



UPDATE ON LENDER DISCUSSIONS

KEY POINTS

- **The Northern Australia Infrastructure Facility (NAIF) has approved the repurposing of up to \$15M, with \$10M of these funds released to the Company on 20 December 2023.**
- **The Company has agreed with its financiers (NAIF, National Australia Bank and Nordic Bondholders) a standstill arrangement on certain near-term interest payments, repayment obligations and covenant waivers. The Company has undertaken to work with its lenders to implement a comprehensive review of the Company's debt position during the March 24 quarter.**

Strandline Resources Limited (**ASX: STA**) ("**Strandline**" or the "**Company**") provides an update on the Company's engagement with its financiers and their advisors.

NAIF Drawdown

The Company is pleased to advise that NAIF has approved the repurposing of an undrawn \$15M debt tranche for the purpose of undertaking capital works to expand tailings storage capacity and other activities. \$10M was released to the Company on 20 December 2023 with the remaining \$5M expected to become available in January 2024, subject to NAIF being satisfied with the progress on the various workstreams being conducted by the Company.

Strandline Managing Director Jozsef Patarica said: "*Strandline thanks NAIF and the wider lender group for their support as we continue to undertake our operational review*".

Standstill and Deferral

The Company has agreed with its financiers a standstill and deferral arrangement in relation to certain near-term interest payments, repayment obligations and various covenant waivers. This agreement is the first step in an ongoing process aimed at restructuring the Company's finances.

Operational and funding requirements review ongoing

Work is continuing on the review of both operations and corresponding funding requirements. Given discussions with lenders are ongoing, the Board believes it is in the best interests of shareholders that the Company's shares remain suspended at this time. The Company will keep shareholders informed as material information comes to hand.



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 Coburn Project in WA and the Tanzanian growth projects including Fungoni and Tajiri.

FORWARD LOOKING STATEMENTS

This announcement contains certain forward looking statements and comments about future events, including statements about Strandline's expectations about the financial and operating performance of its business. Forward looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside of the control of Strandline. Forward looking statements can generally be identified by the use of forward looking words including (without limitation) words such as, "expect", "anticipate", "likely", "intend", "should", "could", "may", "predict", "plan", "propose", "will", "believe", "forecast", "estimate", "target" and other similar expressions. These risks, uncertainties and assumptions include (without limitation) 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. A number of important factors could cause Strandline's actual results to differ materially from the plans, objectives, expectations, estimates and intentions expressed in such forward looking statements. Forward looking statements involve inherent risks and uncertainties, both general and specific and many of which are outside the control of Strandline, and there is a risk that such predictions, forecasts, projections and other forward looking statements will not be achieved. Forward looking statements are provided as a general guide only and should not be relied on as an indication or guarantee of future performance. 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.