Half Year Report and the Quarterly Activities Report for March 2023 together with any announcement made by Strandline in accordance with its continuous disclosure obligations under the Corporations Act. Refer to [www.strandline.com.au](http://www.strandline.com.au) for full details, including Strandline’s 2022 Sustainability Report.

For details of the Coburn Project Updated DFS, Ore Reserves and Mineral Resources and the material assumptions underpinning the production target and financial results refer to the ASX announcements dated 04 June 2020, 16 April 2019 and 14 November 2018.

For details on the Fungoni Maiden Ore Reserve Statement and Updated-DFS refer to the ASX announcements dated 06 October 2017 and 01 November 2018.

For details of the Mineral Resources for the Tajiri Project and Engineering Scoping Study refer to the ASX announcements dated 09 July 2019 and 07 October 2020.

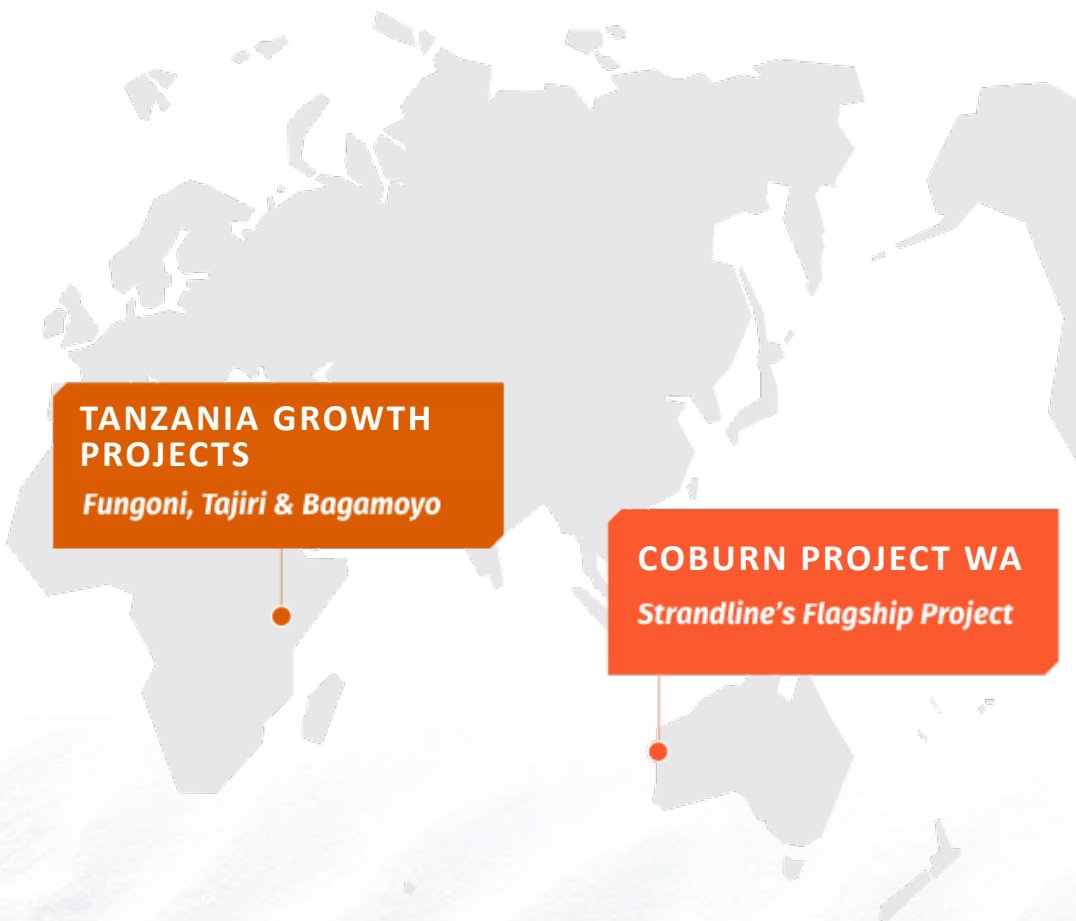
Refer to ASX announcements dated 12 September 2018 and 07 November 2018 for details on Bagamoyo and Sudi exploration projects, respectively.

Also, refer to the Competent Person statements included in this presentation.

TZ Minerals International (TZMI) is a global, independent consulting and publishing company specialising in data, analysis and information across the mineral sands industries. TZMI’s Feb-2020 forecast US\$/t nominal pricing has been converted to US\$/t Real pricing by applying a 2.2% pa inflation factor (refer page 5).

**This presentation is authorised for release by the Strandline Board of Directors.**

# BUILDING A SIGNIFICANT CRITICAL MINERALS BUSINESS



**Our vision:  
enriching everyday life**



Globally significant growth pipeline in a strategic critical minerals sector



Production ramp-up underway at 100%-owned Coburn mineral sands project in WA



Five shipments of concentrate product sold already totalling ~46,000t valued at ~A\$48 million



Coburn DFS forecast avg. annual EBITDA of A\$104M (for 22.5-37 years) ~55% margin



Strong long term market demand & supply shortfall underpins growth strategy

# CORPORATE SNAPSHOT – STRANDLINE IS GROWING



- Highly experienced & diverse board & proven operational team
- Healthy & inclusive high-performance culture
- Sustainable future through responsible mining, innovation & ethical practices

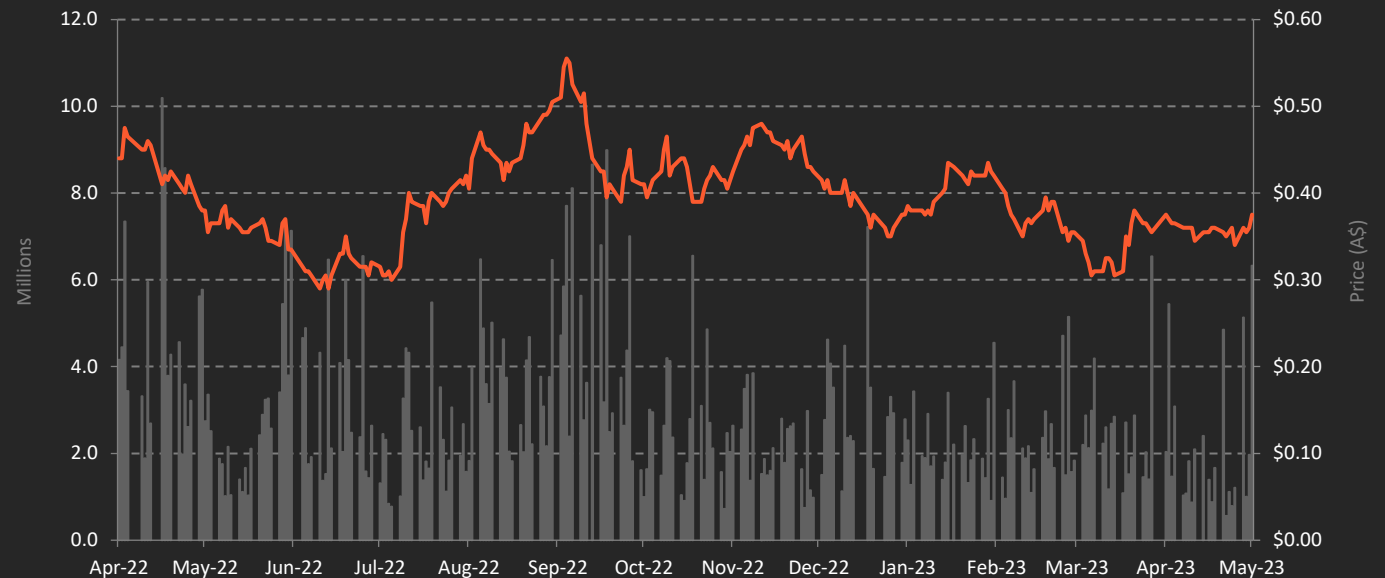
**\$451m**  
market cap  
@ \$0.36 per share

**\$51m**  
cash in bank  
31 March 2023

**24%**  
women  
in Strandline's team

**TRIFR 3.3**  
total recordable injury  
frequency rate

## Share Price & Volume History

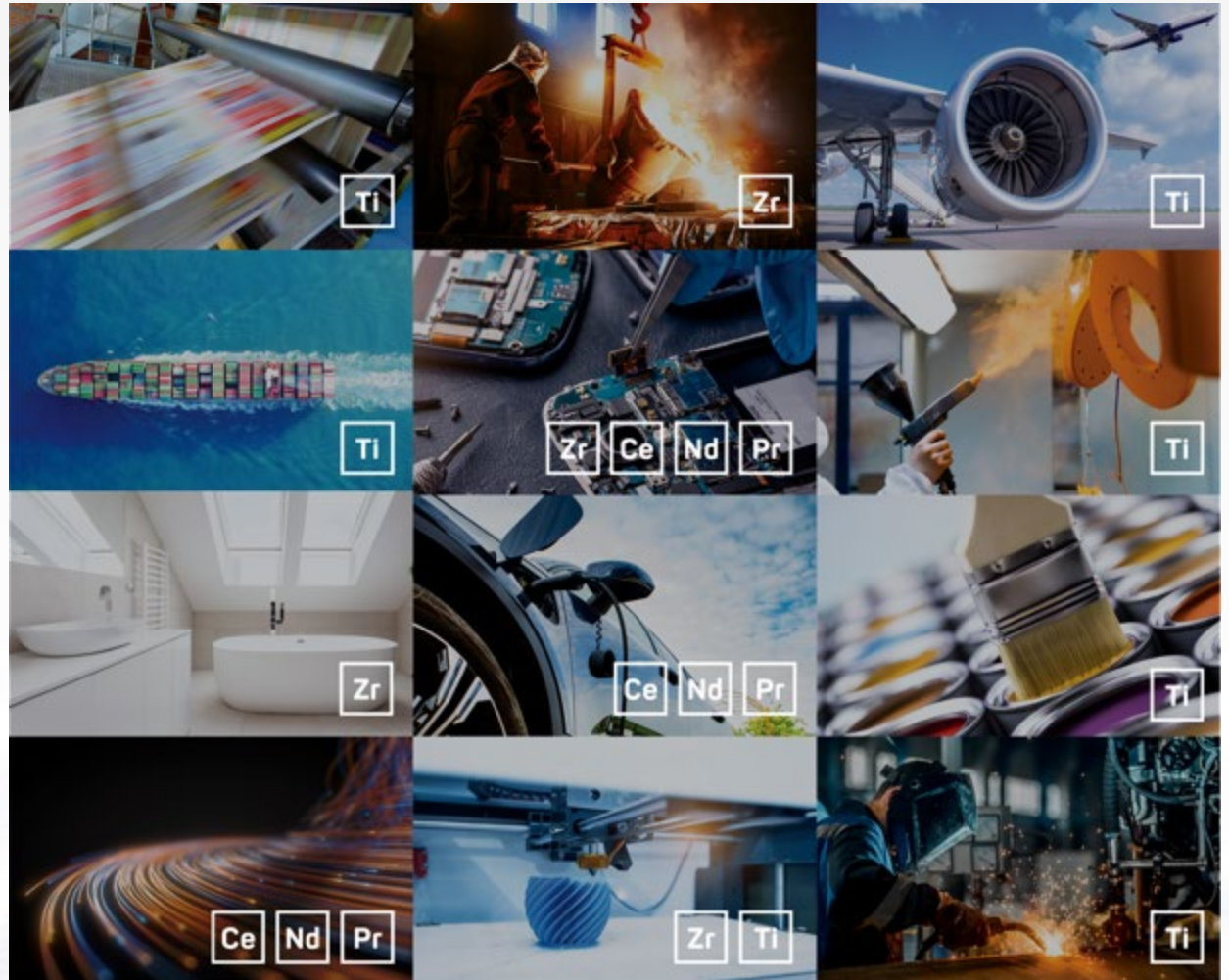




# MARKET DEMAND IS STRONG AND SUPPLY IS TIGHT

- Critical minerals used in everyday life
- Increasing demand driven by urbanisation, rising living standards, global growth & new applications, incl. electrification & renewables
- Future supply is restricted by mine closures, declining grades & few new quality projects
- Security of supply becoming increasingly important & Strandline's Australian supply provides extra certainty
- Spot prices significantly higher than Coburn DFS assumptions

Strandline is ideally placed to capitalise on strong long term market fundamentals



# COBURN MINERAL SANDS PROJECT IN WA



100kms



Coburn has a major jurisdiction & infrastructure advantage, situated close to Geraldton port



# COBURN IS A STRATEGIC LONG LIFE ASSET

**+\$104m** forecast avg. annual EBITDA <sup>1</sup>

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**+37 yr life** 22.5yr reserves + 15yr production targets

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**~55%** forecast EBITDA margin <sup>1</sup>

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Coburn commercial production  
achieved and expansion plans  
under review

<sup>1</sup> Coburn DFS (04 June 2020) is underpinned by the Coburn JORC-2012 compliant Ore Reserve Statement as per ASX dated 16 April 2019



 STRANDLINE

Major lender



Australian Government

**NAIF**

Northern Australia Infrastructure Facility

*Open pit mining with ore  
starting at surface*



# COBURN PRODUCTION AND CASHFLOW RAMPING UP



- Production ramp-up of the mine & Wet Concentration Plant (WCP) is progressing
- Low strip ratio, low slimes, conventional mining, free-flowing sand, coarse grain, rich mineral assemblage & modern processing = **LOWER RAMP-UP RISK**
- WCP is operating at near nameplate levels in terms of throughput, heavy mineral recoveries & grade specification of HMC product
- Quality of the +94% HMC being produced is perfectly in line with the design parameters of the downstream MSP
- Key operational focus is on improving equipment & plant availability enhancing mine planning & optimising mineral recoveries to final product streams

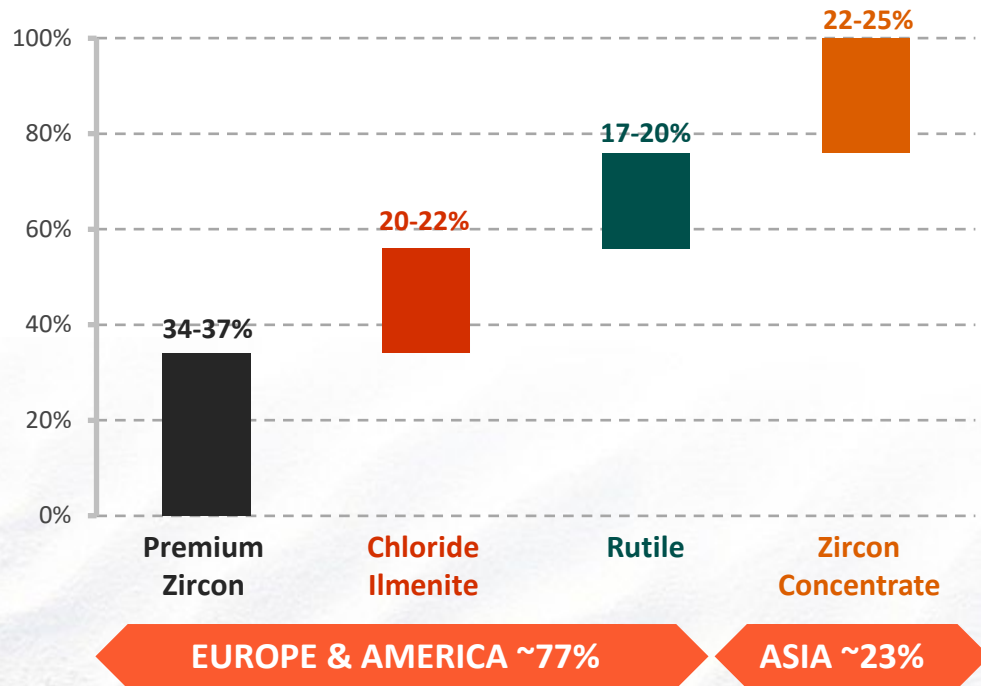
Strandline has exported ~46,000t of HMC since commencing production on 18 Nov-2022, generating ~A\$48m of sales revenue to date

Forecast average HMC assemblage over life-of-mine  
25% zircon, 47% ilmenite, 12% rutile-leucoxene and 16% other



# COBURN'S MODERN MINERAL SEPARATION PLANT

- Ore commissioning of MSP is advancing to produce premium final products
- Binding offtake contracts covering 100% of production with leading consumers across Europe, America & China
- Estimated revenue covered by offtake:

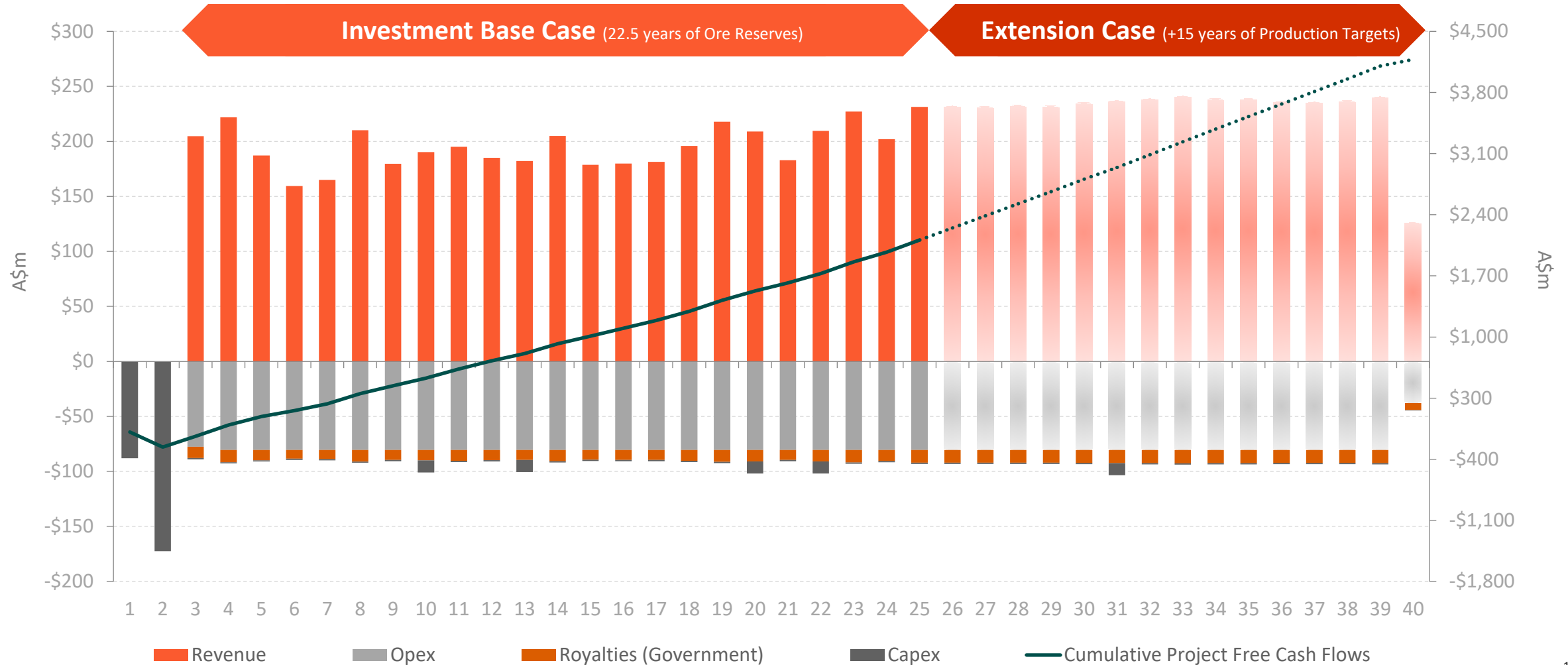




# COBURN TO GENERATE HIGH-MARGIN CASH FLOWS



Coburn DFS (2020) forecasts a high-margin revenue-to-operating cost ratio of 2.4 (cash cost basis) and an EBITDA margin of ~55%



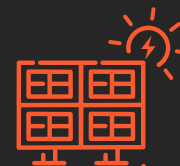
# COBURN HAS ADOPTED RENEWABLES FROM THE OUTSET



Innovative, low-cost, low-emission hybrid energy solution



9 x 2 mw High Efficiency Gas Generators



11 mw Solar Photo Voltaic



4 mw Dynamic Battery Storage



Potential future Wind Turbines & More Solar





## People, Health & Safety

- Relentless focus on health, safety & wellbeing
- Embed a high-performance, psychologically safe culture
- Stay true to our core values & behaviors in all situations
- Promote diversity, inclusion & equal opportunities
- Investing in the success of our people & celebrating success
- Be an employer of choice attracting highly talented people
- Adopt zero-tolerance to bullying, harassment and discrimination



## Environment

- Striving for industry best practice & compliance
- Energy efficient mine design & driving emission reductions
- Minimise physical footprint
- Reduce waste and water use, maximizing recycling
- Rehabilitate & offset, fostering rich Biodiversity
- Source environmentally sustainable materials
- Climate change risk management



## Community

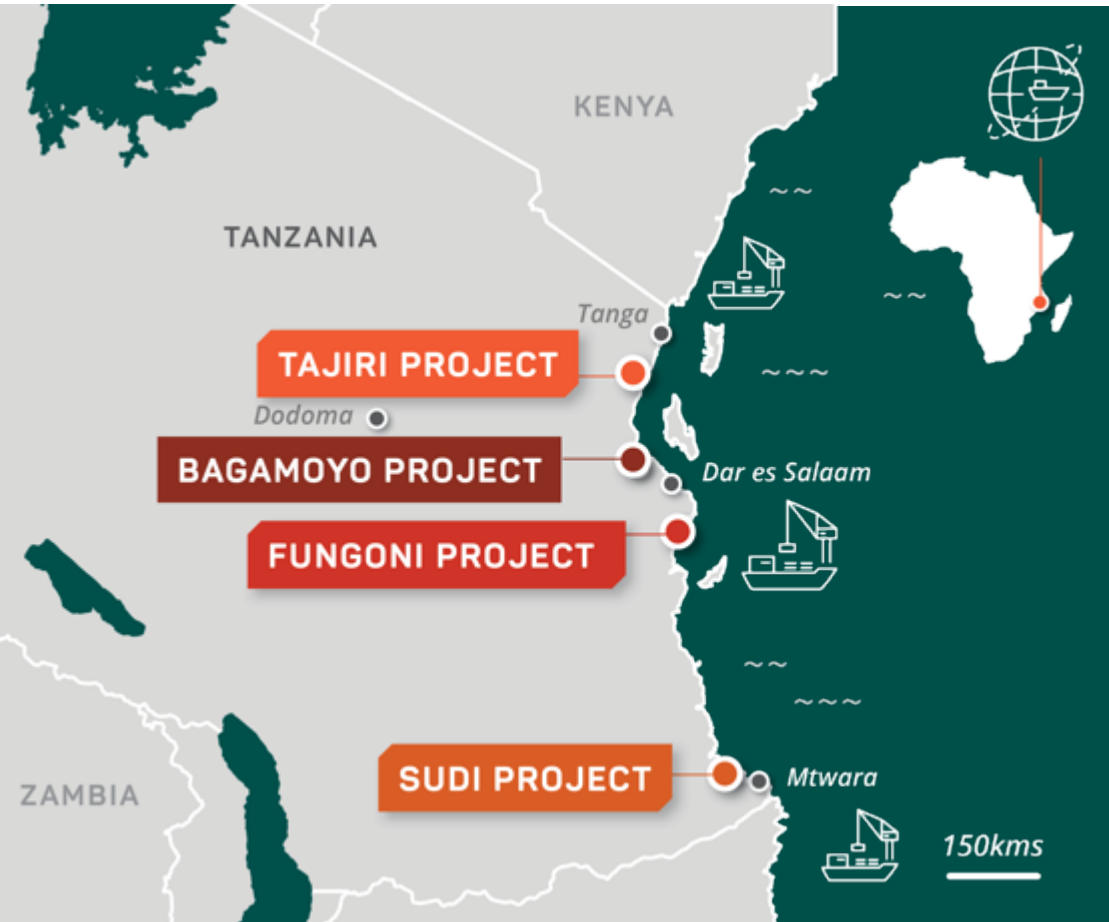
- Enduring benefits that enhance the communities in which we operate
- Proactively & transparently engage with stakeholders
- Prioritise indigenous engagement & local supply chains
- Respect the beliefs, customs, culture, sensitivities & human rights
- Invest in community & social value-add initiatives



## Sustainable Future

- Strong governance & integrity across business functions
- Enable value creation to customers & shareholders
- Ensure we do what's ethically & socially right
- Drive low-cost per ton through innovation & continuous improvement
- Become a reliable critical minerals producer to support future facing industries
- Set ambitious sustainability targets for the future

# TANZANIA GROWTH: UNLOCKING IMMENSE VALUE



- Strandline (84%) are in joint venture with the Tanzanian Government (16%), titled Nyati
- Fungoni and Tajiri projects are forecast to generate +A\$1.4 billion of EBITDA over ~30 years based on Production Targets and studies
- Fungoni is the first project set for development followed by the large scale Tajiri project near the port of Tanga
- Fungoni and Tajiri benefit from JORC Resources defined from surface, with proximity to port and services infrastructure
- Key environmental approvals already secured, highlighting the strong ESG and economic credentials of Fungoni and Tajiri
- Final approvals and execution planning advancing



Pipeline of major mineral sands projects along the coastline of Tanzania



# BUILDING A SIGNIFICANT CRITICAL MINERALS BUSINESS



## RIGHT COMMODITY

Critical minerals – vital to quality of life, technologies, economics & security



**RIGHT ASSETS**  
Conventional mining & processing, high margin, long life, with premium products



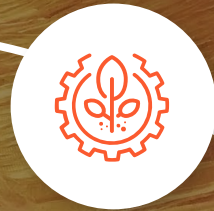
**RIGHT TIME**  
Supply deficit; pricing is strong; New capital projects are required



**RIGHT PLACE**  
Leading mineral sands jurisdictions: Australia & East Africa



**RIGHT ESG FOCUS**  
Adopting responsible mining & renewables from the outset



**RIGHT TEAM**  
Experienced operational team embedding a high performance culture



## RIGHT COMPANY

Multi pronged high-growth strategy; Significant valuation upside



**Our vision:  
enriching everyday life**



# APPENDIX A: WEALTH OF DIVERSE BOARD EXPERIENCE



**Didier Murcia AM**  
Non-Executive Chair (also Nyati)

Mr Murcia has 30+ years of legal and corporate expertise in resources sector. Honorary Consul for Tanzania in Australia, with extensive Tanzanian experience and high level connections. Currently Chair of Centaurus Resources Limited and Alicanto Minerals Limited



**Luke Graham**  
Managing Director and CEO (also Nyati)

Engineering professional with 25+ years' experience in resources sector. MD of Strandline for 5 years. Formerly Regional GM of global minerals engineering and project delivery firm Sedgman Pty Ltd (a member of the CIMIC Group) serving 11 years in various senior leadership roles.



**Mark Hancock**  
Non-Executive Director

Mr Hancock, who holds a Bachelor of Business (B.Bus) degree, is a Chartered Accountant (CA) and a Fellow of the Financial Services Institute of Australia, has over 30 years' experience in key financial, commercial and marketing roles in the natural resources sector.



**John Hodder**  
Non-Executive Director

Mr Hodder is a Geologist by background with a B.Sc. in Geological Sciences and a B.Com. in Finance and Commerce from the University of Queensland. He spent ten years in the mining and oil and gas industries before completing a M.B.A. at London Business School



**Alexandra Atkins**  
Non-Executive Director

Ms Atkins is a Mining engineer, geotechnical engineer and geologist with an MBA (Finance). Graduate of Australian Institute of Company Directors. Chartered Professional Fellow of The AusIMM and Engineers Australia. 25+ years experience in roles that find, design & run mines.



**Peter Watson**  
Non-Executive Director

Over 30 years in the professional services industry within the global resources sector, with roles ranging from Technical Engineering, Project Delivery and Project Development, facilities operational management and asset optimization, through to MD-CEO within global organisations.



**James Chialo**  
Alternate Non-Executive Director (also Nyati)

Mr Chialo obtained his Business Degree at Notre Dame University in WA and has been a Director of Strandline's Tanzanian subsidiaries since 2016. Mr Chialo is based in Dar es Salaam, Tanzania and is also employed as Strandline's senior manager of Stakeholder and Sustainability.



# APPENDIX B: COBURN – RESOURCES & RESERVES

Coburn is a world scale mineral sands deposit, containing a rich zircon-titanium heavy mineral assemblage, with 20Mt of in situ heavy mineral, low slimes, low oversize and strong geological continuity across and along strike

## COBURN JORC-2012 GLOBAL MINERAL RESOURCES <sup>1,2,3</sup>

Resource Category	Ore <sup>(1)</sup>			Valuable HM Grade (In-Situ) <sup>(2)</sup>					
	Material (Mt)	In situ THM (Mt)	THM (%)	Ilmenite (%)	Rutile (%)	Zircon (%)	Leucoxene (%)	Slimes (%)	Oversize (%)
Measured	119	1.5	1.3	45	5	24	6	3	6
Indicated	607	7.7	1.3	48	7	22	5	3	3
Inferred	880	10.4	1.2	49	7	21	4	3	1
<b>Total</b>	<b>1606</b>	<b>19.6</b>	<b>1.2</b>	<b>48</b>	<b>7</b>	<b>22</b>	<b>5</b>	<b>3</b>	<b>2</b>

**Notes:**

<sup>1</sup>Mineral Resources reported at a cut-off grade of 0.8% THM

<sup>2</sup>Valuable Mineral assemblage is reported as a percentage of in situ THM content

<sup>3</sup>Appropriate rounding applied

Source: Coburn Updated JORC compliant Mineral Resource estimate, 14 November 2018



Coburn Project Location Map



Coburn Project Mine Pit and Tenement Outline

## COBURN PROJECT JORC 2012 ORE RESERVE STATEMENT APRIL-2019

ORE RESERVES SUMMARY FOR COBURN PROJECT				
Deposit	Reserve Category	Ore		Heavy Mineral
		Ore (Mt)	HM (Mt)	THM (%)
Coburn - Amy South	Proved	106	1.16	1.10
Coburn - Amy South	Probable	417	4.66	1.12
	<b>Total<sup>1</sup></b>	<b>523</b>	<b>5.83</b>	<b>1.11</b>

**Notes:**

<sup>1</sup>Total may deviate from the arithmetic sum due to rounding

Source: Coburn Updated JORC compliant Ore Reserve Statement, 16 April 2019

Product	Unit	2022	2023	2024	2025+
Zircon	US\$/t	1,540	1,529	1,495	1,495
Rutile	US\$/t	1,178	1,139	1,138	1,138
Chloride Ilmenite	US\$/t	280	283	274	274

Table: Summary of TZMI's Feb-2020 annual price forecast per product used in the Coburn DFS (US\$/t FOB Real)

# APPENDIX B: COBURN - MINE LIFE EXTENSION CASE

Potential to increase project Reserves and returns, through evaluation of resources extending north along strike of the current Ore Reserves. A Scoping Study assessment of Amy South Indicated-Inferred material (“Extension Case”) has been completed

## MINE LIFE “EXTENSION CASE” SCOPING STUDY

- Scoping Study results confirm the potential to increase the mine life **37.5 years (↑15 years)** and project returns to A\$4.5B overall project EBITDA
- Extension Case **pre-tax NPV<sup>8</sup> of A\$825m**, when integrated with the DFS Final Products Case
- Purpose of the Scoping Study was to ascertain the financial benefits of a longer mine life by scheduling production targets from Indicated and Inferred Mineral Resource
- Mineral Resources lie north of the DFS Ore Reserves and represent the strike continuation of the same body of mineralisation
- Production targets are scheduled from year 22.5 when the DFS Ore Reserves are depleted
- No significant capital expenditure is required to access the Extension Case production targets

*There is a lower level of geological confidence associated with Inferred Mineral Resources and there is no certainty that further exploration work will result in the determination of Indicated Mineral Resources or that the Production Target itself will be realised. The stated Production Target is based on the Company’s current expectation of future results or events and should not be solely relied upon by Investors when making investment decisions. Further evaluation work and appropriate studies are required to establish sufficient confidence that this target will be met*

### Notes:

<sup>1</sup> The Coburn DFS (04 June 2020) is underpinned by the Coburn JORC-2012 compliant Ore Reserve Statement as per ASX dated 16 April 2019

<sup>2</sup> The Extension Case Scoping Study referred to in this announcement has been undertaken to evaluate the financial impacts of extending the mine life at the Coburn Mineral Sands Project. It is a preliminary technical and economic study based on low level technical and economic assessments that are insufficient to support the estimation of ore reserves. The Production Target and forecast financial information is based on JORC (2012) Mineral Resources which are reported and classified at approximately 1% Indicated and 99% Inferred. Further exploration, evaluation work and appropriate studies are required before Strandline can estimate ore reserves or provide certainty of a development case for the Mine Life extension case. Given the uncertainties Investors should not make investment decisions solely on the results of the scoping study. No significant capital expenditure will be required to access the Production Target relating to the Extension Case, however additional sustaining capital cost has been allowed and based on calculations in the DFS. Investors should note that there is no certainty that Strandline will be able to raise funding when needed. It is also possible that funding may only be available on terms that may be dilutive to or otherwise affect the value of Strandline’s shares.

## FINANCIAL EVALUATION – EXTENSION CASE

Category	Update DFS (Jun-2020)	Extension Case only	Extension Case Integrated
Mine Life	22.5yrs	15yrs	<b>37.5yrs</b>
Mine plan	1-22.5yrs	22.5-37.5yrs	<b>1-37.5yrs</b>
Tonnes Mined	523Mt	353Mt	<b>876Mt</b>
Throughput	23.4Mtpa	23.4Mtpa	<b>23.4Mtpa</b>
Capex	A\$260M	Nil	<b>A\$260M</b>
Revenue	A\$4.37B	A\$3.57B	<b>A\$7.94B</b>
Total Opex (C1)	A\$1.80B	A\$1.20B	<b>A\$3.00B</b>
Total AISC	A\$2.08B	A\$1.41B	<b>A\$3.49B</b>
Avg. annual C1 Cost	A\$361/t	A\$302/t	<b>A\$334/t</b>
Avg. annual AISC (“A”)	A\$418/t	A\$347/t	<b>A\$389/t</b>
Avg. annual Basket Price (“B”)	A\$877/t	A\$892/t	<b>A\$884/t</b>
Avg. Cash Margin (B-A)	A\$459/t	A\$545/t	<b>A\$495/t</b>
EBITDA	A\$2.35B	A\$2.19B	<b>A\$4.54B</b>
Avg. annual EBITDA	A\$104M	A\$140M	<b>A\$120M</b>



# APPENDIX C: FUNGONI - LOW CAPEX DEVELOPMENT

Strandline advancing to develop Tanzania's first major mineral sands mine, unlocking the strategic value of its Tanzanian portfolio

- Fungoni project DFS complete<sup>1</sup> showing strong technical fundamentals
- High-margin revenue-to-opex (C1) ratio of x2.8, pre-tax IRR of 61% and NPV<sup>10</sup> of US\$48.7m
- LOM EBITDA of US\$115m (avg annual US\$18.5m), based on TZMI forecast
- Low capex, modular relocatable design of ~US\$35m excluding financing and corporate costs
- Nedbank CIB finance facility previously signed to underwrite US\$26m debt, subject to finalisation of finance documents and conditions precedent <sup>2</sup>
- Mining licence and environmental certificate secured, highlighting the strong ESG and economic credentials of Fungoni and Tajiri
- Fungoni benefits from JORC Resources defined from surface, and proximity to port, road and services infrastructure
- Development timetable, execution strategies and financing structure under review

#### Notes:

<sup>1</sup> Refer to the ASX Announcement dated 01 November 2018 (Updated DFS) for full details of the material assumptions underpinning Fungoni's production target and financial results

<sup>2</sup> For information on Nedbank Project Finance Facility Agreement refer ASX Announcement dated 06 April 2020.

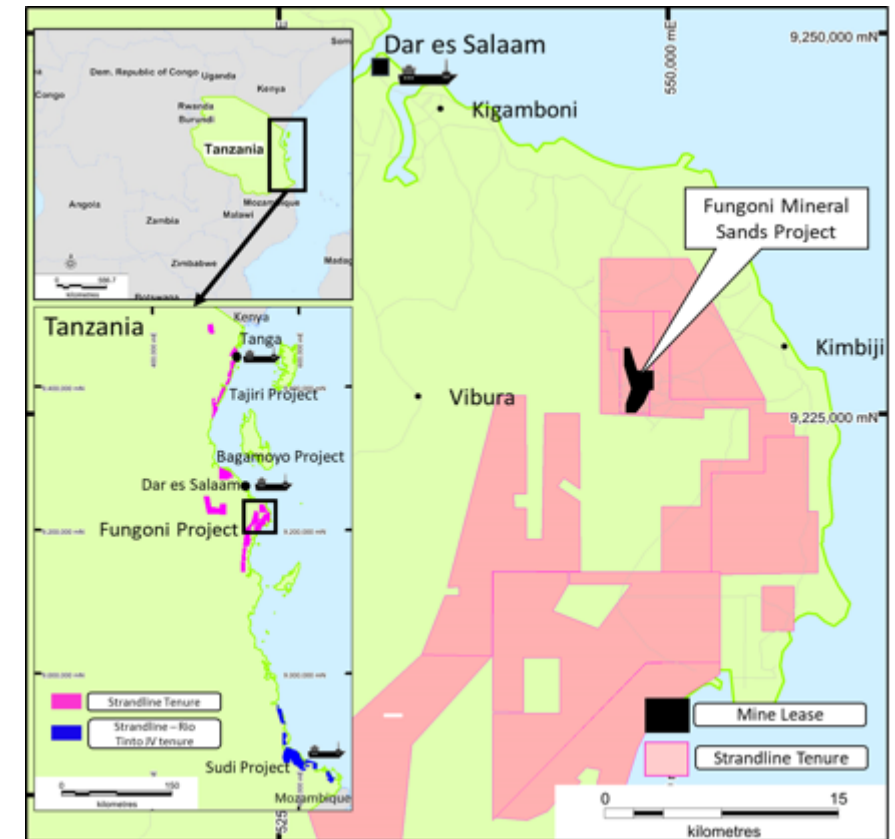


Image: Fungoni 25km from the Dar es Salaam Port



Fungoni Beneficiation Facilities - Preliminary 3D model

# APPENDIX C: FUNGONI – DFS DASHBOARD



## FUNGONI JORC MINERAL RESOURCES<sup>1,2,3</sup>

Resource Category	Ore			Valuable HM Grade (In-Situ)				
	Material (Mt)	THM (%)	Ilmenite (%)	Rutile (%)	Zircon (%)	Leucoxene (%)	Slimes (%)	Oversize (%)
<b>Measured</b>	8.8	4.3%	43.3%	4.3%	18.3%	1.0%	18.5%	6.8%
<b>Indicated</b>	13.0	1.8%	36.7%	4.3%	14.6%	1.4%	24.4%	7.3%
<b>Total</b>	<b>21.7</b>	<b>2.8%</b>	<b>40.7%</b>	<b>4.3%</b>	<b>16.9%</b>	<b>1.2%</b>	<b>22.0%</b>	<b>7.0%</b>

## FUNGONI JORC ORE RESERVES<sup>2</sup>

Reserve Category	Ore		Heavy Mineral
	Material (Mt)	Material (kt)	(%)
<b>Proven</b>	6.9	341	4.9%
<b>Probable</b>	5.4	138	2.6%
<b>Total</b>	<b>12.3</b>	<b>480</b>	<b>3.9%</b>

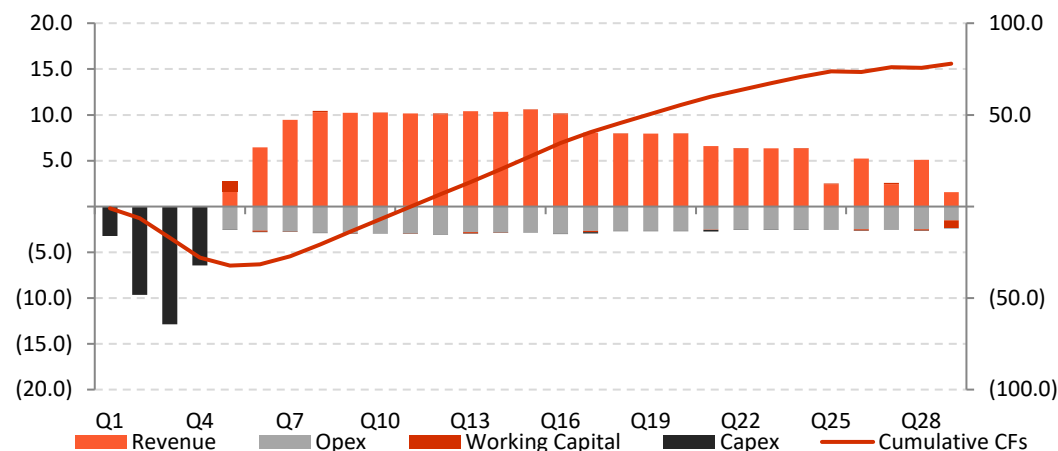
### Notes:

<sup>1</sup>The Mineral Resource estimate has been classified according to the definitions of the JORC Code (2012).

<sup>2</sup>Figures are rounded to one decimal place.

<sup>3</sup>Mineral Resources reported at a cut-off grade of 1.0% THM.

## FUNGONI QUARTERLY NET OPERATING CASH FLOW (US\$M)



### Notes:

<sup>3</sup>Net cash flows are on a US\$ pre-tax, pre-finance basis and excluding corporate overheads.

<sup>4</sup>Opex includes Government royalties. Capex includes upfront and sustaining capex.

Source: Fungoni Original DFS, 6 October 2017 and Updated-DFS, 01 November 2018.

## FUNGONI DFS FINANCIAL METRICS

Description	Updated DFS Result (Oct-18)
NPV (10% WACC, Real, Pre Tax, no debt)	US\$48.7m
IRR	61.1%
NPV (10% WACC, Real, Post Tax, no debt)	US\$30.8m
IRR	42.1%
NPV (8% WACC, Real, Post Tax, no debt)	US\$34.8m
Operational Cashflow Payback Period of Initial Capital	2.67 years
LOM Revenue	US\$184.2m
LOM EBITDA	US\$114.8m
LOM OPEX C1 Costs inc transport	US\$66.1m
LOM All-in Sustaining Costs (AISC)	US\$74.9m
Revenue to C1 Cost Ratio	2.8
Annual Average Operating Margin	US\$391/t
LOM Project Cash Flow	US\$81.7m

Description	Updated DFS Result (Oct-18)
Annual Production Rate (Steady State)	2.0Mt
LOM Production	12.3Mt
Mine Life (Initial)	6.2 Years
Exchange Rate (A\$/US\$)	0.75
Capital Expenditure (Pre-production)	US\$32.1m
Product Price Zircon (FOB) Avg. LOM	US\$1,229/t
Product Price Rutile (FOB) Avg. LOM	US\$1,129/t
Product Price Ilmenite (FOB) Avg. LOM	US\$266/t
Product Price Monazite (FOB) Avg. LOM	US\$1,804/t

Table: DFS Key Assumptions

### Notes:

<sup>3</sup>Refer to the ASX Announcement dated 01 November 2018 (Updated DFS) and 6 October 2017 (Original DFS) for full details of the material assumptions underpinning the production target and financial results for the Fungoni Project.

<sup>5</sup>Calculated on in-ground value per tonne of Ore Reserve material and based on approximate spot prices (Jun-2018) of chloride ilmenite US\$250/t, rutile \$1,050/t (flux), leucoxene US\$900/t, premium zircon US\$1,600/t and monazite US\$2,000/t. Refer overleaf for JORC Mineral Resource and Ore Reserve estimate.

## GRADE AND MINERAL ASSEMBLAGE UNDERPIN EXCEPTIONAL IN-GROUND VALUE

US\$18.86/t : US\$6.09/t  
PER IN-GROUND TONNE<sup>6</sup> AISC OPEX PER TONNE MINED<sup>5</sup>

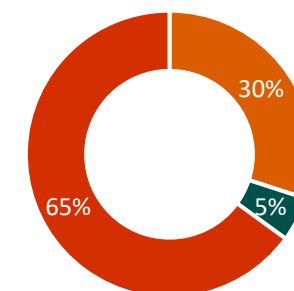
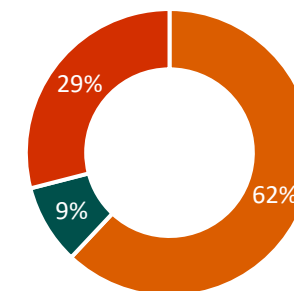


Figure: Fungoni Production by Product (tonnes)



■ Zircon-monazite ■ Rutile ■ Ilmenite

Figure: Fungoni Revenue by Product (US\$m)



# APPENDIX D: TAJIRI STUDY CONFIRMS ECONOMICS

Tajiri's rich titanium-dominated resource and low-cost operation underpins long-term production outlook in Tanzania

- Engineering Scoping Study <sup>1</sup> confirms Pre-tax NPV<sup>10</sup> of US\$205m and IRR of 36%
- LOM revenue US\$1.61b and EBITDA of US\$0.9b (avg US\$37m pa)
- JORC-compliant Resource of 268Mt @ 3.3% THM
- Mine pit optimisation confirms Production Targets of +23 years at a mining rate of 8Mtpa
- Lower-cost hydraulic mining and conventional processing
- High-value product suite of ilmenite, HiTi (rutile-leucoxene), zircon, monazite and garnet concentrates
- 18-month construction duration and capex of US\$125m (excludes financing costs)
- Tajiri benefits from its proximity to existing infrastructure and supports a range of key regional development initiatives
- In light of the Study's strong findings, Strandline is continuing to advance the next phase of project approvals, including application for a special mining licence (which is subject to Cabinet approval)

**Notes:**

<sup>1</sup> Refer to the ASX Announcement dated 07 October 2020 for full details of the material assumptions underpinning Tajiri's production target and financial results.

<sup>2</sup> Refer ASX Announcement dated 09 July 2019 for Tanga South (Tajiri) JORC Mineral Resource estimate

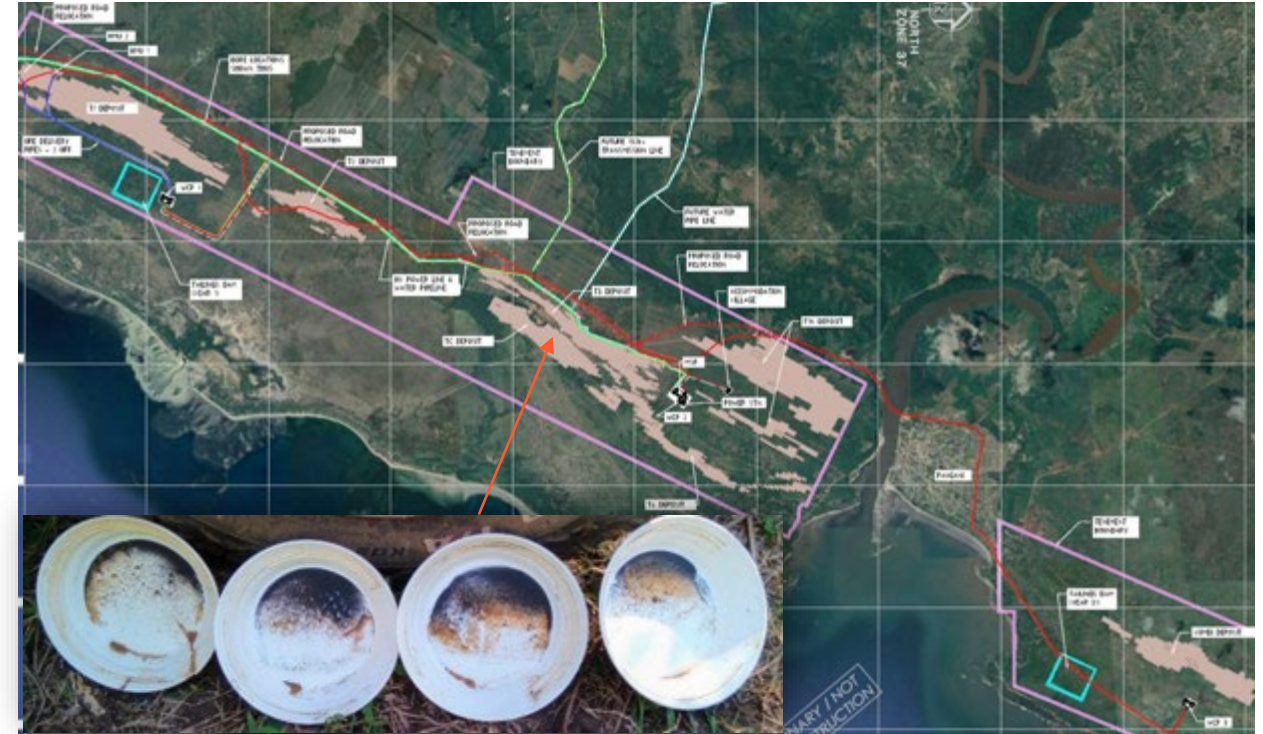


Image: Tajiri Site Layout and Scoping Study Production Targets

**TAJIRI'S NORTHERN TIP IS SITUATED 35KM SOUTH OF THE TANGA PORT**

**TAJIRI RESOURCE HOSTS 8.8MT OF CONTAINED HM: rutile 0.6Mt, zircon 0.3Mt, ilmenite 5.2Mt and almandine garnet 1.5Mt**

# APPENDIX D: TAJIRI – STUDY DASHBOARD

## TAJIRI SCOPING STUDY - KEY FINANCIAL METRICS

Description	Tajiri Scoping Study
Mine Life	23.4yrs
Ore Tonnes Mined	185Mt
Ore Throughput	8Mtpa
Capex	US\$125M
LOM Revenue	US\$1.61B
LOM Opex (C1)	US\$0.66B
LOM AISC	US\$0.76B
Avg. C1 Cost per Product Tonne	US\$124/t
Avg. AISC per Product Tonne (“A”)	US\$143/t
Avg. Basket Price (“B”)	US\$303/t
Avg. Cash Margin (B-A)	US\$160/t
LOM EBITDA	US\$0.9B
Avg. Annual EBITDA	US\$36.8M

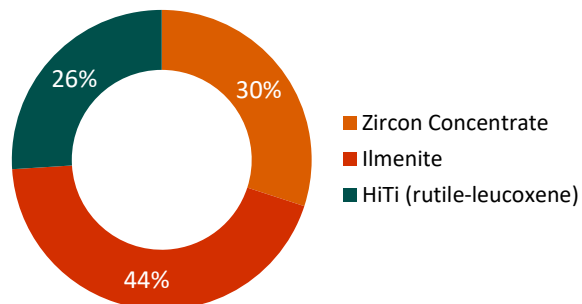
**PRE-TAX NPV<sub>10</sub>**  
**US\$205 MILLION**  
**& IRR 36%**

**LOM REVENUE OF**  
**US\$1.6 BILLION**

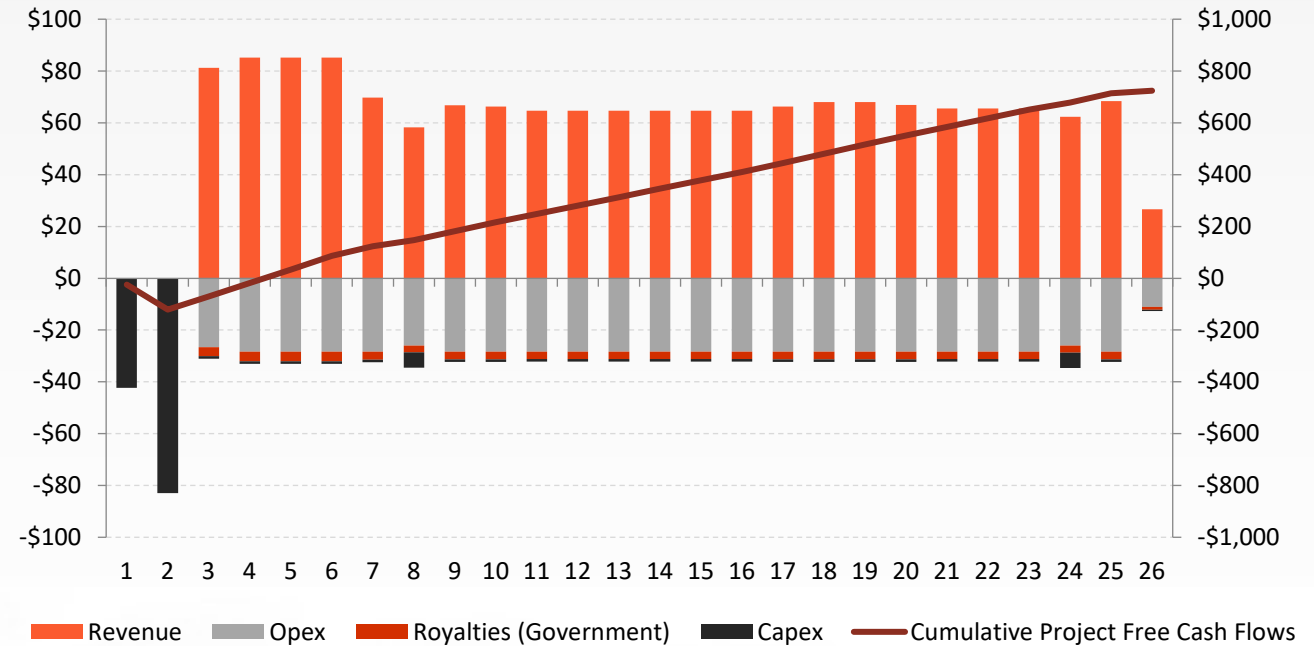
**ANNUAL EBITDA**  
**OF US\$37 MILLION**

**HIGH MARGIN**  
**REVENUE-**  
**TO-COST RATIO<sup>(c1)</sup>**  
**OF 2.4**

## REVENUE BY PRODUCT (%)



## TAJIRI SCOPING STUDY - ANNUAL NET OPERATING CASH FLOW (US\$M)



### Notes:

- <sup>1</sup>Net cash flows are on a pre-tax, real, pre-finance basis
- <sup>2</sup>Capex includes upfront and sustaining capex

### Notes:

- <sup>1</sup>Refer to the ASX Announcement dated 07 October 2020 for full details of the material assumptions underpinning Tajiri’s production target and financial results
- <sup>2</sup>The Tajiri project Scoping Study is a preliminary technical and economic study of the potential viability of developing the project’s mine and associated infrastructure. The Scoping Study is based on lower level technical and preliminary economic assessments and is insufficient to support estimation of Ore Reserves or to provide assurance of an economic development case at this stage, or certainty that the conclusions of the Scoping Study will be realised. Approximately 90% of the total Mineral Resources for the Tajiri Project and approximately 91% of the total ore scheduled for mining in the Scoping Study for the 23.4 years is underpinned by Measured and Indicated Resources. Approximately 10% of the total Resources for the Tajiri Project and approximately 9% of the total ore scheduled for mining in the Scoping Study for the 23.4 years is underpinned by Inferred Resources in the remaining 2 years. There is a lower level of geological confidence associated with Inferred Resources and there is no certainty that further exploration work will result in the determination of further Measured or Indicated Mineral Resources or that the Production Target or preliminary economic assessment will be realised.



# APPENDIX D: TAJIRI – JORC RESOURCES

Summary of Mineral Resources (1)			THM Assemblage (2)									
Deposit	THM % cut-off	Mineral Resource Category	Tonnage (Mt)	Insitu HM (Mt)	THM (%)	SLIMES (%)	OS (%)	Ilmenite (%)	Zircon (%)	Rutile (%)	Leucosilite (%)	Garnet (%)
T3	1.70%	Measured	19	0.6	3.4	37	6	64	4	7	0	5
TC	1.70%	Measured	55	1.9	3.5	23	10	42	2	5	0	38
		<b>Total</b>	<b>74</b>	<b>2.5</b>	<b>3.4</b>	<b>27</b>	<b>9</b>	<b>48</b>	<b>3</b>	<b>5</b>	<b>0</b>	<b>30</b>
Tajiri T1	1.50%	Indicated	36	1.3	3.7	34	4	71	6	10	0	3
Tajiri North	1.70%	Indicated	60	1.7	2.8	47	4	75	4	6	1	1
T2	1.70%	Indicated	17	0.5	2.8	32	11	58	4	7	0	18
T3	1.70%	Indicated	3	0.1	2.8	39	4	66	5	8	1	4
T4	1.70%	Indicated	14	0.4	3.0	24	6	61	4	8	0	12
TC	1.70%	Indicated	35	1.4	4.1	27	9	46	3	6	0	36
		<b>Total</b>	<b>165</b>	<b>5.4</b>	<b>3.3</b>	<b>36</b>	<b>6</b>	<b>64</b>	<b>4</b>	<b>7</b>	<b>0</b>	<b>13</b>
Vumbi	1.70%	Inferred	29	0.9	3.0	30	12	64	4	7	1	2
		<b>Total</b>	<b>29</b>	<b>0.9</b>	<b>3.0</b>	<b>30</b>	<b>12</b>	<b>64</b>	<b>4</b>	<b>7</b>	<b>1</b>	<b>2</b>
		<b>Grand Total</b>	<b>268</b>	<b>8.8</b>	<b>3.3</b>	<b>33</b>	<b>7</b>	<b>59</b>	<b>4</b>	<b>7</b>	<b>0</b>	<b>17</b>

**Notes:**

- <sup>1</sup> Mineral Resources reported at various THM cut-offs
- <sup>2</sup> Mineral Assemblage is reported as a percentage of insitu THM content
- <sup>3</sup> Appropriate rounding applied

**Note:** Refer to the ASX announcement dated 09 July 2019 for full details of the JORC-2012 Mineral Resource Estimate for the Tanga South (Tajiri) Project.



Tajiri Project Location Map and outline of tenements and mine Production Targets

# APPENDIX E: COMPETENT PERSONS

The information in this report that relates to Exploration Results is based on, and fairly represents, information and supporting documentation prepared by Mr Brendan Cummins, Chief Geologist and employee of Strandline. Mr Cummins is a member of the Australian Institute of Geoscientists and he has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which has been undertaken to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Cummins consents to the inclusion in this release of the matters based on the information in the form and context in which they appear. Mr Cummins is a shareholder of Strandline Resources.

## **TANGA SOUTH (TAJIRI) MINERAL RESOURCES**

The information in this report that relates to Mineral Resources for Tanga South (Tajiri) is based on, and fairly represents, information and supporting documentation prepared by Mr Greg Jones, (Consultant to Strandline and Geological Services Manager for IHC Robbins) and Mr Brendan Cummins (Chief Geologist and employee of Strandline). Mr Jones is a member of the Australian Institute of Mining and Metallurgy and Mr Cummins is a member of the Australian Institute of Geoscientists and both have sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Specifically, Mr Cummins is the Competent Person for the drill database, geological model interpretation and completed the site inspection. Mr Jones is the Competent Person for the resource estimation. Mr Jones and Mr Cummins consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.

## **TANGA SOUTH (TAJIRI) SCOPING STUDY PRODUCTION TARGETS (NO ORE RESERVES DECLARED)**

The information in this report that relates to the production targets considered within the Scoping Study is based on information compiled under the direction of Mr Adrian Jones. Mr Jones is a Member of the Australasian Institute of Mining and Metallurgy and is employed by AMC Consultants Pty Ltd. Mr Jones has sufficient experience relevant to the style of mineralization and type of deposit under consideration to qualify as a Competent Person as defined in the JORC Code. Non-mining modifying factors for the production targets are drawn from contributions provided by various sources as stated in the Tanga South (Tajiri) Resource announcement dated 09 July 2019.

## **FUNGONI MINERAL RESOURCES**

The information in this report that relates to Mineral Resources for Fungoni is based on, and fairly represents, information and supporting documentation prepared by Mr Greg Jones, (Consultant to Strandline and Geological Services Manager for IHC Robbins) and Mr Brendan Cummins (Chief Geologist and employee of Strandline). Mr Jones is a member of the Australian Institute of Mining and Metallurgy and Mr Cummins is a member of the Australian Institute of Geoscientists and both have sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Specifically, Mr Cummins is the Competent Person for the drill database, geological model interpretation and completed the site inspection. Mr Jones is the Competent Person for the mineral resource estimation. Mr Jones and Mr Cummins consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.

## **FUNGONI ORE RESERVES**

The information in this report that relates to the Fungoni Ore Reserves are based on information compiled under the direction of Mr Adrian Jones. Mr Jones is a Member of the Australasian Institute of Mining and Metallurgy and is employed by AMC. Mr Jones has sufficient experience relevant to the style of mineralization and type of deposit under consideration to qualify as a Competent Person as defined in the JORC Code. Non-mining modifying factors for the Ore Reserve estimate are drawn from contributions provided by various sources. Significant contributors to this report are identified in Table 5 (ASX 6/10/2017) together with their area of contribution.

## **COBURN MINERAL RESOURCES**

The information in this report that relates to Mineral Resources is based on, and fairly represents, information and supporting documentation prepared by Mr Greg Jones, (Consultant to Strandline and Geological Services Manager for IHC Robbins) and Mr Brendan Cummins (Chief Geologist and employee of Strandline). Mr Jones is a member of the Australian Institute of Mining and Metallurgy and Mr Cummins is a member of the Australian Institute of Geoscientists and both have sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Specifically, Mr Cummins is the Competent Person for the provision of the drill database, and completed the site inspection. Mr Jones is the Competent Person for the data integration and resource estimation. Mr Jones and Mr Cummins consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.

## **COBURN ORE RESERVES**

The information in this report that relates to the Coburn Ore Reserves is based on information compiled under the direction of Mr Adrian Jones. Mr Jones is a Member of the Australasian Institute of Mining and Metallurgy and is employed by AMC. Mr Jones has sufficient experience relevant to the style of mineralization and type of deposit under consideration to qualify as a Competent Person as defined in the JORC Code.

Non-mining modifying factors for the Ore Reserve estimate are drawn from contributions provided by various sources. Significant contributors to this report are identified in Table 6 (ASX announcement 16 April 2019) together with their area of contribution.

## **COBURN SCOPING STUDY PRODUCTION TARGETS (NO ORE RESERVES DECLARED)**

The information in this report that relates to the Mine Extension Case Scoping Study is based on information compiled under the direction of Mr Adrian Jones. Mr Jones is a Member of the Australasian Institute of Mining and Metallurgy and is employed by AMC Consultants Pty Ltd. Mr Jones has sufficient experience relevant to the style of mineralization and type of deposit under consideration to qualify as a Competent Person as defined in the JORC Code.

Non-mining modifying factors for the production targets are drawn from contributions provided by various sources as stated in the Coburn Ore Reserve announcement dated 16 April 2019.





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