



Strandline passes major milestones on path to becoming global mineral sands producer

Strandline's response to COVID-19

- The safety and well-being of Strandline's people, our business partners and stakeholders is always the Company's highest priority. Strandline has followed guidance from health authorities and implemented a range of health, safety and operational measures
- The transition to working remotely, social distancing and restricted travel has been implemented smoothly, including all interactions with consultants, contractors, investors and stakeholders
- Strandline has maintained continuity across all its operations and continues to evaluate the potential impact of the pandemic on markets and project fundamentals

Coburn Mineral Sands Project, Western Australia

- Strong progress made on project financing, offtake negotiations and construction contracts
- Finance due diligence underway with Independent Technical Experts appointed on lenders' behalf
- The Federal Government's Northern Australia Infrastructure Facility (NAIF) continued its evaluation of a senior debt facility for Coburn development
- Tenders called for major execution contracts in preparation for commencement of construction
- Confirmatory metallurgical tests resulted in increased process recovery rates, enhanced product marketability and highlighted a potential increase to the already-strong financial returns
- Three binding offtake agreements signed with some of the world's leading consumers across Europe, America and China. Two-thirds of Coburn's revenue now secured for first five years of production
- With the DFS completed and key project development approvals already in place, Coburn is construction-ready pending finalisation of project financing

Fungoni Mineral Sands Project, Tanzania

- Strandline and Nedbank CIB signed a US\$26m Project Finance Facility Agreement (debt Facility), a component of the finance documents required to fund the estimated US\$35m Fungoni development
- Strategic partnering discussions aimed at securing the balance of Fungoni funding are advancing
- Fungoni is ready for construction pending finalisation of project financing and several secondary-level government approvals. Government of Tanzania continues to provide its full support

Mineral Sands Exploration Growth Projects, Tanzania

- Scoping Study commenced on Tajiri mineral sands project, based on the JORC Resources of 268Mt @ 3.3% Total Heavy Minerals, underpinning Strandline's long-term production outlook in Tanzania

- Regional exploration activities undertaken in central Tanzania, including the Bagamoyo project, where further drill program will be required to test the veracity of the large Exploration Target
- Strandline retains 100% ownership of Sudi and Rushingi Projects in Southern Tanzania following Rio Tinto forgoing its option to continue sole-funding exploration

Corporate

- Funds raised during the Quarter of \$6.5m via a \$2m via share Placement and \$4.5m via a fully underwritten pro rata non-renounceable Rights Issue
- Cash on hand of A\$7.2 million and no debt as at 31 March 2020

Strandline Resources (ASX: STA) (Strandline, or the Company) is pleased to provide its Quarterly Activities Report for the period ending 31 March 2020.

Coburn Mineral Sands Project – Western Australia

Following the completion of the Coburn Definitive Feasibility Study (DFS) in mid-2019, Strandline continues to make strong progress towards project financing and preparation for construction.

During the Quarter, negotiations progressed with a group of potential lenders, including the Federal Government’s Northern Australia Infrastructure Facility (NAIF). NAIF provides access to debt finance, which may be lent on concessional terms to support infrastructure development that generates public benefit for northern Australia. It also seeks to encourage and complement private sector investment to further that objective.

As part of this process, SRK Consulting (Australasia) Pty Ltd (SRK) has been appointed as Independent Technical Expert (ITE) to review the technical, environmental and social aspects of Coburn on behalf of the lenders. The outcome of the ITE process is expected to feed into the selection of preferred lender(s) and will play a key role in securing debt funding.

In conjunction with financing activities, Strandline is working with engineering and contracting firms on the major procurement and construction packages. The early works site surveying and detailed design of the bulk earthworks and main access road packages have already been awarded.

Strandline has entered into an exclusive period with the Woodside-EDL Joint Venture (WEJV) as the preferred power provider for Coburn based on the development of an innovative hybrid gas and renewable energy solution. Contract documentation and refinement of WEJV’s technical solution is well underway.

Tenders have been received for several major construction packages, including the process plant infrastructure, bulk earthworks and village, with early indications that prices will be in line with DFS capital estimates.

During the Quarter, the Company also announced more metallurgical bulk test results which further strengthen the financial outlook, product offtake negotiations and funding strategy for the project. The latest tests included

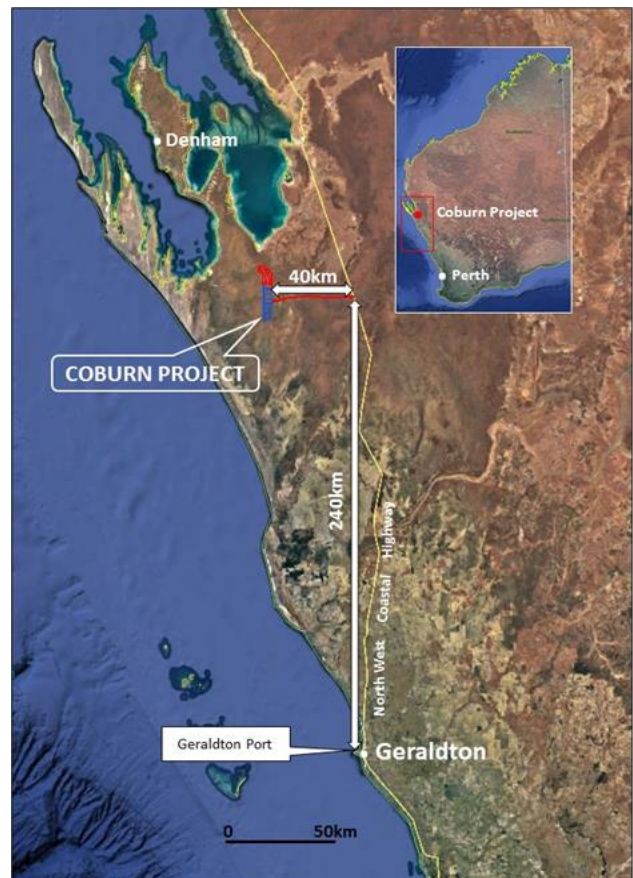


Figure 1 Coburn Project is situated 240km north of the mineral sands export port of Geraldton

Quarterly Report for the period ending 31 March 2020

optimisation of equipment settings (no change to equipment selection from the DFS design) and attritioning of the feed material. The tests demonstrate the scope to further increase recoveries and therefore production of the higher-value zircon and rutile final product streams (as shown in the Table 1 and 2 below), resulting in a potential increase to the already-strong financial returns. An updated financial model will be released as part of the current financing process.

Subsequent to the end of the Quarter, the Company signed three binding product offtake agreements with some of the world's leading consumers in their respective industries across Europe, America and China (see ASX releases dated 20 Apr-2020). Strandline now has ~66% of Coburn's forecast revenue secured via sales contracts. The agreements cover 100% of ilmenite, 100% of zircon concentrate and the substantial portion of the premium finished zircon product to be produced at Coburn for the first five years.

The agreements have a forecast combined value of circa US\$400m (A\$615m at USD: AUD 0.65) over five years, based on the pricing structures contained in the agreements and TZMI's commodity price forecast assumptions contained in the Coburn DFS. Offtake negotiations for Coburn's remaining revenue streams are advancing well, including 24,000 tonnes per year of rutile and the rest of the premium finished zircon.

A critical aspect of the Project is the Company's approach and long-term commitment to regional socio-economic benefits, indigenous and stakeholder engagement and Australian Industry Participation. This work continues ramp-up as the project moves closer to implementation.

Coburn's long life and location has strategic appeal and importantly, its products of zircon, titanium and monazite containing rare earths are classified as Critical Minerals and are considered vital to the economic well-being of the world's major and emerging economies.

The Coburn DFS shows the Project will generate strong financial returns over an initial 22.5 year life of mine (LOM), with a pre-tax NPV of A\$551m (USD:AUD 0.72, 8% discount rate), an IRR of 32%, LOM revenue of A\$3.9b and EBITDA of A\$1.9b (average annual EBITDA of A\$86 million).

Coburn's JORC-compliant Ore Reserves underpin an initial 22.5-year mine life, with a further 15 years of potential production targets identified (titled "Mine Life Extension Case" with an expected total 38-year LOM). The Mine Life Extension Case financial metrics include pre-tax NPV of A\$710m (USD: AUD 0.72, 8% discount rate), with revenue of A\$6.98b and EBITDA of A\$3.67b over 38 years.

Table 1 Coburn Average Annual Production Per Final Product Stream

Product	Previous Average Annual Production (Apr-2019) (tonnes)	Updated Average Annual Production (Jan-2020) (tonnes)
Premium Zircon	32,000	34,000
Zircon Concentrate	58,000	54,000
Ilmenite	110,000	110,000
Rutile (HiTi)	20,000	24,000
Total	220,000	222,000

Table 2 Product Recoveries based on Latest Confirmatory Testwork

Product	WCP Recovery (%)	MSP Recovery (%) ³			MSP Yield to saleable products (%)	
		DFS-2019 Test Program ²	DFS-2019 Test Program ²	Confirmatory Test Program	DFS-2019 Test Program ²	Confirmatory Test Program
Ilmenite	86.8	95.4	96.2	103.9	102.9	
Rutile/HiTi ¹	87.7	70.9	84.7	77.0	95.2	
Zircon	98.2	98.7	99.7 ⁴	98.8	99.8	



Quarterly Report for the period ending 31 March 2020

Notes:

- ¹ Rutile/HiTi product contains rutile and leucoxene mineral species.
- ² DFS-2019 Test Program: results from representative testwork program Allied Mineral Laboratories report Apr-2019 titled "Strandline Resources Coburn Bulk Ore Testwork", conducted as part of the DFS announced Apr-2019
- ³ MSP Recoveries are for actual mineral species
- ⁴ MSP zircon recovery comprises 58.3% into premium zircon and a further 41.4% into zircon concentrate as contained zircon
- ⁵ Actual yields into saleable products are higher due to contributions from other minerals

For more information on the Coburn mineral sands project, refer to the ASX Announcement dated 16 April 2019, 14 January 2020 and 20 April 2020 for details of the material assumptions underpinning the production target and financial results for the Coburn Project DFS, Ore Reserve and Mine Life Extension Case Scoping Study.

The Company confirms that all the material assumptions underpinning the production target and financial results continue to apply and have not materially changed.



Image: Typical dozer push operation



Image: Typical Triple Road Train Configuration



Image: Typical HDPE lined Water Pond



Image: Geraldton Port Facilities and Bulk Cargo Ship



Image: Typical Site Accommodation Village



Image: Existing Geraldton Port Shiploader

Fungoni Mineral Sands Project - Tanzania

Fungoni is Strandline's 100%-owned, high-margin "starter" project in Tanzania, situated 25km from the port of Dar es Salaam. Development of Fungoni will pave the way for a succession of major mineral sands projects along the coastline of Tanzania, as well as establish a new industry in Tanzania.

The Fungoni project is based on a capital efficient and proven execution strategy, with a fixed price EPC contract secured with international contractor, GR Engineering Services, that underpins a 12-month build phase to first production.

The DFS shows the Project will generate strong financial metrics including project pre-tax NPV¹⁰ of US\$48.7m (real, no debt), an IRR of 61% and LOM EBITDA of US\$115m (avg annual US\$18.5m), based on TZMI commodity price forecast.

Strandline achieved another important step towards the development of Fungoni by signing a US\$26 million Project Finance Facility Agreement (Facility) with Nedbank CIB (refer ASX release dated 6 April 2020). Fungoni has an estimated capital cost of US\$35 million (excluding financing costs), meaning the Facility would meet most of the project's capital requirement once Financial Close is achieved.

During 2019 Nedbank conducted detailed due diligence of technical, financial, market, legal, environmental and social fundamentals and has since progressed compilation of documentation for the Facility.

The Facility remains subject to finalisation of conditions precedent to Financial Close and first draw down. This includes finalising the additional finance documents with Nedbank, obtaining the remaining government-related approvals (including completing documentation for the Tanzanian Government's 16% free-carried interest in the project company, compensation and resettlement agreements and access arrangements in relation to the project site), as well as satisfying the equity shortfall.

In view of the current evolving COVID-19 pandemic, the parties will also continue to evaluate the potential impact of the pandemic on the project fundamentals. The outcome of this evaluation will lead into Strandline and Nedbank's final investment/credit decision to proceed with the construction of the project prior to Financial Close.

Key terms for the Facility are described in Schedule 1.

SCHEDULE 1 – KEY TERMS OF NEDBANK'S PROJECT FINANCE FACILITY

Mandated Lead Arranger:	Nedbank Limited - acting through its Nedbank Corporate and Investment Banking division ("Nedbank CIB").
Facility Amount:	US\$26 million
Tenor:	5 years
Security:	Comprehensive security package over assets and rights of Fungoni project
Conditions Precedent to Financial Close (FC):	As are customary for a facility of this nature, including but not limited to completion of secondary-level government approvals, land access and evidence of equity raised for the balance of project development capital.
Additional finance documents as part of the Facility to be finalised prior to FC	The balance of finance documents to be signed by the parties, including (but not limited to) the completion guarantee, security documents, account bank agreements, hedging agreement, intercreditor agreement, direct agreements with material project parties (incl. lessor(s), offtakers and major contractor partners), equity contribution agreement, insurance letter, technical completion tests letter and land lease agreements.
Repayment Schedule	Quarterly capital repayments are to be made from the date falling 21 months after Financial Close plus additional sweep of available cashflow under certain circumstances.

As part of the equity process, Strandline is in discussions with international finance institutions about strategic equity investment in Fungoni and/or Strandline.



Quarterly Report for the period ending 31 March 2020

With key mining and environment licences in place, the DFS completed, offtake contracts secured for 100% of forecast product revenue, major construction contracts executed and the Nedbank debt Facility Agreement now signed, Strandline remains on track to develop its first project in Tanzania and capitalise on the forecasted strong mineral sands market.

For more information on the Fungoni mineral sands project, refer to the ASX Announcement dated 06 October 2017 (Original DFS) and subsequent update on 01 November 2018 (Updated DFS) for details of the material assumptions underpinning the production target and financial results.

The Company confirms that all the material assumptions underpinning the production target and financial results continue to apply and have not materially changed.

Fungoni is expected to pave the way for development and value appreciation of Strandline’s other mineral sands projects in Tanzania, including the large-scale Tajiri project in northern Tanzania.

Tajiri Mineral Sands Project – Tanzania

Strandline’s 100%-owned Tajiri mineral sands project comprises a series of higher-grade mineral sands deposits stretching along 30kms of coastline in northern Tanzania, near the port city of Tanga.

As announced on 09 July 2019, Tajiri hosts a world-scale JORC-compliant Mineral Resource of 268Mt at 3.3% THM, containing 8.8Mt of Heavy Mineral, which includes in-situ rutile (580,000t), zircon (335,000t), ilmenite (5,206,000t) and almandine garnet (1,477,000t).

All Tajiri resources start from surface, with no overburden and contain large coherent high-grade domains comprising mostly high-value titanium-dominated mineral assemblage. The project is likely to continue to grow further over time with resources remaining open and Strandline has recently identified several highly prospective targets close to Tajiri (including the Sukura deposit situated some 10km south along strike).

The Tajiri deposit provides the geological robustness and critical mass to underpin project feasibility evaluation and progress early stage development approvals and partnering activities.

During the Quarter, Strandline commenced works associated with the Tajiri Scoping Study and awarded a number of engineering services packages including, but not limited to, environmental and social baseline and impact assessment, mining study, process plant design, hydrology, geotechnical and tailings management, as well as investigations across key infrastructure of water, power, road, logistics and port facilities.

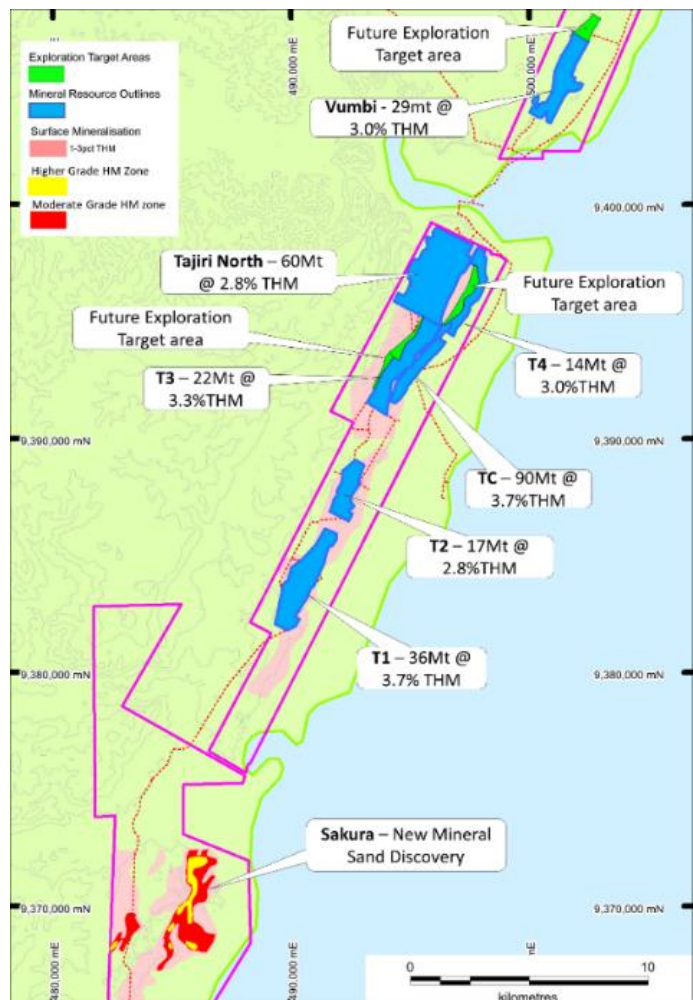


Figure 4 Tajiri Project Mineral Resources, showing a series of high value deposits from surface (plan view)

Bagamoyo Project - Tanzania

The Bagamoyo tenements are located approximately 40km north of Dar es Salaam and close to the proposed Bagamoyo port development in Tanzania. Strong assays received from the maiden drilling program during the September 2018 Quarter confirm Bagamoyo as a major mineral sands discovery.



The Company has estimated a maiden Exploration Target at Bagamoyo comprising 78 to 156Mt at 3% to 4.5% THM (see ASX release dated 17 September 2018). Minor field activity was performed during the quarter and a further drill program is required to test the veracity of the Exploration Target.

Strandline would caution the reader that the potential quantity and grade of the combined Exploration Target is conceptual in nature and there has been insufficient exploration to define a JORC compliant Mineral Resource. It is also uncertain if further exploration and resource development work will result in the determination of a Mineral Resource.

Sudi Project – southern Tanzania - in Joint Venture with Rio Tinto

Subsequent to the Quarter, Strandline received notification from Rio Tinto Mining and Exploration Limited (Rio Tinto) that it will forgo its option to continue to sole-fund exploration under the Earn-in and Joint Venture (JV) Agreement in southern Tanzania.

The JV was originally announced by Strandline on 26 April 2017.

The JV has been successful in enabling Strandline to accelerate early-stage exploration activities in southern Tanzania, with Rio Tinto contributing expertise and funding.

The JV was separate from Strandline’s other more advanced mineral sands assets, including Fungoni, Bagamoyo and the large-scale Tajiri project in northern Tanzania, as well as the flagship Coburn Project in WA.

The JV drilling programs in southern Tanzania conducted over the past three-years have resulted in several notable discoveries, comprising thick mineral sands intersections from surface at the Sudi and Rishungi project areas, near the port city of Mtwara (refer ASX announcement 14 Mar-2018 and 07 November 2018).

These discoveries will be defined further over time by Strandline and are expected to complement its more advanced mineral sands projects to the north.

Strandline Managing Director Luke Graham said the Company had benefitted significantly from working with Rio Tinto in southern Tanzania over the past few years.

“The relationship has delivered some very strong outcomes in the field and we look forward to exploring other strategic options with Rio Tinto and others in the future as our business continues to evolve into a major player in the global mineral sands market,” Mr Graham said.

Fowlers Bay Nickel-Gold Project

Exploration activities are being funded by Western Areas Limited (ASX: WSA) (Western Areas), which covers Strandline’s 700km² Fowlers Bay Project in the Western Gawler region of South Australia.

Western Areas have now earned 90% of the project and under the terms of the agreement entered into between Strandline and Western Areas, the remaining 10% held by Strandline will be converted into a 1% net smelter royalty. There was no material work completed during the Quarter.

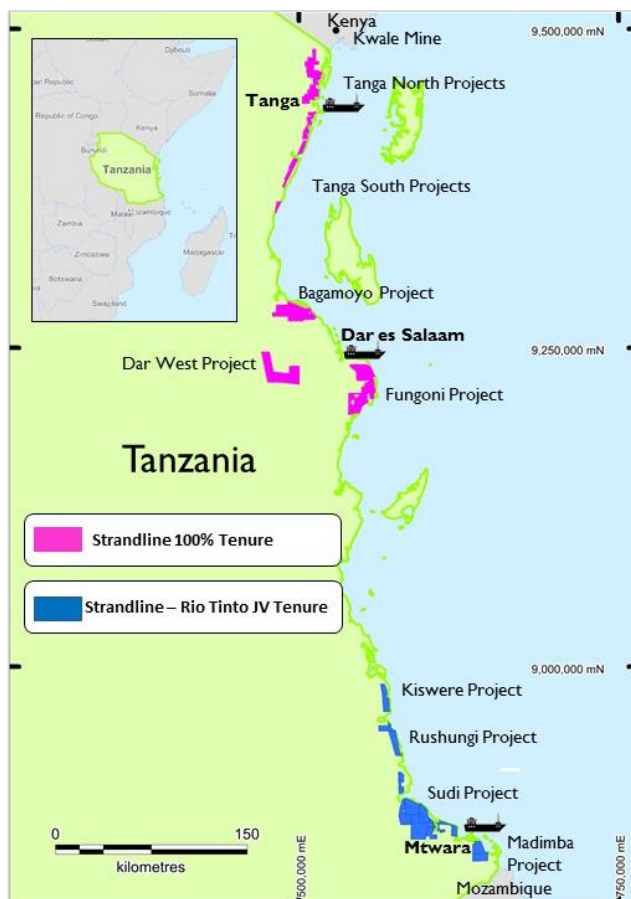


Figure 5 The Rio Tinto JV encompasses some of the Company’s southern tenements (highlighted in blue)

STRANDLINE'S RESPONSE TO COVID-19

Strandline remains focussed on generating long term shareholder value and continues to evaluate potential impacts of the COVID-19 pandemic and implement proactive measures in response.

The safety and well-being of Strandline's people, our business partners and stakeholders is always the Company's highest priority.

Strandline has followed guidance from health authorities and implemented a range of health, safety and operational measures.

During March, the Company repatriated all its employees safely from their international assignments and at this time, none are known to have contracted COVID-19

The transition to working remotely, social distancing and restricted travel has been implemented smoothly, including all interactions with consultants, contractors, investors and stakeholders

Strandline has, to date, maintained continuity across all its operational and strategic workstreams and will continue to evaluate the potential impact of the pandemic on markets and project fundamentals.

CORPORATE

Cash

Consolidated cash on hand was A\$7.2 million and no debt as at 31 March 2020.

Equity

During the Quarter, the Company raised \$6.5 million via a \$2 million Share Placement to a new institutional investor and \$4.5 million fully underwritten pro rata non-renounceable Rights Issue. The Rights Issue, which comprised one new share for every 10 shares held at the record date at a price of 12c per Rights Issue Share.

The Rights issue was strongly supported by Strandline's major shareholder Tembo Capital. Tembo is a specialist mining private equity fund and has been a strong supporter of the Company's mineral sands exploration and development strategy since 2016.

The Company now has on issue a total of 426,769,138 fully paid ordinary shares (up from 372,820,821 in the previous Quarter).

The proceeds will be used primarily to accelerate preparation and financing for development of Strandline's flagship Coburn mineral sands project in Western Australia. Funds will also be used to progress Strandline's mineral sands projects in Tanzania, including the Fungoni and Tajiri projects.

In addition to existing cash reserves, Strandline is now well funded to achieve major milestones across its portfolio of mineral sands assets.

Table 3 Strandline Capital structure

Class of securities	Number
Fully paid ordinary shares	426,769,138
Unlisted performance rights expiring 15/08/20	9,535,105
Unlisted performance rights expiring 15/08/21	5,462,567
Unlisted performance rights expiring 15/08/22	3,941,124
Unlisted Options – expiring 28/11/2021	3,500,000
Unlisted Options – expiring 28/11/2022	3,500,000
Unlisted Options – expiring 28/11/2023	3,500,000

KEY ACTIVITIES PLANNED FOR JUNE 2020 QUARTER

During the June 2020 Quarter, the Company plans to advance exploration and development activities across its portfolio of mineral sands projects in Australia and Tanzania. Key planned activities include:

- **Coburn project:** advance project financing and pre-execution activities, including procurement of major implementation contracts, debt financing and strategic partner arrangements;
- **Fungoni project:** work towards finalisation of conditions precedent to achieve Financial Close associated with Nedbank Project Finance Facility Agreement; and
- **Tajiri project:** progress engineering scoping study assessment, stakeholder engagement and project permitting activities

Authorised for release by:

Luke Graham

CEO and Managing Director
 Strandline Resources Limited

T: +61 8 9226 3130

E: enquiries@strandline.com.au

For media and broker enquiries:

Paul Armstrong

Read Corporate

T: +61 8 9388 1474

E: paul@readcorporate.com.au

ABOUT STRANDLINE

Strandline Resources Limited (**ASX: STA**) is an emerging heavy mineral sands developer with an extensive portfolio of 100%-owned development assets located in Western Australia and within the world's major zircon and titanium producing corridor in South East Africa.

Strandline's strategy is to develop and operate high margin, expandable mining assets with market differentiation and global relevance.

Strandline's project portfolio contains high quality assets with development optionality, geographic diversity and scalability. They include two zircon-titanium rich, 'construction ready' projects, being the world-scale Coburn Project in Western Australia and the Fungoni Project in central Tanzania, as well as a series of titanium-dominant exploration assets spread along the highly prospective Tanzanian coastline, including the advanced and large scale Tajiri Project in northern Tanzania.

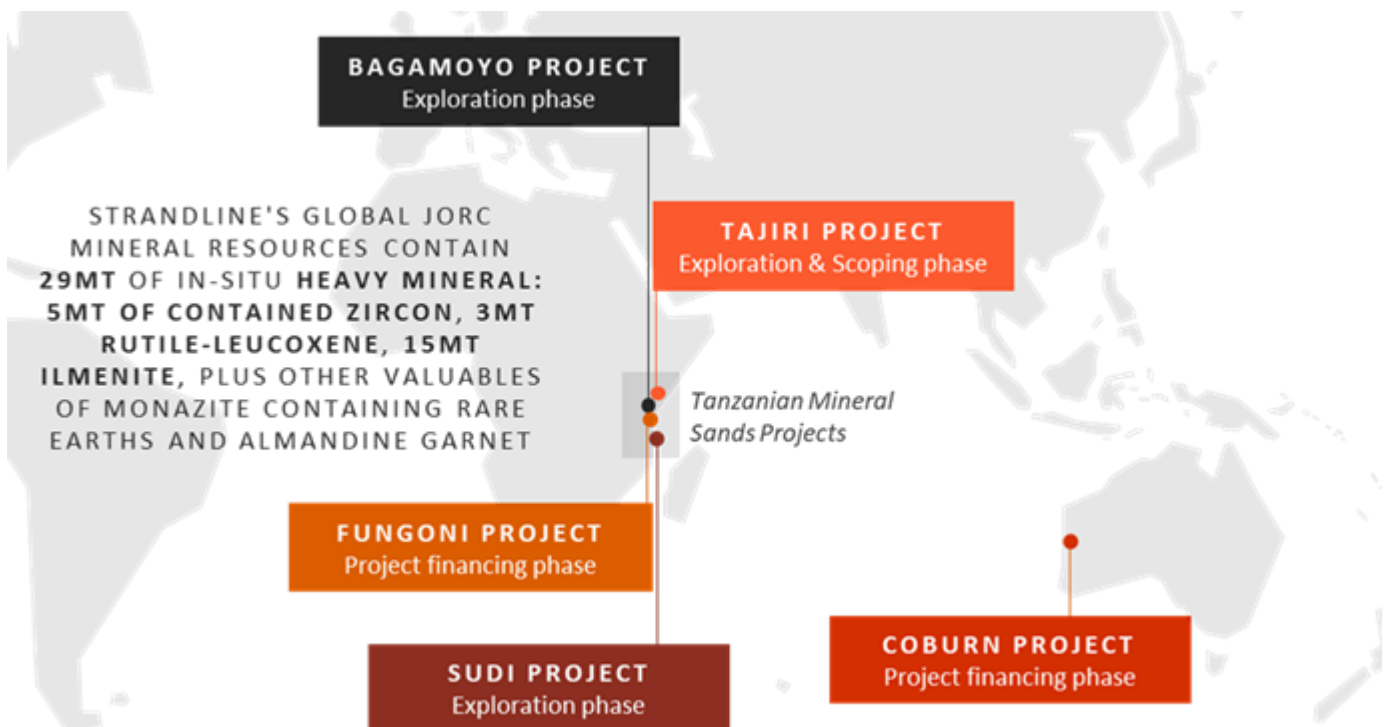


Figure 6 Strandline's global mineral sands exploration and development projects

ANNEXURE A – MINERAL RESOURCE DATA

MINERAL RESOURCES – The Company’s mineral resource estimates and ore reserves are summarised in the tables below.

Table A Mineral Resource Statement for Fungoni at May 2017

MINERAL RESOURCE SUMMARY FOR FUNGONI PROJECT										
Summary of Mineral Resources ⁽¹⁾					VHM assemblage ⁽²⁾					
Deposit	Mineral Resource Category	Tonnage	In situ HM	THM	Ilmenite	Rutile	Zircon	Leucoxene	Slimes	Oversize
		(Mt)	(Mt)	(%)	(%)	(%)	(%)	(%)	(%)	(%)
FUNGONI	Measured	8.77	0.4	4.3	43.3	4.3	18.3	1.0	19	7.0
FUNGONI	Indicated	12.97	0.2	1.8	36.7	4.3	14.6	1.4	24	7.0
	Total ⁽³⁾	21.74	0.6	2.8	40.7	4.3	16.9	1.2	22	7.0

Notes:

- (1) Mineral Resources reported at a cut-off grade of 1.0% THM
- (2) Valuable Mineral assemblage is reported as a percentage of in situ THM content
- (3) Appropriate rounding applied

Refer ASX announcement 2 May 2017 for full details of the Fungoni Mineral Resource Estimate. Mineral Resources were converted to Ore Reserves in accordance with the JORC Code 2012 Edition based on the pit designs, recognising the level of confidence in the Mineral Resource Estimation, and reflecting modifying factors. Refer ASX announcement 6 October 2017 for full details of the Fungoni Ore Reserve statement.

Table B Ore Reserve Statement for Fungoni Project at October 2017

ORE RESERVES SUMMARY FOR FUNGONI PROJECT						
Deposit	Reserve Category	Ore	Slimes		Heavy Mineral	
		(Mt)	(Mt)	(%)	In Situ HM (kt)	THM (%)
FUNGONI	Proved	6.9	1.2	18	341	4.9
FUNGONI	Probable	5.4	1.0	19	138	2.6
	Total*	12.3	2.3	19	480	3.9

*Note totals may deviate from the arithmetic sum due to rounding.

Table C Tanga South (Tajiri) Project Mineral Resource Estimate (July 2019)

Summary of Mineral Resources (1)								THM Assemblage (2)				
Deposit	THM % cut-off	Mineral Resource Category	Tonnage	In situ HM	THM	SLIMES	OS	Ilmenite	Zircon	Rutile	Leucoxene	Garnet
			(Mt)	(Mt)	(%)	(%)	(%)	(%)	(%)	(%)	(%)	(%)
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
		Total	74	2.5	3.4	27	9	48	3	5	0	30
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
		Total	165	5.4	3.3	36	6	64	4	7	0	13
Vumbi	1.70%	Inferred	29	0.9	3.0	30	12	64	4	7	1	2
		Total	29	0.9	3.0	30	12	64	4	7	1	2
		Grand Total	268	8.8	3.3	33	7	59	4	7	0	17

Notes:

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

Refer to the ASX announcement dated 09 July 2019 for full details of the Mineral Resource estimate for the Tajiri Project.

Quarterly Report for the period ending 31 March 2020

Table D Coburn Project JORC 2012 Global Mineral Resources – Amy South and Amy North

Resource Category	Ore ⁽¹⁾			Valuable HM Grade (In-Situ) ⁽²⁾					
	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
Total	1606	19.6	1.2	48	7	22	5	3	2

Notes:

1. Mineral Resources reported at a cut-off grade of 0.8% THM
2. Valuable Mineral assemblage is reported as a percentage of in situ THM content
3. Appropriate rounding applied

Table E Coburn Project JORC 2012 Ore Reserve Statement April 2019

ORE RESERVES SUMMARY FOR COBURN PROJECT				
Deposit	Reserve Category	Ore	Heavy Mineral	
		(Mt)	In Situ HM (Mt)	THM (%)
Coburn - Amy South	Proved	106	1.16	1.10
Coburn - Amy South	Probable	417	4.66	1.12
	Total¹	523	5.83	1.11

Notes:

1. Total may deviate from the arithmetic sum due to rounding

Refer to the ASX announcement dated 16 April 2019 for full details of the Ore Reserve and Mineral Resource estimates for the Coburn Project.

MINERAL SANDS COMPETENT PERSON'S STATEMENTS

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 Mineral Resources

The information in this report that relates to Mineral Resources for Tanga South 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 Australasian 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.

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 Australasian 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 Australasian 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 5 (ASX announcement 16/04/2019) together with their area of contribution.

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. 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.

FORWARD LOOKING STATEMENTS

This report contains certain forward looking statements. Forward looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside of the control of Strandline. These risks, uncertainties and assumptions include commodity prices, currency fluctuations, economic and financial market conditions, environmental risks and legislative, fiscal or regulatory developments, political risks, project delay, approvals and cost estimates. Actual values, results or events may be materially different to those contained in this announcement. Given these uncertainties, readers are cautioned not to place reliance on forward looking statements. Any forward looking statements in this announcement reflect the views of Strandline only at the date of this announcement. Subject to any continuing obligations under applicable laws and ASX Listing Rules, Strandline does not undertake any obligation to update or revise any information or any of the forward looking statements in this announcement to reflect changes in events, conditions or circumstances on which any forward looking statements is based.