# STRANDLINE RESOURCES (ASX: STA)

## EQUITY RAISING PRESENTATION

STRANDLINE
resources limited

# BUILDING A SIGNIFICANT MINERAL SANDS BUSINESS

**29 MARCH 2021**

*Not for release to US wire services or distribution in the United States*

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# IMPORTANT NOTICES AND DISCLAIMER

This presentation is dated 29 March 2021 and has been prepared by, and is the sole responsibility of, Strandline Resources Limited ACN 090 603 642 (“Strandline" or “Company”). This presentation has been prepared in relation to the placement (“Placement”) and accelerated non-renounceable pro rata entitlement offer of new ordinary fully paid shares in Strandline ("New Shares") to be made under section 708AA of the Corporations Act 2001 (Cth) (“Corporations Act”) (“Entitlement Offer”) as modified by the ASIC Corporations (Non-Traditional Rights Issues) Instrument 2016/84.

The Entitlement Offer comprises:

- an offer to eligible institutional shareholders of Strandline ("Institutional Entitlement Offer”); and
- an offer to eligible retail shareholders of Strandline (“Retail Entitlement Offer”).

## Summary information

This presentation contains summary information about Strandline and its associated entities and their activities current as at the date of this presentation. The information contained in this presentation is for information purposes only and is provided as at the date of this presentation (unless otherwise stated) and remains subject to change without notice.

The information contained in this presentation is of a general background nature and does not purport to be complete, nor include or summarise all information that an investor should consider when making an investment decision. It should be read in conjunction with Strandline’s most recent financial report and other periodic and continuous disclosure announcements lodged with the Australian Securities Exchange (”ASX”), which are available at www.asx.com.au under the Company’s ticker code (ASX: STA).

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## Underwriters' disclaimers

The Placement and Entitlement Offer will be fully underwritten by the Joint Lead Managers ("Underwriters").

The Underwriters, together with each of their respective related bodies corporate, shareholders or affiliates and each of their respective officers, directors, employees, affiliates, agents, representatives, partners, consultants or advisers (each a "Limited Party") have not authorised, permitted or caused the issue, lodgement, submission, dispatch or provision of this presentation and do not make or purport to make, and have not authorised, approved or verified, any statement in this presentation (except for references to each Underwriter's name) and there is no statement in this presentation which is based on any statement by a Limited Party. No Limited Party makes any recommendation as to whether any potential investor should participate in the Placement or Entitlement Offer and makes no representations or warranties, express or implied, to any recipient of this presentation or any other person concerning the Placement or Entitlement Offer.

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Past performance information (including past share price performance of Strandline and pro-forma historical information) given in this presentation is given for illustrative purposes only and is not necessarily a guide to future performance and no representation or warranty is made by any person as to the likelihood of achievement or reasonableness of any forward looking statements, forecast financial information, future share price performance or other forecast. None of the Limited Parties nor any independent third party has reviewed the reasonableness of the forward looking statements or any underlying assumptions. Nothing contained in this presentation nor any information made available to you is, or shall be relied upon as, a promise, representation, warranty or guarantee as to the past, present or the future performance of Strandline.

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# EQUITY RAISING PRESENTATION

STRANDLINE
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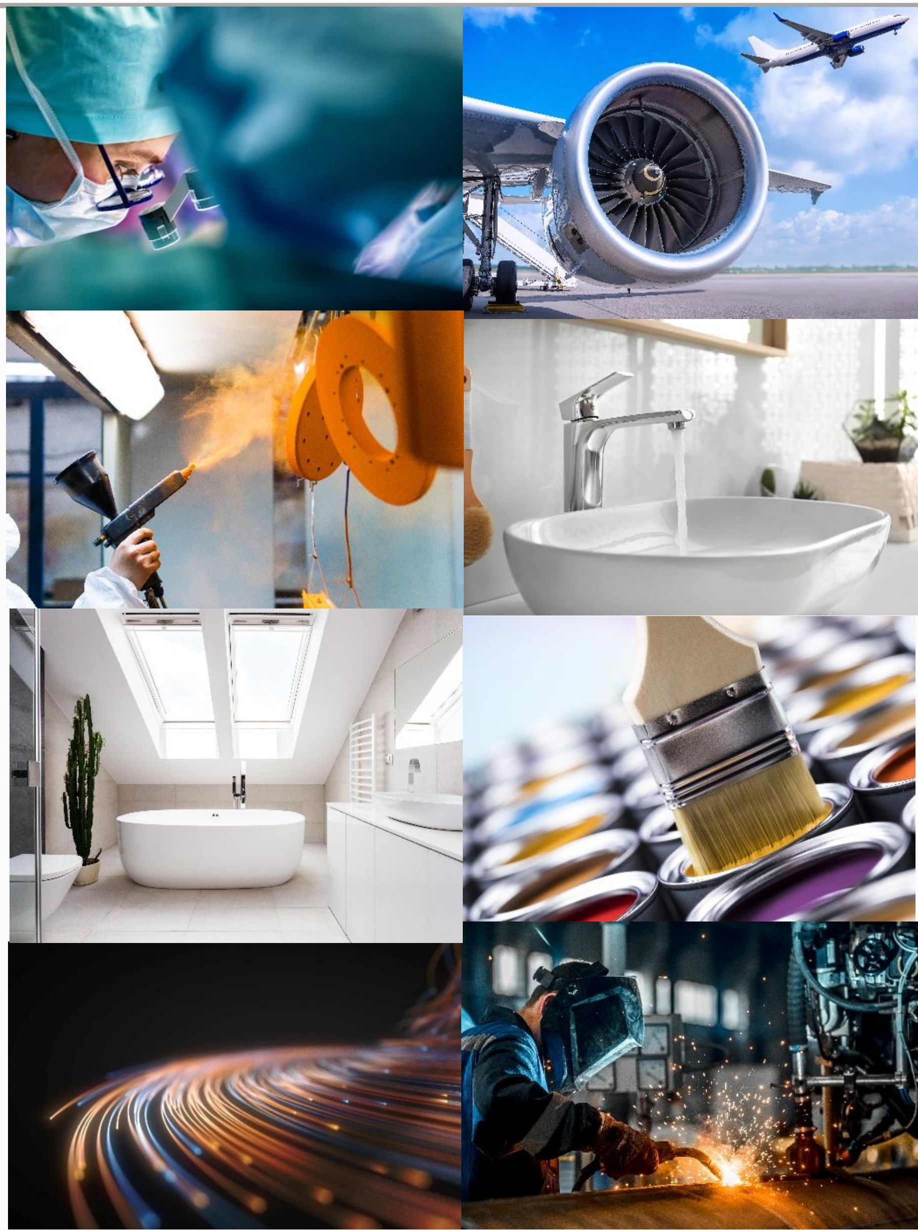
**1. EQUITY RAISING DETAILS**

2. COBURN MINERAL SANDS PROJECT

3. MINERAL SANDS MARKET

4. CORPORATE OVERVIEW

5. OTHER GROWTH PROJECTS



# CAPITAL RAISING STRUCTURE

STRANDLINE resources limited

***Strandline is conducting an institutional placement and an accelerated pro rata non-renounceable entitlement offer to raise A$122m (collectively, the Offer)***

| | |
|---|---|
| **Offer Structure and Size**[1] | Fully underwritten A$122 million equity capital raising (**Offer**):<br>▪ Placement to raise approximately $39 million (**Placement**)<br>▪ a 1 for 1.3 accelerated non-renounceable entitlement offer of 402 million shares to raise approximately $83 million (**Entitlement Offer**) |
| **Pricing** | Placement and Entitlement Offer at fixed price of A$0.205 per New Share (**Offer Price**), representing:<br>▪ 8.9% discount to the last close price of A$0.225 on 26 March 2021<br>▪ 4.4% discount to the theoretical ex-rights price (TERP) of A$0.214 (1)<br>▪ 20.9% discount to 5-day VWAP |
| **Placement** | ▪ Placement to professional and sophisticated investors of approximately 191 million New Shares<br>▪ New Shares issued under the Placement will not be entitled to participate in the Entitlement Offer |
| **Entitlement Offer** | ▪ Eligible institutional shareholders will be invited to take up their entitlements in an accelerated Institutional Entitlement Offer<br>▪ Entitlements not taken up and entitlements of ineligible institutional shareholders will be placed into an institutional bookbuild (concurrent with the Placement)<br>▪ The Retail Entitlement Offer will include a top-up facility under which, eligible retail shareholders will be invited to subscribe for shares over and above their entitlement, with a priority right to apply for up to 50% above pro rata, subject to the level of uptake in the Retail Entitlement Offer and discretion of the Company |
| **Ranking** | ▪ New Shares issued under the Placement and Entitlement Offer will rank equally with existing fully paid ordinary shares from the time of issue |
| **Broker Syndicate** | ▪ Morgans Corporate Limited and Shaw and Partners Limited as Joint Lead Managers, Bookrunners and Underwriters<br>▪ Euroz Hartleys and Foster Stockbroking as Co-Managers |
| **Substantial Shareholder Participation** | ▪ Cornerstone investment by Tembo Capital of A$14.4 million. Tembo Capital is an international private equity mining specialist and Strandline's major shareholder |

| PROFORMA EQUITY CAPITAL | M |
|---|---|
| Current Shares Outstanding (2) | 522.9 |
| New Shares | 593.3 |
| **Total Shares** | **1,116.2** |

| PROFORMA LIQUIDITY (CASH & DEBT AVAILABILITY) | A$M |
|---|---|
| Existing Cash contribution amount | 8 |
| Gross Proceeds from Offer | 122 |
| Proceeds from NAIF Facility | 130 |
| Proceeds from Bond Issue (3) | 78 |
| **Proforma Liquidity upon Completion** | **338** |

**Notes:**
[1] TERP is the theoretical ex-rights price at which New Shares should trade immediately after the ex-date for the Entitlement Offer. TERP is a theoretical calculation only and the actual price at which New Shares trade immediately after the ex-date for the Entitlement Offer will depend on many factors and may not equal TERP, [2] As at 28 February 2021, there are 10.5 million unlisted options and 13.6million unlisted performance rights on issue, [3] Based on USD:AUD exchange rate of 0.77

# SENIOR SECURED DEBT FACILITIES

STRANDLINE resources limited

***Strandline has secured strategic long term support from the Commonwealth Government of Australia with NAIF providing up to A$150m loan facility to stand alongside US$60m Bond Issue***

## NORTHERN AUSTRALIA INFRASTRUCTURE FACILITY

| | |
|---|---|
| **Facility Amount:** | Up to A$150 million, over two tranches:<br>▪ First NAIF Loan Tranche: Up to A$130 million towards the construction of Coburn's core mine process and non-process infrastructure<br>▪ Second NAIF Loan Tranche: Up to A$20 million for a potential future northern access road linking the project more directly to the Denham community in Shark Bay (subject to feasibility assessment, permitting and approvals) |
| **Tenor:** | Up to 15 years |
| **Amortisation:** | No principal repayments are scheduled until the earlier of March 2028 or 3 months after the Bond or any Bond refinancing is repaid. Thereafter, quarterly principal repayments continue for a period of 7 years and 9 months. Additional sweep of a portion of available excess cashflow will also apply under certain circumstances. |
| **Security:** | Comprehensive senior security package over assets and rights of Coburn project, pari passu with the Bond financing |
| **Conditions Precedent: to Financial Close:** | The NAIF loan facility is subject to facility documents being entered into between the parties and satisfaction of customary conditions precedent to drawdown. These include, but are not limited to:<br>▪ Finalisation of the State's consideration of the Coburn project and its agreement for the approved funds to be advanced; and<br>▪ Evidence of the balance of development funding being secured. |

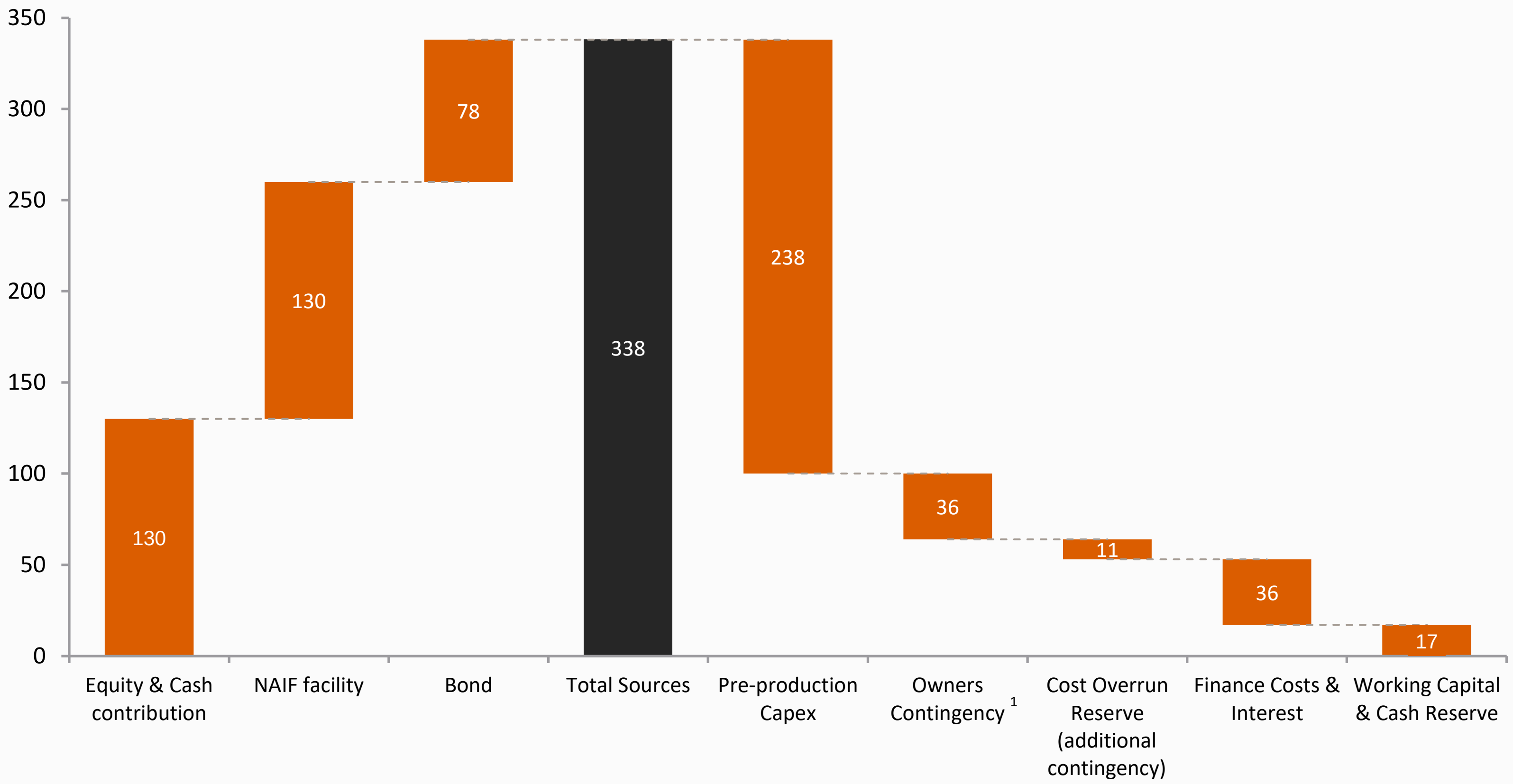
## SENIOR SECURED BOND (COMMERCIAL DEBT TRANCHE)

| | |
|---|---|
| **Issuer:** | Coburn Resources Pty Ltd, a wholly owned subsidiary of Strandline Resource Limited |
| **Guarantor:** | Strandline Resources Limited, to be released on the date of Project Completion |
| **Issue Amount:** | US$60 million |
| **Issue Price:** | 100% of the Nominal Amount |
| **Tenor:** | 5 years with Maturity Date to be 20 March 2026 |
| **Security:** | Comprehensive senior security package over assets and rights of Coburn project, pari passu with the NAIF loan facility |
| **Amortisation:** | No amortisation until March 2024, then quarterly amortisation of USD 4.25 million from 20 March 2024 to 20 June 2025, then amortisation of USD 2.25 million at 20 September 2025 and 20 December 2025. 50% bullet at the Maturity Date |
| **Call Options:** | Strandline may buy back the debt on-market at any time or redeem the bonds early (subject to make whole payments and call premia depending on the time of the prepayment) |
| **Conditions Precedent: to drawdown:** | As are customary for a loan facility of this nature, aligning with the NAIF loan facility, including but not limited to, completion of security documentation, Strandline contributing project equity and satisfaction of cost to complete test for each draw down |
| **Financial Covenants** | As are customary for a loan facility of this nature, aligning with the NAIF loan facility, comprising a Debt Service Cover Ratio, Loan Life Cover Ratio, Reserve Tail Ratio and minimum unrestricted cash balance requirement |
| **Listing:** | To be listed on Oslo Børs, or other regulated markets within 12 months |
| **Governing Law:** | Norwegian law for Bond terms and Australian law for security package |

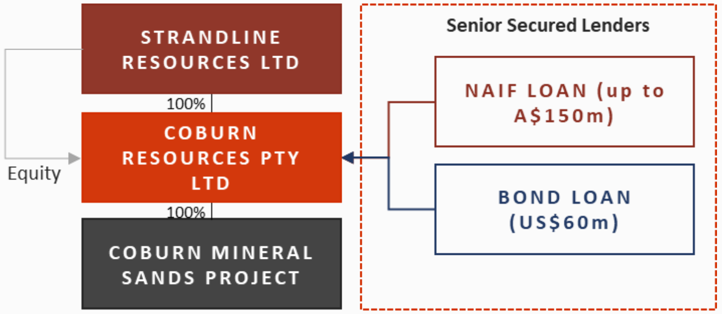
# COBURN FULLY FUNDED FOR DEVELOPMENT

*Funds from the equity raising will complete financing of the Coburn Project, allowing Strandline to reach a final investment decision next month to commence development*

## COBURN SOURCES AND USES OF FUNDS




| USES OF FUNDS | A$M |
|---|---|
| Pre- Production Capital Expenditure | 238 |
| Owners Project Contingency (incl Cost Overrun Reserve $11M) | 47 |
| Finance Costs and Interest | 36 |
| Working Capital and Cash Reserve | 17 |
| **Total uses of funds** | **338** |




Australian Government | Northern Australia Infrastructure Facility

**Notes:**

[1] Owners Contingency includes A$22m (DFS assumed contingency) plus A$14m additional Owners project contingency as required by the senior lenders as part of financing costs. Further, the Cost Overrun Reserve provides additional Owners project contingency.

# OFFER TIMETABLE

| EVENT | DATE [1] |
|---|---|
| Trading halt and announcement of the Offer | Monday, 29 March 2021 |
| Placement and Institutional Entitlement Offer opens | 10:00am Monday, 29 March 2021 |
| Placement and Institutional Entitlement Offer closes | 12:00pm Tuesday, 30 March 2021 |
| Announcement of results of Placement and Institutional Entitlement Offer | Wednesday, 31 March 2021 |
| Trading halt lifted and shares recommence trading on ASX on an ex-entitlement basis | Wednesday, 31 March 2021 |
| Record date for Entitlement Offer | 7:00pm Wednesday, 31 March 2021 |
| Retail Entitlement Offer opens, Retail Entitlement Offer Booklet and Acceptance Form despatched | Wednesday, 7 April 2021 |
| Settlement of the Placement and Institutional Entitlement Offer | Friday, 9 April 2021 |
| Allotment and commencement of trading of New Shares issued under the Placement and Institutional Entitlement Offer | Monday, 12 April 2021 |
| Retail Entitlement Offer closes | Tuesday, 20 April 2021 |
| Announce results of the Retail Entitlement Offer | Friday, 23 April 2021 |
| Settlement of Retail Entitlement Offer | Tuesday, 27 April 2021 |
| Allotment of New Shares under the Retail Entitlement Offer | Tuesday, 27 April 2021 |
| Commencement of trading of New Shares issued under the Retail Entitlement Offer | Wednesday, 28 April 2021 |
| Despatch of holding statements for New Shares issued under the Retail Entitlement Offer | Wednesday, 28 April 2021 |

**Notes:**

[1] All dates and times are Sydney, Australia time. The timetable is indicative only and is subject to change without notice.

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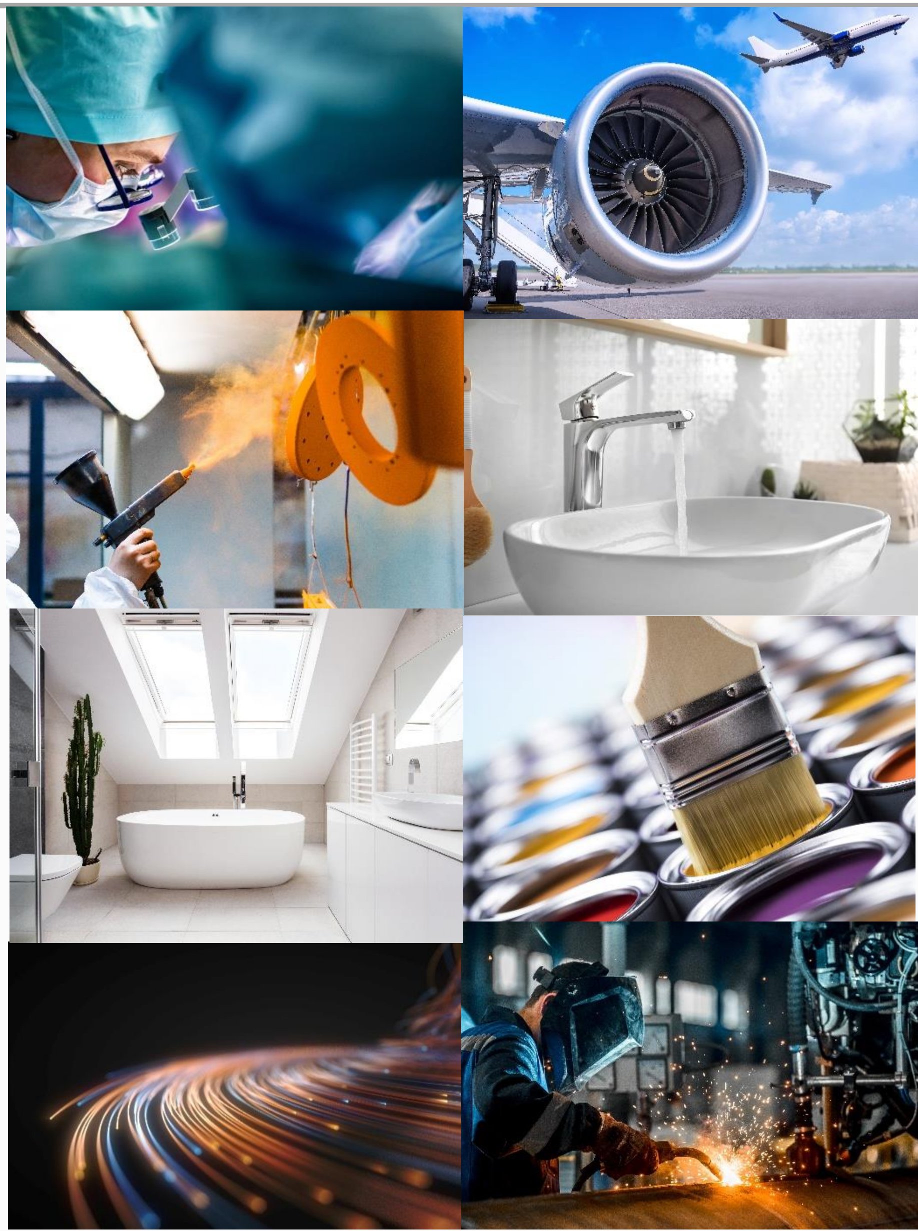

# COBURN ABLE TO DIFFERENTIATE

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STRATEGIC, WORLD-SCALE ASSET IN A TIER-1 JURISDICTION

RICH ASSEMBLAGE, LOW SLIMES, COARSE MINERAL, CONVENTIONAL PROCESSING = HIGH RECOVERIES

PREMIUM QUALITY CRITICAL MINERALS' USED IN EVERYDAY LIFE

BINDING OFFTAKES SECURED WITH TOP SHELF CUSTOMERS

HIGH MARGIN EBITDA OF ~A$104M PER ANNUM OVER +22.5 YEARS

SIGNIFICANT PUBLIC BENEFIT, GENERATING ~300 DIRECT JOBS DURING CONSTRUCTION AND ~150 JOBS DURING OPERATIONS

ENVIRONMENTALLY FRIENDLY WITH PROGRESSIVE MINE REHABILITATION

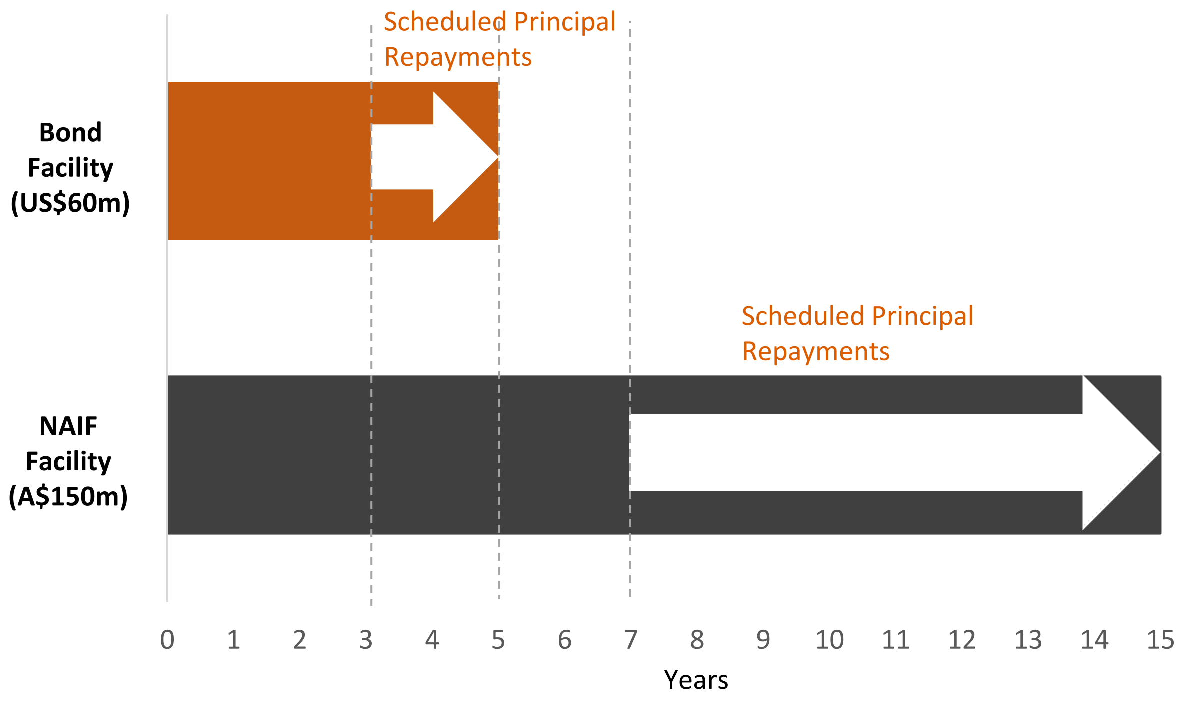
CONSTRUCTION READY - TO CAPITALISE ON THE STRONG LONG TERM MARKET FUNDAMENTALS

# COBURN PROJECT: TIER-1 ASSET IN WESTERN AUSTRALIA

*One of the largest, most advanced undeveloped mineral sands projects in the world, with high-value mineral suite, low cost operation and strong financial returns*

- **World-class** project in WA, great jurisdiction; close to Geraldton's mineral sands export port
- DFS shows **high-margin cashflows** with **A$705m Pre-Tax NPV$_8$, IRR of 37%** and revenue-to-opex ratio of x2.4 (cash costs basis)
- **EBITDA** of **A$2.3b** for first 22.5 years of ore reserves
- **Debt funding secured** with 15-year A$150m NAIF loan facility alongside a 5-year US$60m Bond Issue
- Favourable long tenor debt amortisation profile by NAIF
- Critical minerals of zircon 58ktpa (contained), chloride ilmenite 110ktpa and rutile 24ktpa; to supply **~5% of global zircon market**
- **Capital-efficient** compared with industry peers of A$260m excl. finance and corporate costs [2]
- Coburn to **generate significant socio-economic benefits** in the Gascoyne-Mid West regions of WA

## COBURN'S SCHEDULED AMORTISATION PROFILE




**STRATEGIC LONG TERM SUPPORT FROM THE AUSTRALIAN GOVERNMENT**

**Notes:**

[1] Refer Coburn updated DFS Announcement 04 June 2020

[2] Financing costs include interest during construction, financing establishment/commitment fees, cost overrun facility, project working capital and additional project contingencies (as required by the lenders)

[3] For more information on NAIF Board Approval for A$150 million Loan Facility and the Bond Loan Facility refer ASX Announcement dated 17 March 2021

# COBURN PROJECT: CONVENTIONAL MINING AND PROCESSING

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***DFS design and bulk metallurgical testwork using full scale and scalable processing equipment confirms conventional processing capable of producing high-quality products with exceptional pit-to-product recovery rates***

### Ore from mine

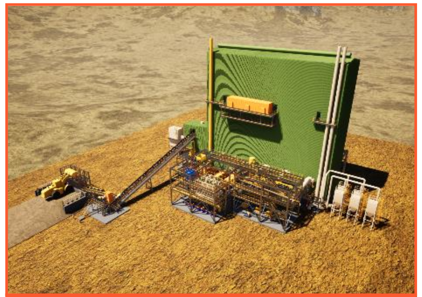
- Open pit dozer mining in free-dig unconsolidated sand
- Low strip ratio of 0.7; extremely low slimes and oversize; coarse mineral grain size
- In-pit dozer mining units prepare the ore for slurry pumping to the wet concentration plant (WCP)
- Sand tails from the WCP is returned to the pit void, contoured and rehabilitated

### Wet concentration plant

- WCP separates the heavy valuable minerals (ilmenite, leucoxene, rutile, zircon) from the non-valuable, lighter minerals
- WCP design utilises multiple stages of high-capacity gravity separation and classification to produce a high grade 95% heavy mineral concentrate (HMC)
- WCP is relocatable and is planned to be moved 4 times over the initial 22.5 year mine life

### Heavy mineral concentrate

- HMC averages 25% zircon, 47% ilmenite, 11% rutile-leucoxene, 12% light heavy mineral and 5% free silica
- HMC produced from the WCP will be sold during project ramp-up while construction of the mineral separation plant (MSP) is still being finalised, accelerating project cashflows
- HMC is transported to the MSP for further processing to produce Coburn's final products



### Mineral separation plant

- HMC is dried, screened and then passed through an electrostatic rolls separator circuit to separate non-conductor mineral from conductor mineral
- Conductive HM is further processed through a magnetic circuit to produce rutile and ilmenite final products
- Non-conductive HM proceeds through the non-conductor circuit to produce premium zircon and zircon concentrate

### Final products

- Coburn produces a premium high-value product suite of:
  - ✓ Premium zircon (finished)
  - ✓ Zircon concentrate, containing payable zircon, monazite containing rare earths & titanium minerals
  - ✓ Chloride-grade Ilmenite
  - ✓ Rutile
- Coburn products to be exported from the established port of Geraldton, WA

**Notes:**

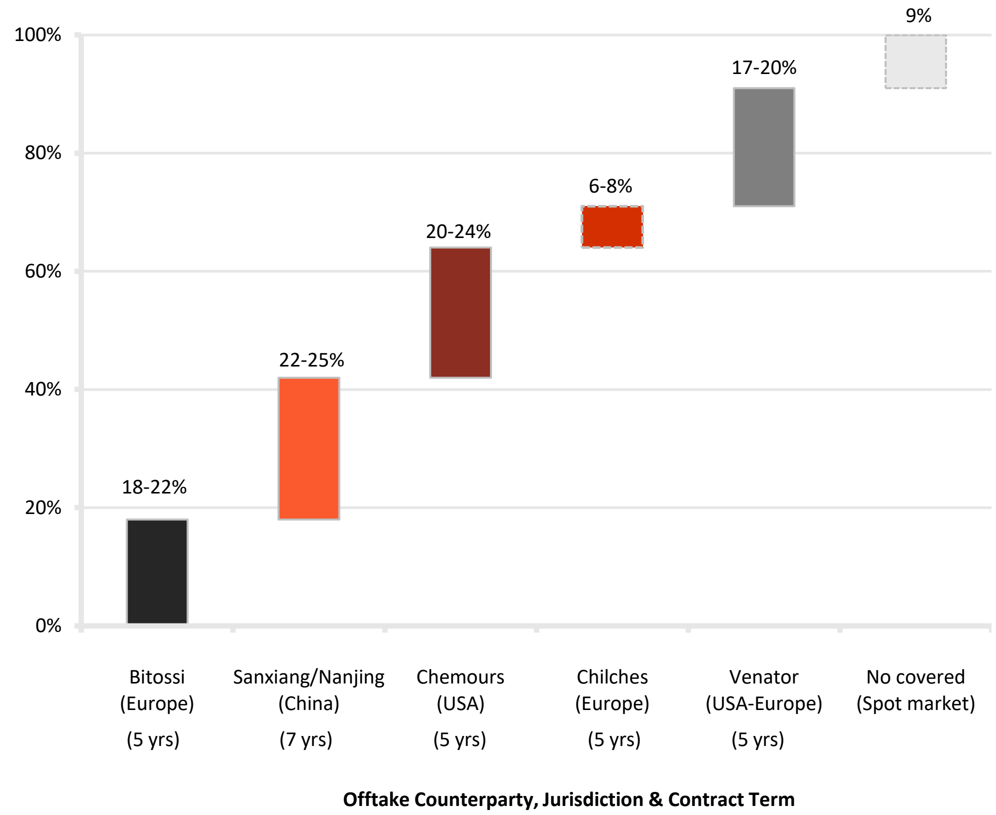
[1] Refer Coburn updated DFS Announcement 04 June 2020

# **COBURN PROJECT:** BINDING PRODUCT SALES CONTRACTS

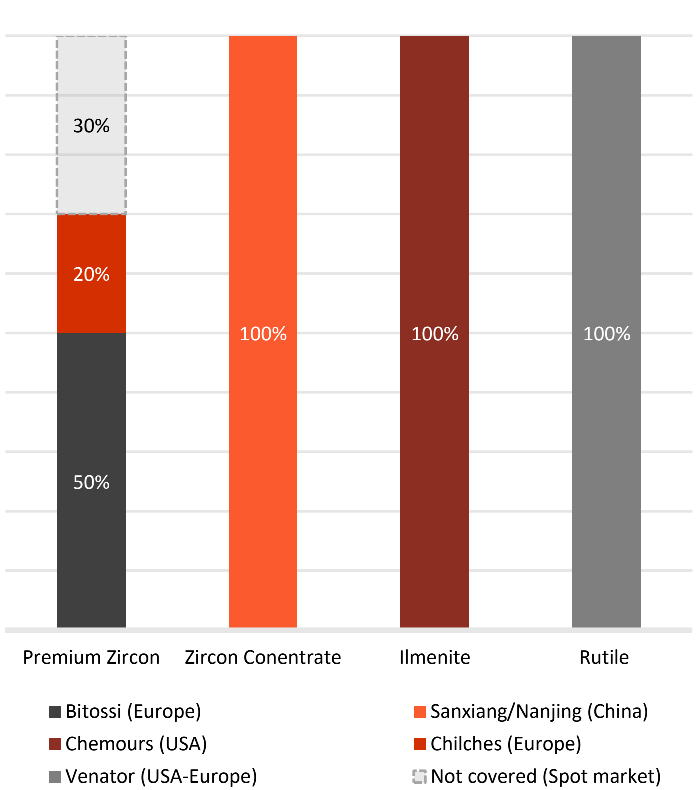
STRANDLINE
resources limited

***Five pivotal sales contracts signed, covering +90% of Coburn's forecast revenue for the first five years of production. Agreements cover 100% of ilmenite, 100% of rutile, 100% of zircon concentrate and the substantial portion of the premium finished zircon***

## REVENUE COVERED BY OFFTAKES




## PRODUCT COVERED BY OFFTAKES




## OFFTAKES ARE WITH SOME OF THE WORLD'S LEADING CONSUMERS ACROSS EUROPE, AMERICA AND CHINA

Chemours™

VENATOR

Industrie Bitossi

20th Anniversary 1999-2019 CHILCHES MATERIALS

FSM 三祥新材股份有限公司 SANXIANG ADVANCED MATERIALS CO.,LTD.

**Notes:**

[1] Refer Announcement 03 March 2021, 20 April 2020 and 02 July 2020 relating to binding offtake agreements

# COBURN PROJECT: LOGISTICS ADVANTAGE

STRANDLINE resources limited

***Coburn is situated in the low risk, mining focused jurisdiction of Western Australia, 240km north of the established mineral sands export port of Geraldton, with favourable access to global consumers***

**Road infrastructure**


- Coburn products will be sold in bulk cargo form to global mineral sands customers. Product will be trucked (via road train) on a continuous basis from the mine site to a dedicated staging facility located close to the Port of Geraldton
- A 43.5km sealed bitumen access road will be constructed to connect the mining facilities with the North West Coastal Highway

**Port of Geraldton**

- The existing Port of Geraldton handling and shiploading infrastructure will be used to export Coburn's product onto the ship
- Strandline has signed a binding Port Access and Services Agreement with the Mid West Ports Authority, which operates the Port of Geraldton


## INDICATIVE SHIPMENT SCHEDULE PER PRODUCT

| Product | Average Annual Production (t) | Size of Shipment (t) | Number of Shipments (Yearly) | Nominal Frequency |
|---|---|---|---|---|
| Zircon | 34,000 | 6,000-12,000 | 4 | Quarterly |
| Zircon Concentrate | 54,000 | 6,000-12,000 | 6 | Bi Monthly |
| Rutile | 24,000 | 6,000-12,000 | 4 | Quarterly |
| Ilmenite | 110,000 | 10,000-20,000 | 12 | Monthly |

**Notes:**

[1] Refer Coburn updated DFS Announcement 04 June 2020 and ASX announcement dated 19 November 2021 relating to signing of a Port Access and Services Agreement with Mid West Ports Authority, the operator of the Port of Geraldton

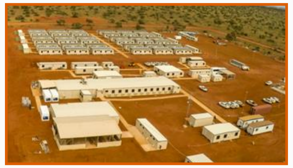
# COBURN PROJECT: NON-PROCESS INFRASTRUCTURE



***Strandline has planned to establish key mine site infrastructure which is required to support the development of Coburn***

## NON-PROCESS INFRASTRUCTURE OVERVIEW

**Accommodation village**



- Operations personnel will reside in a 180 person permanent village located ~2.5 km south of the MSP facility
- The facilities will be installed progressively in multiple stages to align with the development schedule and manning profile
- Additional temporary accommodation units will be added to account for peak manning requirements during construction

**Site offices, buildings and security facilities**

- Site buildings will be located at the WCP and MSP processing plant sites
- Site buildings include reception, office rooms, crib rooms, control rooms, training area, first aid clinic/medical center, certified laboratory, meeting rooms, workshop, warehouse, amenities, data rooms and storage areas

**Power supply**

- Electricity for the project supplied from a site power station operating on LNG and renewable energy under a BOO(M)[1] arrangement.
- The LNG is trucked to an on-site storage and re-vapourisation facility by an industry leading gas supply and generation group. The gas then feeds a set of gas engine generators on an N+1 basis and has approximately 30% solar (renewable) penetration

**Water supply**

- Water for operations supplied by a combination of sources including recycled sand tailings and slimes return water and raw water top-up from a local bore field
- Total of 6 telemetry controlled bores will be installed during construction, spaced approximately evenly across the project area.

**Waste management**

- Waste generated from Coburn will be managed in accordance with Environment Impact Assessment (EIA) requirements
- Domestic waste such as paper, food, glass and plastics will be housed in a landfill facility. Other waste will be stored in drums or closed bins in accordance with EIA requirements and transported off site to a suitable handling and treatment facility

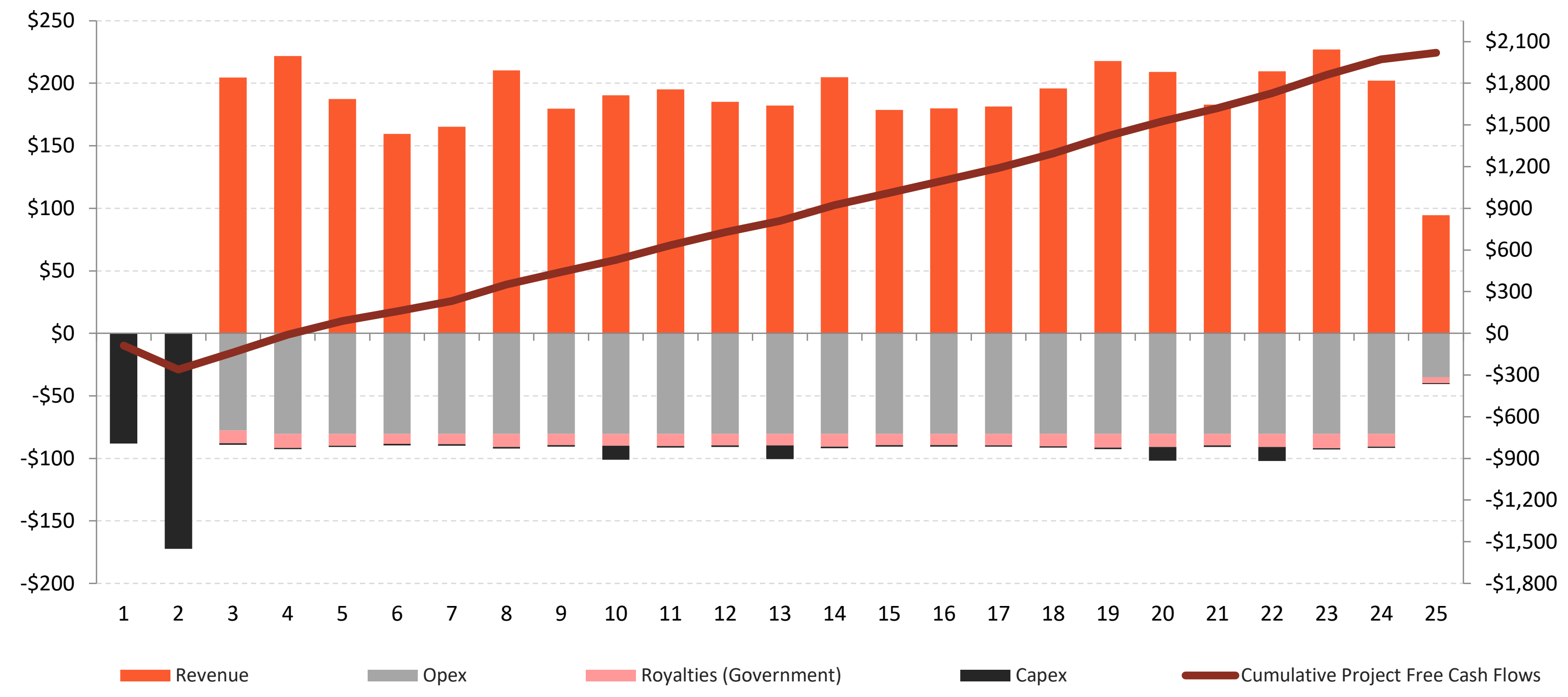
**Notes:**

[1] Build Own Operate Maintain agreement

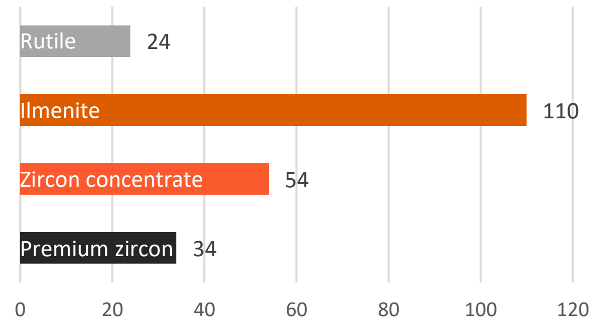
# COBURN PROJECT: DFS FINANCIAL DASHBOARD

***Large JORC-compliant Ore Reserve of 523Mt @ 1.11% THM comprising an extremely rich heavy mineral assemblage underpins initial 22.5-year mine life; Scoping Study Extension Case to 38 years highlights the significant upside and longevity of Coburn***

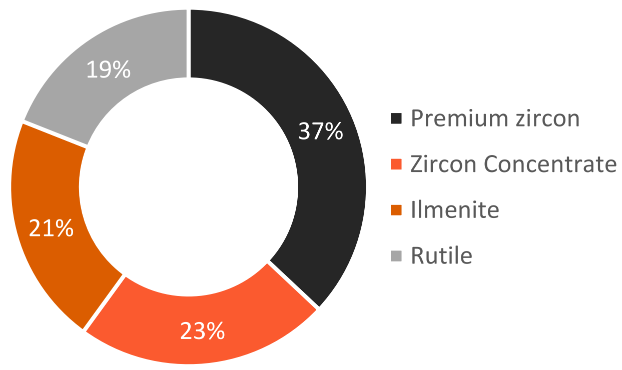
## DFS PROJECT FREE CASH FLOWS (A$M)[1,2,3,4,5]




## PRODUCTION BY PRODUCT (Ktpa)




## REVENUE BY PRODUCT (%)




## SCOPING "MINE EXTENSION CASE"

| | |
|---|---|
| $NPV_8$<br>**A$825 million**<br>37.5 year potential LOM | EBITDA of **A$4.5 billion**<br>37.5 years |

**Notes:**
[1] Refer updated DFS dated 04 June 2020
[2] Net cash flows are on a pre-tax, real, pre-finance basis for the updated DFS Final Products Case
[3] Foreign exchange rate of AUD:USD 0.70 used as part of the updated DFS
[4] Refer Coburn Scoping Study Extension Case, updated Scoping Study dated 04 June 2020 and original Scoping Study 16 April 2019
[5] Updated DFS reflects the latest information on the project, including the terms of binding offtake agreements, key technical and commercial optimisations and updated commodity price and exchange rate forecasts (04 June-2020)

# COBURN PROJECT: RELIABLE DEVELOPMENT PARTNERS

STRANDLINE resources limited

***Strandline's project and operational team will oversee project delivery and manage a range of highly reputable contractor and consultant firms to deliver the mine in accordance with development objectives***

## KEY CONSULTANT PARTNERS

| | |
|---|---|
| IHC Robbins | ▪ Geology and JORC-compliant Mineral Resource estimation |
| AMC consultants | ▪ Mining study, pit optimisation and JORC-compliant Ore Reserves |
| Knight Piésold Consulting; Galt Geotechnics | ▪ Tailings disposal and geotechnics |
| AML | ▪ Bulk metallurgical testwork and analysis (Allied Mineral Laboratories) |
| TZMI | ▪ Market study analysis and report<br>▪ Mineral sands commodity price forecast data |
| Preston Consulting; AECOM | ▪ EIA, hydrology, environmental management planning<br>▪ Project approvals and permitting |
| BDO; EY Building a better working world | ▪ Tax and accounting review, financial model audit and Company auditors |
| srk consulting | ▪ Independent Technical, Environmental and Social Expert (as part of Lender's project due diligence) |
| Deloitte. Access Economics | ▪ Economic Cost-Benefit Analysis |

## MAJOR IMPLEMENTATION PARTNERS [1]

| | |
|---|---|
| PRIMERO | ▪ Process plant EPC incl. engineering, procurement, construction and commissioning (Preferred Contractor status, ECI-FEED and contract compilation progressing) |
| Mineral Technologies A Downer Company | ▪ Process Technology Provider, operating in strategic partnership with Primero (ASX: DOW) |
| MACMAHON | ▪ Civil Bulk Earthworks Construction (ASX: MAH) (Contract awarded) |
| Piacentini&Son | ▪ Dozer Mining Units Design and Construct (Contract awarded) |
| MID WEST PORTS | ▪ Port Access and Services Agreement executed for export of 100% of Coburn's products |
| Contract Power Group | ▪ Power station BOOM incl. gas generators combined with solar renewables energy (Contract awarded) |
| Woodside; EDL | ▪ LNG gas supply agreement for power generation (Preferred Contractor status) |
| MACMAHON | ▪ Contract Mining (ASX: MAH) currently progressing early involvement (Preferred Contractor status) |

**PROVEN DESIGNS AND EXECUTION STRATEGIES PROVIDE DEVELOPMENT CERTAINTY**

**Note:**
[1] For Coburn contract appointments refer ASX Announcement's dated 30 April 2020 (Macmahon – Contract Mining ECI), 03 August 2020 (Macmahon - Civil Bulk Earthworks), 14 September 2020 (Piacentini - In-pit DMU), 29 September 2020 (Primero-Mineral Technologies - Process Plant EPC), 09 March 2021 (Contract Power Group - Power Station BOO), and 05 November 2020 (Woodside EDL JV – Gas Supply Agreement)
[2] Consultant and contracting parties are subject to ongoing review, assessment and appointment by Strandline and are subject to change at the Company's discretion

# COBURN PROJECT: TARGETING FINAL INVESTMENT DECISION

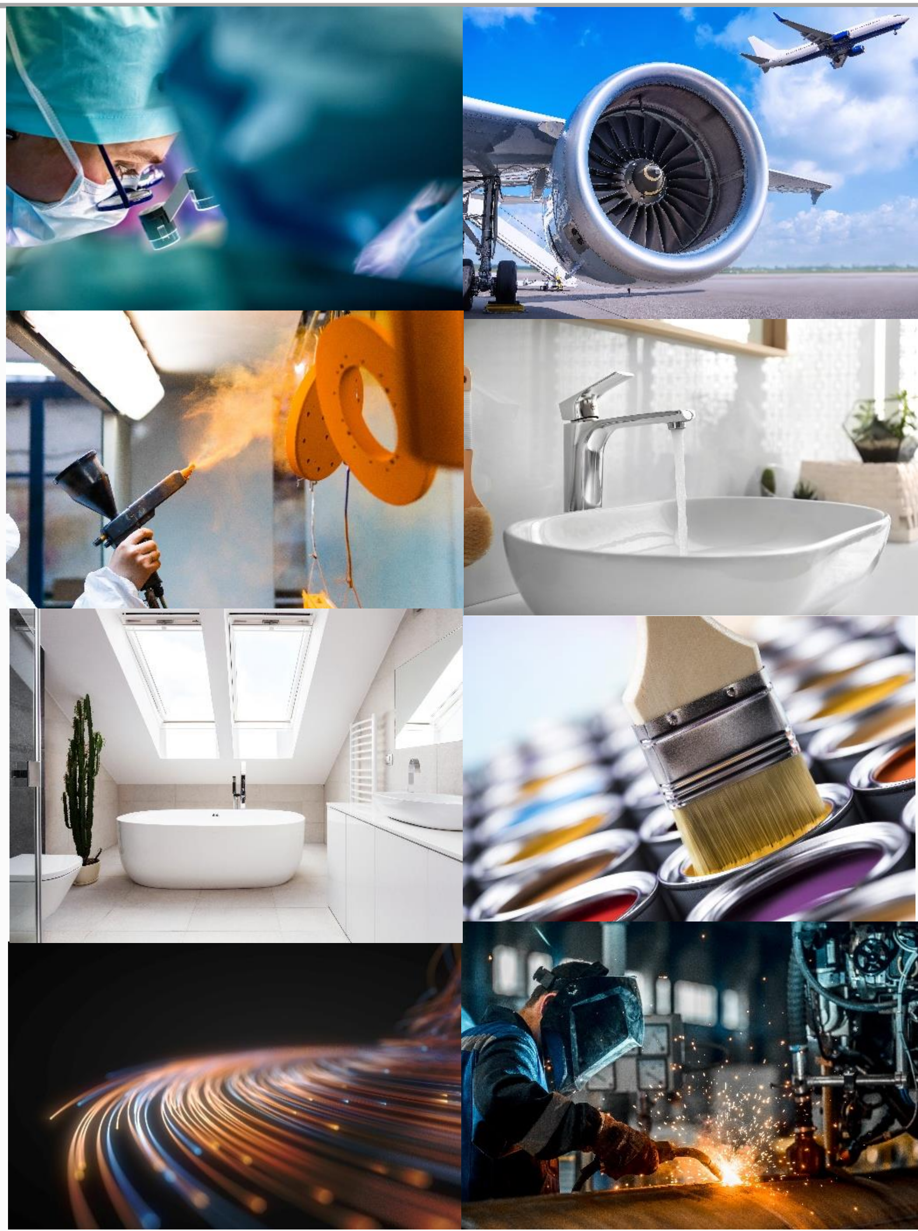
STRANDLINE resources limited

***Early works detailed design, procurement and site activities underway to further de-risk implementation; Targeting April 2021 FID and positive cash flows from late CY2022***

| PRE-DEVELOPMENT | | | | TARGET DEVELOPMENT | TARGET PRODUCTION |
|---|---|---|---|---|---|
| Q1 CY2020 | Q2 CY2020 | Q3 CY2020 | Q4 CY2020 | 1H CY2021 | 2H CY2022 |
| ✔ Confirmatory metallurgical testwork | ✔ Three binding offtake agreements secured | ✔ Binding offtake secured | ✔ Finalise NAIF A$150m loan documentation | ✔ Binding rutile offtake secured | ☐ First ore to process plant ~18 months from start |
| ✔ Independent engineer appointed | ✔ Preferred mining contractor appointed | ✔ Civil bulk earthworks contract awarded | ✔ Early works FEED / ECI activities | ✔ Hybrid Power Station BOOM contract awarded | |
| ✔ Technical optimisation activities | ✔ Technical and economic due diligence | ✔ A$18.5m equity raising | ✔ Key operational licences and approvals | ✔ Senior Secured US$60m Bond Issue | |
| | ✔ Updated DFS released | ✔ Process plant preferred contractor appointed | ✔ Infill production control drilling commenced | ✔ A$122m equity raising | |
| | ✔ A$150m NAIF loan facility approved | | | ☐ FID and construction ramp up | |

**DETAILED PLANNING, PROVEN DELIVERY STRATEGIES AND LONG LIFE MINE UNDERPINS A ROBUST MAJOR PROJECT DEVELOPMENT**

**Note:**
[1] Forward looking milestones are indicative only and there is no guarantee that these milestones will be achieved



# **MINERAL SANDS MARKET:** NEW SUPPLY IS REQUIRED

***Strandline to capitalise on the forecast supply deficit, providing strong fundamentals to support investment***

## GLOBAL MINERAL SANDS MARKET

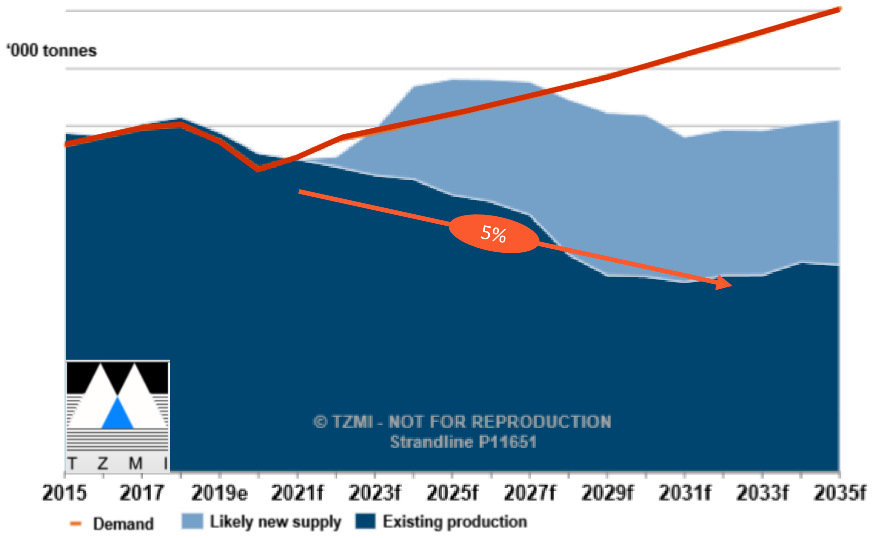
- **Increasing demand** driven by urbanisation, rising living standards, global growth and extensive array of applications
- ‘**Critical Minerals**’, vital to the economic well-being of the world's major and emerging economies
- **Supply restricted** by mine closures, declining grades and depleting stockpiles
- Strong long-term market fundamentals - **demand growth outpacing supply**
- **New projects required** to meet future demand

| Product | Unit | 2021 | 2022 | 2023 | 2024+ |
|---|---|---|---|---|---|
| Zircon | US$/t | 1,480 | 1,540 | 1,529 | 1,495 |
| Rutile | US$/t | 1,218 | 1,178 | 1,139 | 1,138 |
| Chloride Ilmenite | US$/t | 260 | 280 | 283 | 274 |

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

**Note:**
[1] TZ Minerals International (TZMI) is a global, independent consulting and publishing company specialising in data, analysis and information across the mineral sands industries
[2] 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

## GLOBAL ZIRCON SUPPLY-DEMAND BALANCE TO 2035

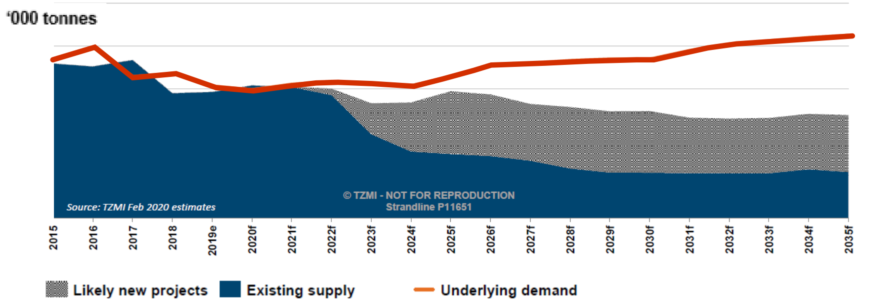



**Source:** TZMI February-2020 estimates – Market Study – Coburn Project

**↑ 2.5-3.0%**

**FORECAST STRUCTURAL SUPPLY GAP, WITH DEMAND FOR ZIRCON INCREASING 2.5-3.0% YEAR-ON-YEAR AND EXISTING PRODUCTION DECREASING AT AVERAGE OF 5% PA**

## GLOBAL RUTILE SUPPLY-DEMAND BALANCE TO 2035




**Source:** TZMI February-2020 estimates – Market Study – Coburn Project

**GLOBAL SUPPLY OF RUTILE CONTINUES TO REMAIN TIGHT WITH DEMAND EXCEEDING AVAILABLE SUPPLY ASWELL AS POTENTIAL NEW SUPPLY**

# **TWO MAIN PRODUCT STREAMS:** USED IN EVERY-DAY LIFE

STRANDLINE resources limited

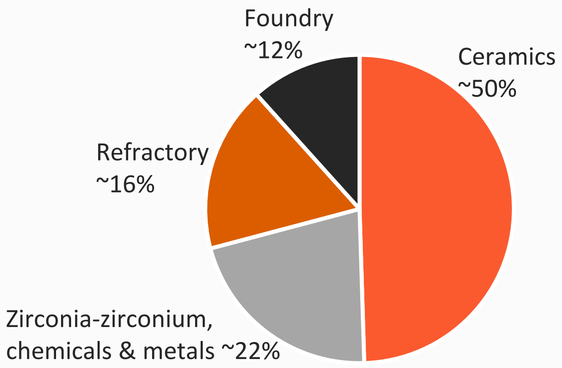
***Strandline's product mix is weighted to premium zircon and high grade titanium feedstocks; products used in everyday life such as ceramic tiles, refractory, paint, titanium metal and welding rod applications***

## ZIRCON

- Zircon is resistant to water, chemicals, heat and abrasion
- ~1.1 million tonnes per annum global market
- China dominates zircon consumption with 47% and Iluka is most influential in establishing benchmark prices
- Ceramics market represents 50% of the zircon market
- Strandline's zircon mineral confirmed as "**ceramic grade**"

**COBURN + FUNGONI ABLE TO PRODUCE ~7% OF GLOBAL ZIRCON SUPPLY**

## GLOBAL ZIRCON MARKET

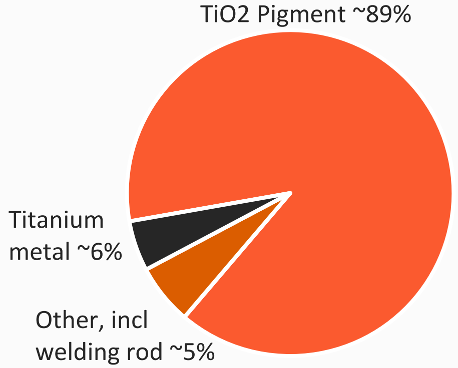



## TITANIUM

- $TiO_2$ pigment imparts whiteness, is UV resistant and inert
- ~7.0 million tpa global market ($TiO_2$ units), including ~0.75 million tpa of chloride grade ilmenite
- Long term deficits for chloride pigment feedstocks, underpin **strong outlook** for Strandline's rutile and chloride ilmenite products
- China chloride pigment consumption increasing, driven by higher environmental standards and technology advancement

**COBURN + FUNGONI ABLE TO PRODUCE ~12% OF GLOBAL CHLORIDE ILMENITE**

## GLOBAL $TiO_2$ MARKET

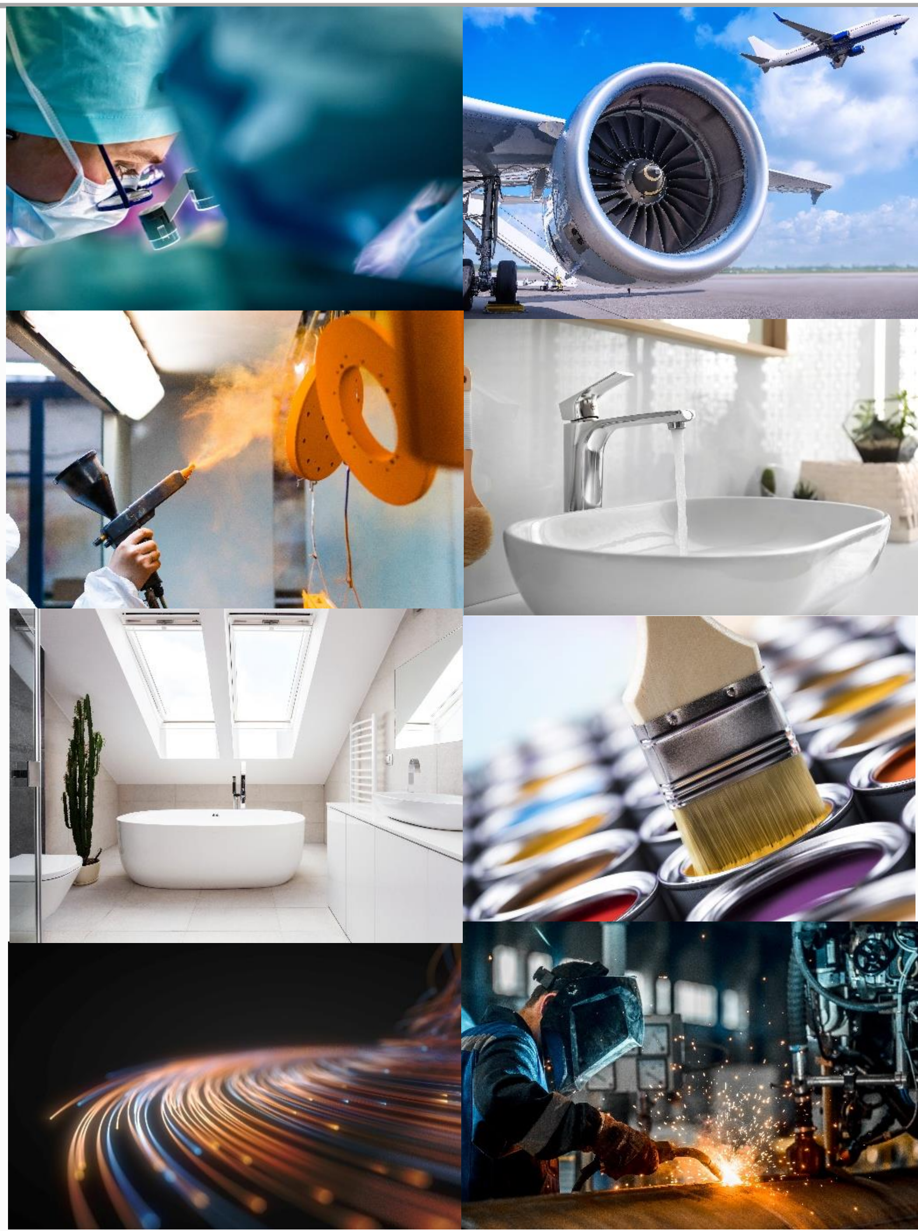



**Source:** TZMI February-2020 estimates – Market Study – Coburn Apr-2020 11561

# EQUITY RAISING PRESENTATION

STRANDLINE
resources limited

1. EQUITY RAISING DETAILS
2. COBURN MINERAL SANDS PROJECT
3. MINERAL SANDS MARKET
4. **CORPORATE OVERVIEW**
5. OTHER GROWTH PROJECTS

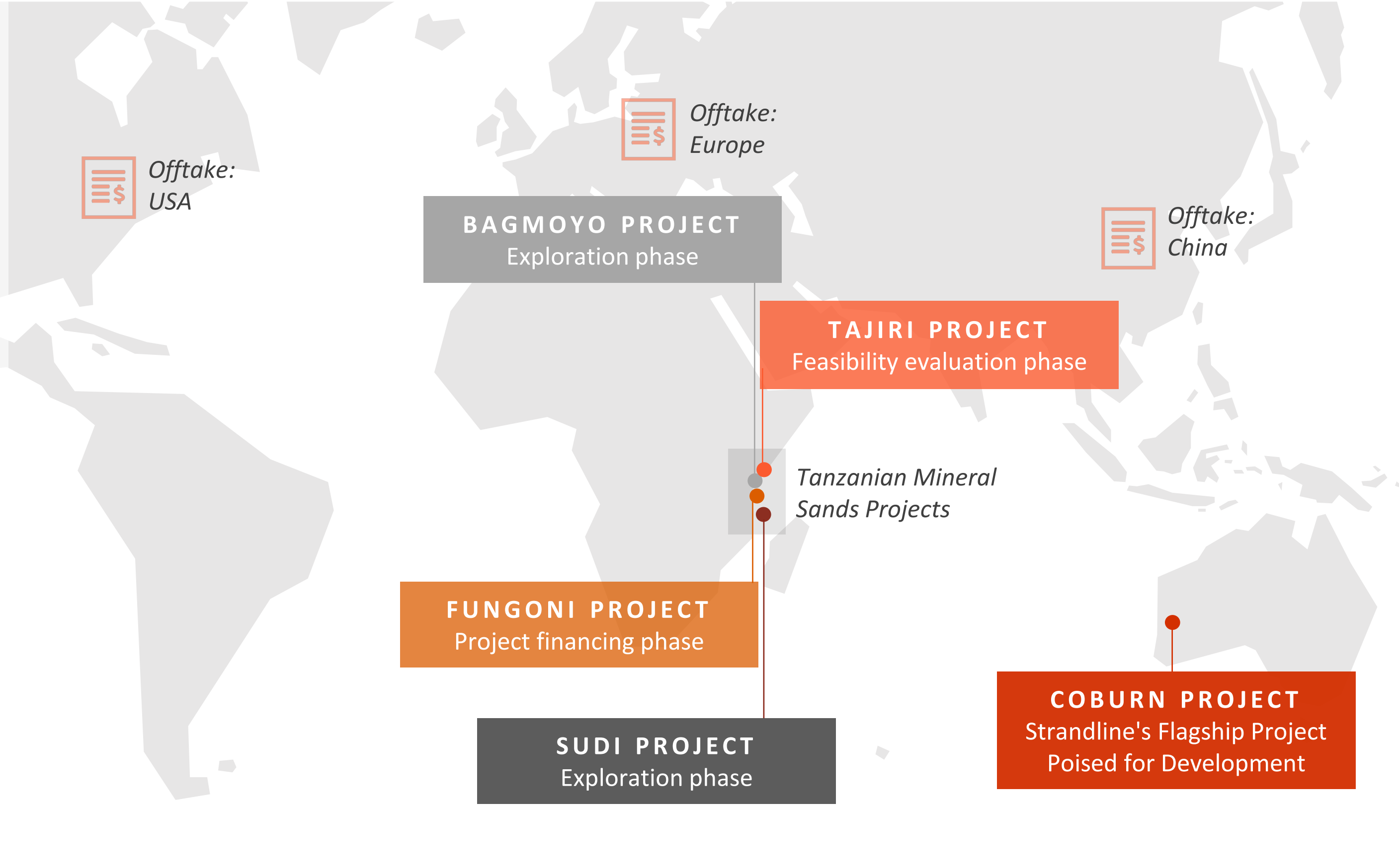


# **WORLD-CLASS PROJECT PORTFOLIO:** UNLOCKING ASSET POTENTIAL

STRANDLINE resources limited

## *Strandline's world-class project pipeline has strategic relevance in a growing mineral sands sector*

- Construction ready **COBURN PROJECT** in WA
  - ✓ **DFS confirms robust economics** and large long-life strategic asset
  - ✓ **Pre-tax NPV$_8$ A$705m** and **annual EBITDA A$104m** for initial **22.5 years**[1]
  - ✓ **A$150m NAIF + US$60m Bond** loan facility secured
  - ✓ Key development **approvals in place**[2]
  - ✓ **Binding offtake contracts in place** with major consumers
  - ✓ **Targeting near-term FID** and ramp-up of construction
- Exciting Tanzanian growth projects with ~30 year Production Targets defined already (**Fungoni + Tajiri**)
- **Tight long-term supply-demand** fundamentals
- New projects are required and **Strandline is well placed to capitalise**




**GLOBALLY SIGNIFICANT JORC RESOURCES WITH 29MT OF CONTAINED HEAVY MINERAL** + **40 YEAR PRODUCTION PROFILE OF PREMIUM ZIRCON + HIGH GRADE TITANIUM FEEDSTOCKS**

**Notes:**

[1] Refer to ASX Announcement 04 June 2020 for details of the Coburn DFS and the material assumptions underpinning the production target and financial results. Refer to ASX Announcement 01 November 2018 for details of Fungoni DFS and the material assumptions underpinning the production target and financial results

[2] Key development approvals for Coburn project are already in place including, but not limited to, mining licences, mining proposal and closure plan, section 45C for mine disturbance area, environmental approvals and management plans, project management plan, water extraction licence, work permits, heritage surveys and native title agreement with the Nanda People. Other miscellaneous licences, approvals, permits and agreements will be required progressively through the development of the project

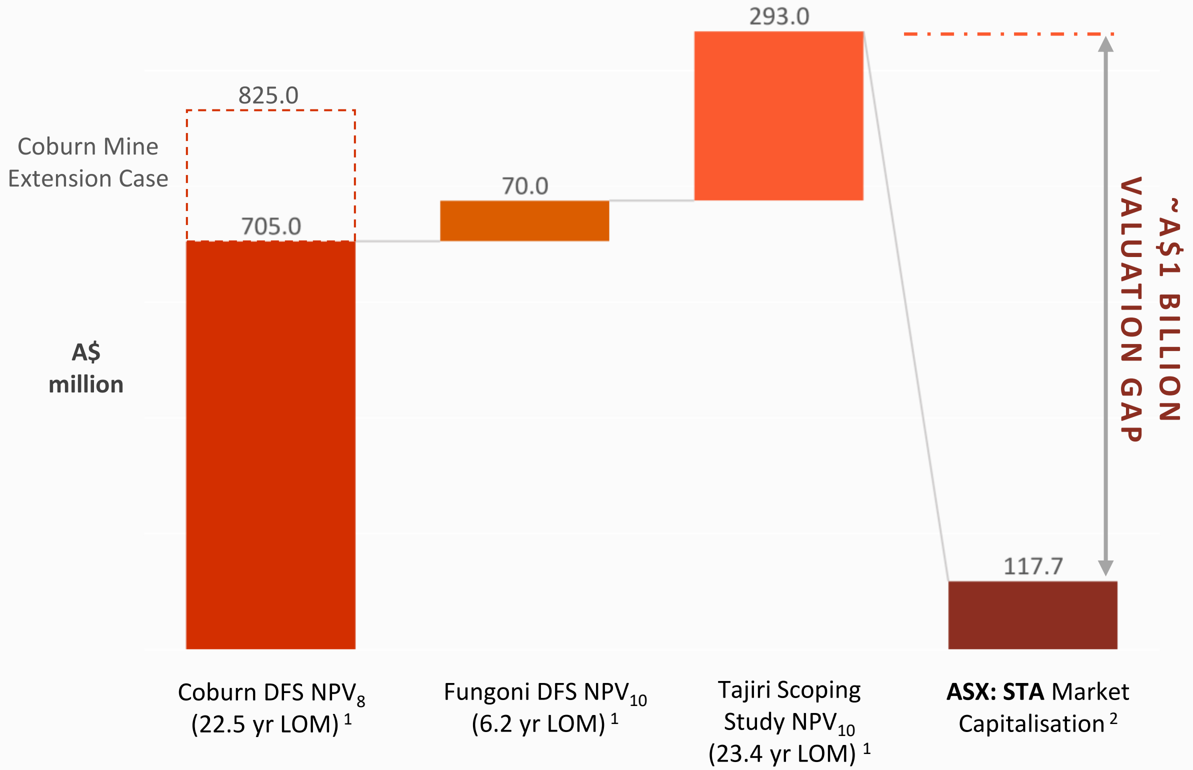
[3] Refer Appendix A, B and C for Coburn, Fungoni and Tajiri JORC Tables. JORC Resources containing 29Mt of Heavy Minerals: 5Mt of contained zircon, 3Mt rutile-leucoxene, 15Mt ilmenite, plus other valuables of monazite containing rare earths and almandine garnet

# INVESTMENT RATIONALE: DEEP VALUE

STRANDLINE resources limited

## UNLOCKING STRANDLINE'S SIGNIFICANT ASSET POTENTIAL

Strandline is currently trading at a huge discount to project valuation




**PROJECT VALUATIONS(PRE TAX NPV)COMPARED TO MARKET CAPITALISATION**

(0.70 AUD:USD) (Real) (Study data)

### RIGHT COMMODITY
Critical minerals - premium quality

### RIGHT TIME
New projects are required

### RIGHT PLACE
Australia & Africa

### RIGHT COMPANY
High-margin growth strategy

### RIGHT TEAM
Experienced development team

### RIGHT PLANNING APPROACH
Strong focus on ESG, vision & values

**Notes:**

[1] For material assumptions that underpin the production target and financial results refer to ASX Announcement 04 June 2020 for details of the Coburn DFS, ASX Announcement 01 November 2018 for details of Fungoni DFS and ASX Announcement 07 October 2020 for details of Tajiri Engineering Scoping Study

[2] Strandline's Market Capitalisation as at 26 March 2021 based on $0.225 per ordinary share (prior to proposed capital raising)

# CORPORATE SNAPSHOT

STRANDLINE
resources limited

## OUR VISION

Enriching Everyday Life


## SUBSTANTIAL SHAREHOLDERS

| Shareholder | Initial Investment | Share Ownership |
| --- | --- | --- |
| Tembo Capital[1] | *2016* | 30.7% |
| National Nominees[2] | *2019* | 7.4% |
| Hatch | *2015* | 3.1% |
| **Sub-Total** | | **41.2%** |
| Top 20 | | 60.0% |

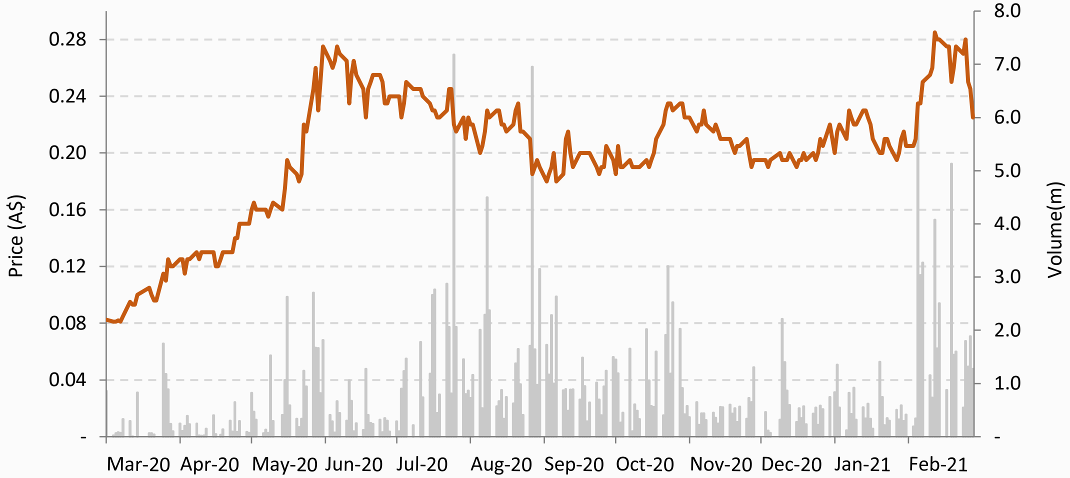
**Notes:**
[1] Tembo Capital is a private equity firm specialising in natural resource company, entering the register through a strategic placement announced 24 May 2016
[2] National Nominees includes the holdings of institutional investors Perennial Value (2019) and Pie Funds (2020)
[3] Share price graph from Bloomberg as at 26 March 2021

TEMBO CAPITAL

## MARKET DATA

| | | |
| --- | --- | --- |
| Fully diluted shares on issue | *m* | 522.9 |
| Share Price – 26 March 2021 | *A$* | 0.225 |
| **Fully diluted market capitalisation** | ***A$m*** | **117.7** |
| Cash – 31 December 2020 | *A$m* | 17.3 |

## SHARE PRICE & VOLUME HISTORY




## ANALYST REPORTS

ShawandPartners an EFG company
morgans
FOSTER STOCKBROKING
EUROZ HARTLEYS

# BOARD OF DIRECTORS

STRANDLINE
resources limited

**Didier Murcia AM** — **30+ years experience**
Non-Executive Chairman

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** — **25+ years experience**
Managing Director and Chief Executive Officer

Engineering professional with 25+ years’ experience in resources sector. MD of Strandline for 4+ 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

**Tom Eadie** — **30+ years experience**
Non-Executive Director

Explorer mining executive and company director with many significant mineral discoveries and several successful companies to his name. Previously Managing Director from 1 January 2016 to 18 September 2016. Geologist with over 20 years' experience in the resources industry.

**John Hodder** — **30+ years experience**
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.

**Peter Watson** — **30+ years experience**
Executive Director Strategy and Development

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 GM and MD-CEO within global organisations

**Mark Hancock** — **30+ years experience**
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 across a variety of industries with a strong focus on natural resources

**Source:** Refer www.strandline.com.au for more information on the Strandline Board of Directors

# **LEADERSHIP:** HIGHLY EXPERIENCED DEVELOPMENT TEAM

**Luke Graham**
Managing Director and Chief Executive Officer
**25+ years experience**

Engineering professional with 25+ years' experience in resources sector. CEO of Strandline for 4+ 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

**Paul Hewitt**
Project Director - Delivery
**25+ years experience**

Accomplished senior project delivery manager with +25 years experience in the energy and resources sectors. Leading implementation of major process and non-process infrastructure projects. A strong commercial acumen combined with a relentless focus on safety and team performance

**Brendan Cummins**
Chief Geologist and Exploration Manager
**25+ years experience**

Geologist with 25 years' experience in mine and exploration geology both within Australia and Africa. Specialist in identifying exploration assets and developing them from greenfield through to resource definition and feasibility study

**Flavio Garofalo**
Chief Financial Officer and Company Secretary
**25+ years experience**

CPA with 25+ years' experience in the mining industry. Formerly Commercial Manager at Fortescue Metals Group and has held senior executive roles for ASX-listed mining companies. Has extensive experience in project financing, governance and accounting for companies transitioning into production

**Mike Ferraro**
Technical and Marketing Director
**30+ years experience**

Resource industry professional with 30+ years' experience. Metallurgist and MBA qualified. Experience includes senior roles in mineral sands with Doral (MD) and MZI (COO) as well as technical and operational management roles with Cristal and Simcoa

**Reece Power**
Commercial Manager
**30+ years experience**

Accomplished senior commercial manager with extensive experience in managing end to end contracts for construction and operations in the resources sector. Strong project controls, procurement and management capability

STRANDLINE
resources limited

1. EQUITY RAISING DETAILS

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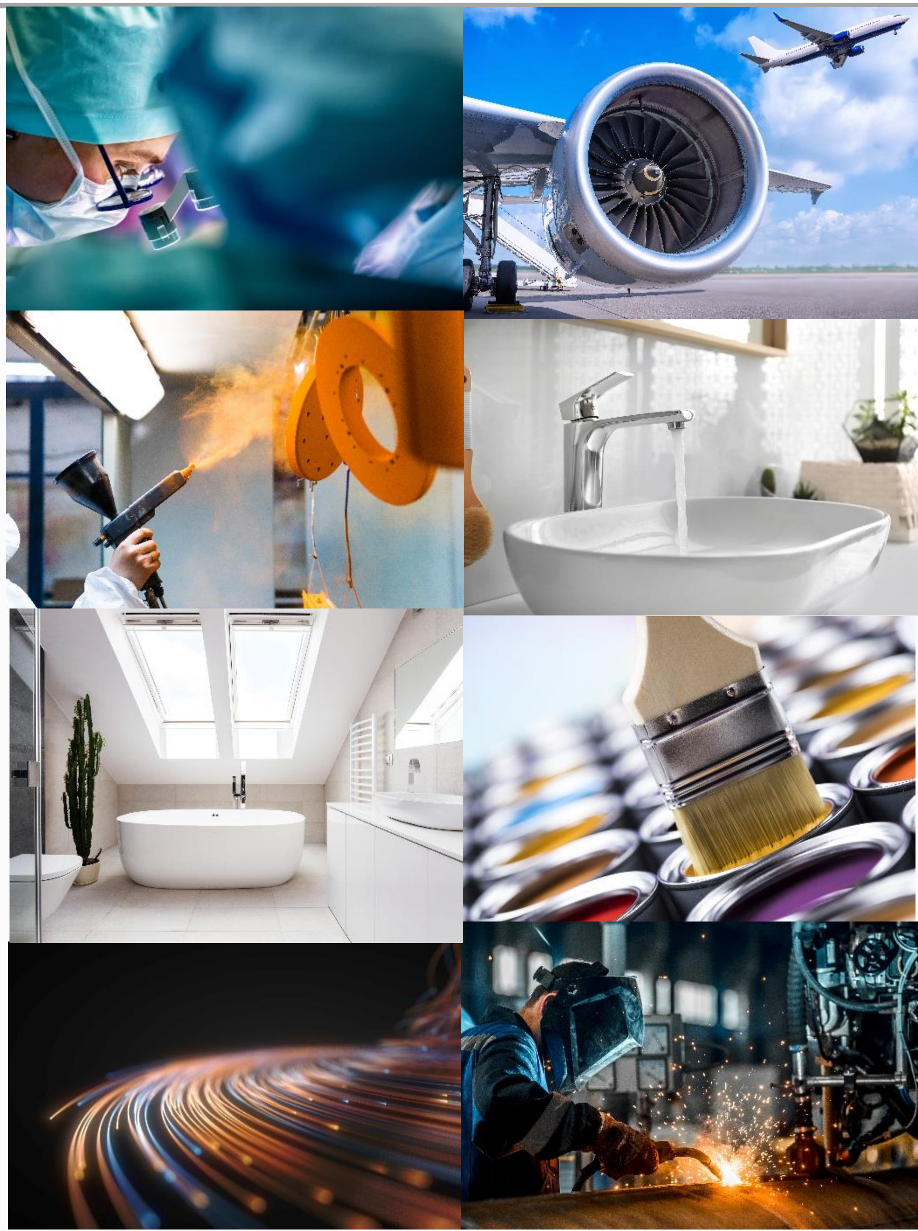


# FUNGONI PROJECT: LOW CAPEX, HIGH MARGIN DEVELOPMENT PLAN

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

- 100%-owned, DFS complete[1] showing **exceptional economics**
- **Pre-tax IRR of 61%** and NPV[10] of US$48.7m
- **Low capex** of ~US$35m excluding financing costs
- **Nedbank CIB** finance facility **signed to underwrite US$26m debt**, subject to finalisation of remaining finance documents and conditions precedent [2]
- Product offtake **agreements secured for 100% of forecast revenue**
- Mining licence, construction permit and environmental certificate secured
- Preferred contractors appointed for major implementation packages, incl. process plant EPC, power and bulk earthworks
- **12 month build phase** to first ore, with 18 month payback from first production
- LOM **EBITDA** of US$115m (avg **annual US$18.5m**), based on TZMI forecast

**BEST-QUARTILE REVENUE-COST RATIO OF 2.8**

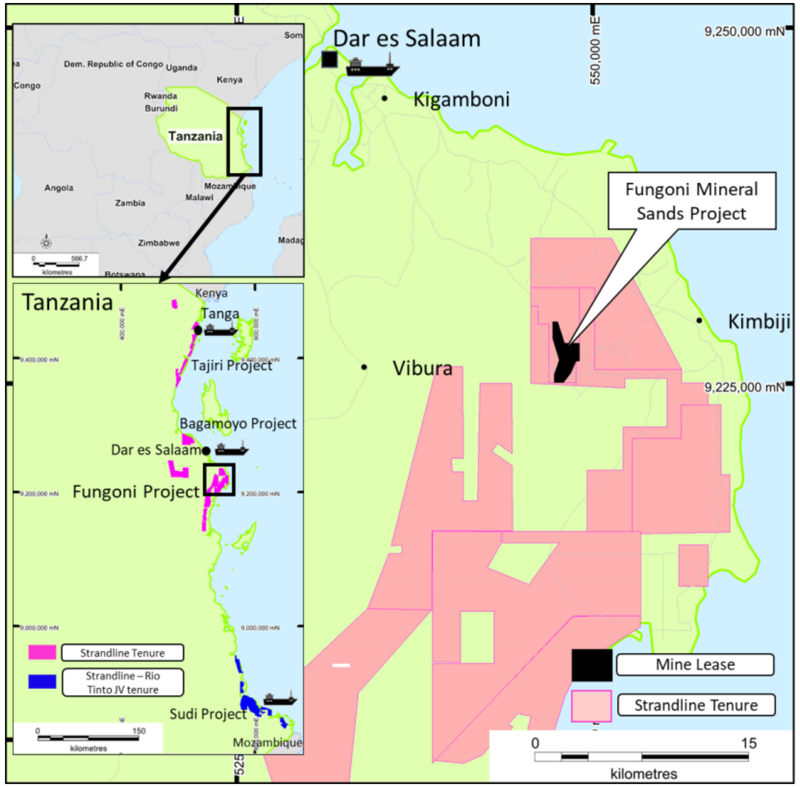



**Image:** Fungoni 25km from the Dar es Salaam Port

**Image:** Fungoni Beneficiation Facilities - Preliminary 3D model

**Notes:**

[1] 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

[2] For information on Nedbank Project Finance Facility Agreement refer ASX Announcement dated 06 April 2020. In view of the current COVID-19 pandemic, Fungoni development is subject to ongoing evaluation by the parties

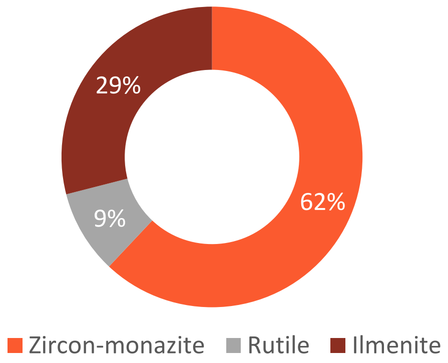
# **FUNGONI PROJECT:** INFRASTRUCTURE AND LOGISTICS ADVANTAGE

STRANDLINE resources limited

***Fungoni produces a suite of premium quality zircon + titanium products and is situated ~25km southeast of the Dar es Salaam port***

- **Exceptionally rich** JORC-compliant orebody starting from surface, with no overburden
- Open pit dry mining and conventional processing to produce **premium quality** zircon sand, chloride ilmenite, rutile and monazite containing rare earths
- Modular **relocatable** mine infrastructure
- **Environmentally friendly** with pit backfill and land rehabilitation
- **Close to port**, road and services infrastructure of Dar es Salaam
- **Host of socio-economic benefits**, incl high local content, jobs, technology transfer and local enterprise opportunities
- As key finance conditions precedent, Strandline is working to finalise a Framework Agreement for the Government's equity interest in Fungoni[1]

## REVENUE BY PRODUCT (%)




**FUNGONI PAVES THE WAY FOR A SUCCESSION OF MINERAL SANDS PROJECTS IN TANZANIA**

**TANZANIAN GOVERNMENT CONTINUES TO PROVIDE STRONG SUPPORT FOR FUNGONI DEVELOPMENT**

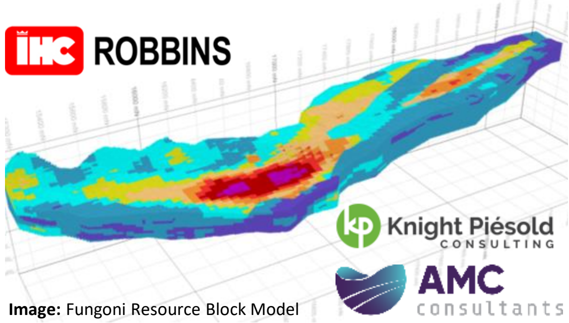



**Image:** Fungoni Resource Block Model

**Image:** Fungoni surface pan sample showing extremely high grade HM

**Image:** Established Port of Dar es Salaam, 25km from Fungoni Site

**Source:** Fungoni Updated-DFS, 01 November 2018

**Notes:**

[1] Refer to the ASX Announcement dated 06 October 2020 for details of the proposed Framework Agreement that is under negotiation with Government of Tanzania

# **TAJIRI PROJECT:** STUDY CONFIRMS STRONG ECONOMICS

STRANDLINE
resources limited

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

- Engineering Scoping Study [1] confirms **Pre-tax NPV[10] 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**
- Low-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
- 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 will continue to advance the next phase of project evaluation and approvals

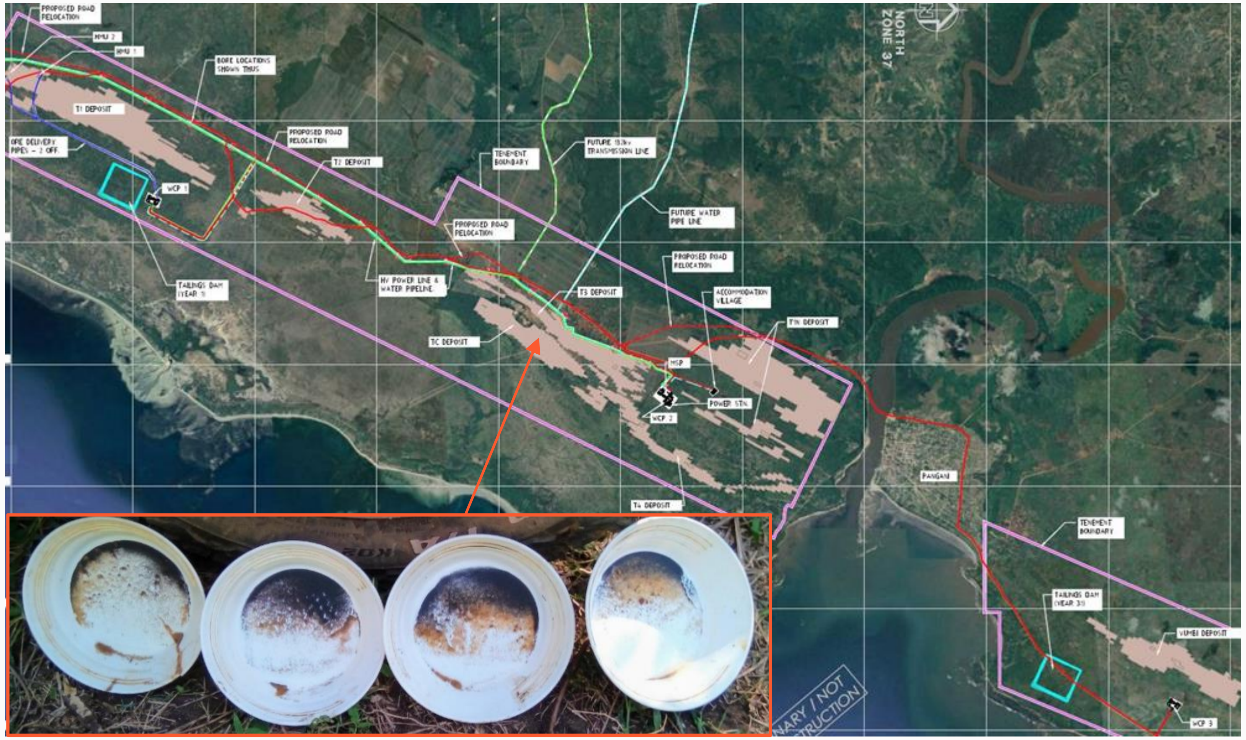


**Image:** Tajiri Site Layout and Scoping Study Production Targets

**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**

**Notes:**

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

[2] Refer ASX Announcement dated 09 July 2019 and Appendix C for Tanga South (Tajiri) JORC Mineral Resource estimate

# APPENDIX A: COBURN PROJECT



## COBURN JORC-2012 GLOBAL MINERAL RESOURCES [1,2,3]

| | Ore [(1)] | | | Valuable HM Grade (In-Situ) [(2)] | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| Resource Category | 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

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

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

| ORE RESERVES SUMMARY FOR COBURN PROJECT | | | | |
|---|---|---|---|---|
| Deposit | Reserve Category | Ore (Mt) | Heavy Mineral HM (Mt) | Heavy Mineral THM (%) |
| **Coburn - Amy South** | Proved | 106 | 1.16 | 1.10 |
| **Coburn - Amy South** | Probable | 417 | 4.66 | 1.12 |
| | **Total[1]** | **523** | **5.83** | **1.11** |

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

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

**COBURN IS A MAJOR LONG-LIFE PROJECT AND IS EARMARKED TO FORM A KEY PART OF THE GROWTH AND DIVERSIFICATION ASPIRATIONS OF THE SHIRE OF SHARK BAY**


**Image:** Coburn Project Location Map

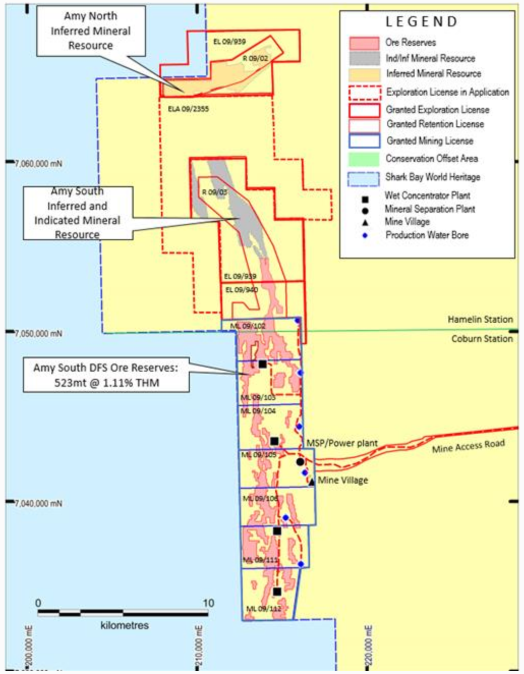



**Image:** Coburn Project Mine Pit and Tenement Outline

**Image (below):** Coburn Project Site Image

# **APPENDIX A CONT.:** COBURN PROJECT - MINE LIFE EXTENSION CASE

STRANDLINE resources limited

***Potential to increase project Reserves and returns, through evaluation of resources extending north along strike of the DFS Ore Reserves. A Scoping Study assessment of Amy South Indicated-Inferred material ("Extension Case"), was undertaken concurrently with the DFS***

## 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[8] 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 low 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*

## FINANCIAL EVALUATION – EXTENSION CASE

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

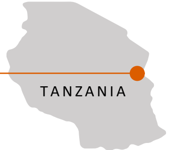
**Notes:**

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

[2] 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.

# APPENDIX B: FUNGONI PROJECT DASHBOARD

**FUNGONI PROJECT**
Financing Phase




STRANDLINE resources limited

## FUNGONI JORC MINERAL RESOURCES[1,2,3]

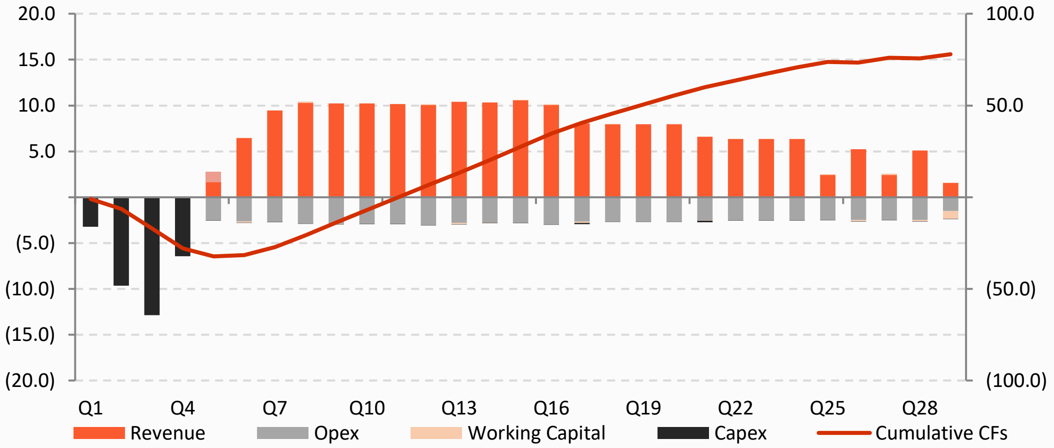
| | Ore | Valuable HM Grade (In-Situ) | | | | | | |
|---|---|---|---|---|---|---|---|---|
| Resource Category | Material (Mt) | THM (%) | Ilmenite (%) | Rutile (%) | Zircon (%) | Leucoxene (%) | Slimes (%) | Oversize (%) |
| **Measured** | 8.8 | 4.3% | 43.3% | 4.3% | 18.3% | 1.0% | 18.5% | 6.8% |
| **Indicated**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

## FUNGONI JORC ORE RESERVES[2]

| | Ore | Heavy Mineral | |
|---|---|---|---|
| Reserve Category | Material (Mt) | Material (kt) | (%) |
| **Proven** | 6.9 | 341 | 4.9% |
| **Probable** | 5.4 | 138 | 2.6% |
| **Total** | **12.3** | **480** | **3.9%** |

**Notes:**
[1] The Mineral Resource estimate has been classified according to the definitions of the JORC Code (2012).
[2] Figures are rounded to one decimal place.
[3] Mineral Resources reported at a cut-off grade of 1.0% THM.

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




**Notes:**
[1]Net cash flows are on a US$ pre-tax, pre-finance basis and excluding corporate overheads.
[2]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:**
[1]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.
[2]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 [2]

AISC OPEX PER TONNE MINED [1]

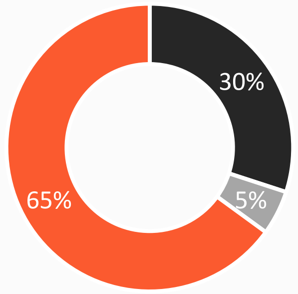



**Figure:** Fungoni Production by Product (tonnes)

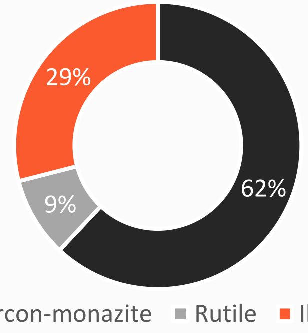



**Figure:** Fungoni Revenue by Product (US$m)

# APPENDIX C: TAJIRI PROJECT RESOURCES


**Image:** Selection of Tanzanian Photos

| 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 (%) | Leucoxene (%) | 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 |
| | | **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


**Image:** Tajiri Project Location Map and outline of tenements and mine Production Targets

**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.

# APPENDIX C CONT.: TAJIRI PROJECT SCOPING STUDY DASHBOARD

STRANDLINE resources limited

## TAJIRI PROJECT - SCOPING STUDY KEY FINANCIAL METRICS

| Description | Tajiri Engineering 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 |

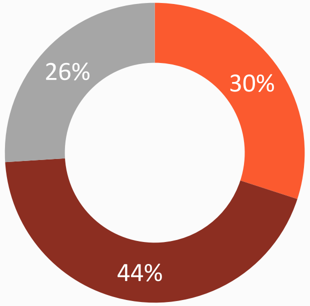
$NPV_8$ **US$205 MILLION**
IRR **36%**
23.4 YEAR ORE RESERVE

LOM Revenue of
**US$1.6 BILLION** &
EBITDA **US$0.9 BILLION**

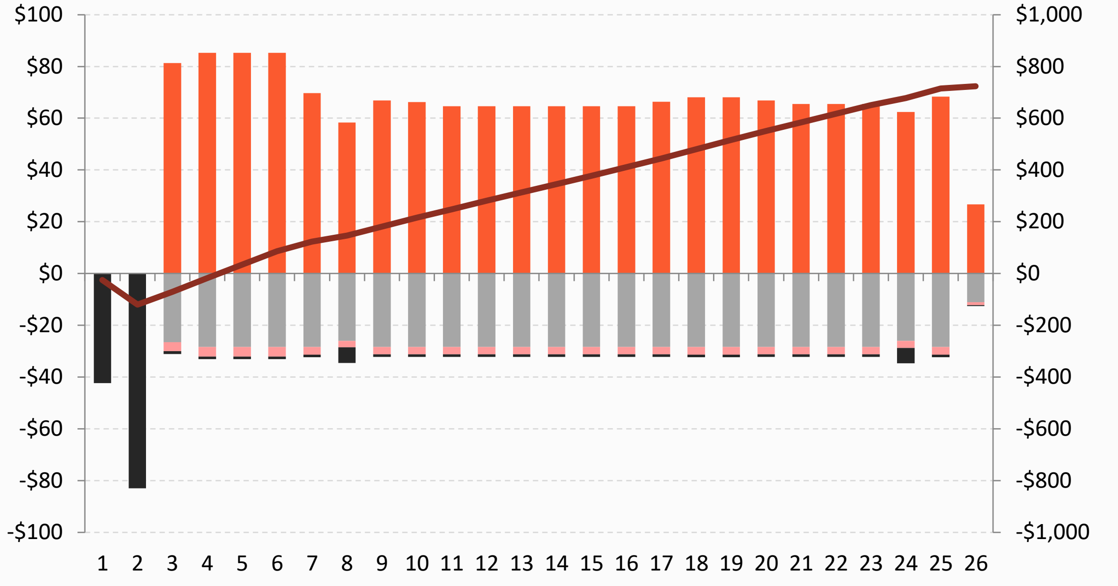
ANNUAL EBITDA
OF **US$37 MILLION**

HIGH MARGIN REVENUE-TO-COST RATIO OF **2.4**

## REVENUE BY PRODUCT (%)




## TAJIRI QUARTERLY NET OPERATING CASH FLOW (US$M)




**Notes:**
[1]Net cash flows are on a pre-tax, real, pre-finance basis
[2]Capex includes upfront and sustaining capex

**Notes:**
Notes:
[1]Refer to the ASX Announcement dated 07 October 2020 for full details of the material assumptions underpinning Tajiri's production target and financial results

[2]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: COMPETENT PERSON'S

## MINERAL SANDS COMPETENT PERSON'S STATEMENT

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.

## 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 16/04/2019) 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 mineralisation 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.

## 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.

## 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.

# APPENDIX E: KEY RISKS

## COMPANY RISKS

| RISK | DESCRIPTION |
|---|---|
| **Development of the Coburn Project** | The Company's ability to successfully develop and commercialise the Coburn Project may be affected by numerous factors including but not limited to: macro-economic conditions, obtaining required approvals and permits, ability to obtain sufficient funding, and costs overruns. If the Company is unable to mitigate these factors and others not listed here, this could result in the Company not realising its development plans at the Coburn Project or result in such plans costing more than expected or taking longer to realise than expected. Ultimately, this could have an adverse impact on the Company's share price and project valuations. |
| **Capital requirements** | The continued operations of the Company are dependent on its ability to obtain financing through debt and equity means, or generating sufficient cash flows from future operations. There is a risk that the Company may not be able to access capital from debt or equity markets for future projects or developments, which could have a material adverse impact on the Company's business and financial condition. The Company's ability to borrow money will be subject to the availability of debt at the time the Company wishes to borrow money and the cost of borrowing. |
| **Operational risks** | The operations of the Company may be affected by various operational risks and hazards, including inability to develop the Company's assets into an economic business; failure to locate or identify mineral deposits, over estimation of reserves; failure to achieve predicted grades in exploration and mining; failure to completely test the deposit, with the result that the Company does not completely understand the metallurgy of a deposit, which may affect extraction costs); technical difficulties encountered in exploration and mining; inappropriate design of mining plant, difficulties in commissioning and operating plant and equipment; mechanical failure or plant breakdown; adverse weather conditions; industrial and environmental accidents; industrial disputes; and unexpected shortages or increases in the costs of consumables, spare parts, plant and equipment and failure to obtain necessary consents and approvals.<br>These risks and hazards could also result in damage to, or destruction of, production facilities, personal injury, environmental damage, business interruption, monetary losses and potential legal liability. While the Company intends to maintain insurance with coverage consistent with industry practice, no assurance can be given that the Company will be able to obtain such insurance coverage at reasonable rates (or at all), or that any coverage it obtains will be adequate and available to cover such claims.<br>The exploration and operational costs of the Company will be based on certain assumptions with respect to the method and timing of exploration and the nature of the operating activity. By their nature, these estimates and assumptions are subject to significant uncertainties and, accordingly, the actual costs may materially differ from these estimates and assumptions. Accordingly, no assurance can be given that any cost estimates and the underlying assumptions will be realised in practice, which may materially and adversely affect the Company's viability.<br>There can be no assurance that any exploration tenement, or any other mining tenements acquired in the future, will result in the discovery of an economic ore deposit. Even if an apparently viable deposit is identified, there is no guarantee that it can be economically exploited.<br>The development timeframe for a project is dependent in part on obtaining various approvals and permits. The time it requires to obtain such approvals is in many cases not certain. To the extent that these approvals, permits and licences are issued at the discretion of the relevant regulatory authorities, there is no certainty that the Company will be able to obtain the grant of these approvals within any proposed timeframe, or at all. |
| **Resource and reserve estimates** | Resource and reserve estimates are expressions of judgment based on knowledge, experience, industry practice and regulatory codes. Estimates that were valid when made may change significantly when new information becomes available. In addition, resource and reserve estimates are necessarily imprecise and depend to some extent on interpretations, which may prove to be inaccurate. Should the Company encounter mineral characteristics different from those predicted by past drilling, sampling and similar examinations, resource and reserve estimates may have to be adjusted and development plans may have to be altered in a way which could adversely affect the Company's operations. |
| **Competition** | There is a risk that the Company will not be able to continue to compete profitably in supplying zircon, rutile, ilmenite and other mineral sands products. The potential exists for the nature and extent of the competition to change, which may impact the viability of the Company's projects or future operations. |
| **Commodity price volatility** | The Company's performance and the viability of its projects will rely in part on prevailing prices for products produced from the Company's mineral sands tenements (including zircon, rutile and ilmenite), which are beyond the control of the Company. Mineral sands prices are influenced by numerous factors and events including supply and demand fluctuations, general economic conditions, forward selling activities, foreign exchange rate fluctuations, the level of production costs in major commodity producing regions and other macro-economic factors.<br>A prolonged decline in the prices of and demand for zircon, rutile, ilmenite and other mineral sands products may have a material adverse effect on the Company. The Company can give no assurance that fluctuations in commodity prices will not affect the timing and viability of its projects and the Company therefore gives no such assurances. |

# APPENDIX E: KEY RISKS (CONTINUED)

## COMPANY RISKS

| RISK | DESCRIPTION |
|---|---|
| **Exchange rates** | International prices of various commodities, including zircon, rutile and ilmenite, are denominated in United States dollars, whereas the income and expenditure of the Company are and will be accounted in mostly Australian and Tanzanian currencies, exposing the Company to the fluctuations and volatility of the rate of exchange between the United States dollar and each of the Australian dollar and the Tanzanian Shilling as determined in international markets. |
| **Land owner and access risk** | The Company may be required to pay compensation to land owners, local authorities, traditional land users and others who may have an interest in the area covered by its mining tenements.<br>The Company's ability to resolve such compensation issues and compensation costs may have an impact on the future success and financial performance of the Company's mining operations.<br>If the Company is unable to resolve such compensation claims on economic terms, this could have a material adverse effect on the business, results or operations and financial condition of the Company. Further, in Tanzania, exploration works may only begin on an exploration tenement once agreement has been reached in relation to compensation of the relevant landowners, or in the absence of agreement, once the value of the compensation is set by a court of law.<br>Access to land for exploration, development and operations purposes can be affected by land ownership, nature reserves and national parks, government regulation, approvals and permits and environmental restrictions. Access is critical for exploration, development and operations to succeed and for satisfactory commercial arrangements to be negotiated with landowners, farmers and occupiers. |
| **Title risk** | Title to a mining tenement is subject to the holder complying with the terms and conditions applicable to the tenement. There is a risk that if the holder does not comply with the terms and conditions applicable to a tenement, it may lose its rights to that tenement. In particular, all the mining tenements in Tanzania which the Company has or may, upon grant, have an interest in will be subject to expenditure and work commitments. If sufficient exploration activities have not been carried out on a mining tenement to meet the relevant Tanzanian reporting standards, the tenement may be terminated and the Company may suffer damage through loss of opportunity to develop any mineral resources on that tenement.<br>Further, all of the tenements in which the Company has, or will have, an interest may be subject to applications for renewal or extension from time to time. The renewal or extension of the term of each tenement is subject to the applicable legislation in the relevant jurisdiction. If a tenement is not renewed for any reason, the Company may suffer damage through loss of the opportunity to develop and discover any mineral resources on that tenement. |
| **Sovereign risk** | The Company's exploration and development activities are carried out in Australia and Tanzania. As a result, the Company will be subject to political, social, economic and other uncertainties including, but not limited to, changes in policies or the personnel administering them, foreign exchange restrictions, changes of law affecting foreign ownership, currency fluctuations, royalties and tax increases in that country. Other potential issues contributing to uncertainty such as repatriation of income, exploration licensing, environmental protection and government control over mineral properties, changes to political, legal, regulatory, fiscal and exchange control systems and changes in government may also impact the Company’s projects or operations.<br>Tanzania’s legal systems are less developed than more established countries and this could result in the following risks:<br>(i) political difficulties in obtaining effective legal redress in the courts whether in respect of a breach of law or regulation or in an ownership dispute;<br>(ii) a higher degree of discretion held by various government officials or agencies;<br>(iii) the lack of political or administrative guidance on implementing applicable rules and regulations, particularly in relation to taxation and property rights;<br>(iv) inconsistencies or conflicts between and within various laws, regulations, decrees, orders and resolutions; or<br>(v) Relative inexperience of the judiciary and courts.<br>The commitment to local business people, government officials and the judicial system to abide by legal requirements and negotiated agreements may be more uncertain, creating particular concerns with respect to licences and agreements for business. These may be susceptible to revision or cancellation and legal redress may be uncertain or delayed. |

# APPENDIX E: KEY RISKS (CONTINUED)

## COMPANY RISKS

| RISK | DESCRIPTION |
|---|---|
| **Tenure and access for tenements in Tanzania** | Mining and exploration tenements in Tanzania are subject to periodic renewal. Where a licensee has met the terms of the grant, renewal will not be denied. However, if development conditions are not met there is no guarantee that current or future tenements or future applications for production tenements will be approved.<br>Tenements in Tanzania are also subject to expenditure and work commitments which must be met in order to keep such tenements in good standing. If there is failure to meet the commitments, this could lead to forfeiture of the tenement. |
| **Contract risks** | The Company's subsidiaries may operate through contractual relationships with consultants, contractors, sub-contractors and operators. All contracts carry risks associated with counter-parties' performance of their obligations, including the timeliness and quality of work performed. Any disruption to services or supply may have an adverse effect on the financial performance of the Company's operations. |
| **Regulatory risk** | Operations by the Company may require approvals, permits and licences from regulatory authorities which may be delayed, not be forthcoming, or which may not be able to be obtained on terms acceptable to the Company. While the Company has no reason to believe that requisite approvals, permits and licences will not be forthcoming, and whilst the Company's obligations for expenditure will be predicated on any requisite approvals being obtained, Shareholders should be aware the Company cannot guarantee that requisite approvals will be obtained. A delay or failure to obtain any approvals may limit or restrict the Company's ability to acquire, develop, or operate a project, either in part or absolutely.<br>The regulatory environment for the Company's operations could change in ways that could substantially increase the Company's liabilities, tax liability or costs of compliance. This could materially and adversely affect the Company's financial position. |
| **Equipment risk** | The operations of the Company could be adversely affected if essential equipment fails, is delayed or is unavailable. The mineral recovery, volume and quality of products produced, and the resulting revenue generated, from the Company's projects may be adversely impacted by the performance of equipment. |
| **Environmental** | The Company's projects are subject to various environmental laws. As with all exploration and development projects, the projects have a variety of environmental impacts. The Company will continue to conduct its activities in an environmentally responsible manner and in accordance with applicable laws.<br>Although the Company believes that it is in compliance in all material respects with all applicable environmental laws and regulations, there are certain risks inherent to its activities, such as accidental spills, leakages or other unforeseen circumstances, which could subject the Company to extensive liability.<br>Further, the Company may require approval from relevant authorities before it can undertake activities that are likely to impact the environment. Failure to obtain such approvals will prevent the Company from undertaking those activities. The Company is unable to predict the effect of additional environmental laws and regulations, which may be adopted in the future, including whether any such laws or regulations might materially increase the Company's cost of doing business or affect its operations in any region.<br>There can be no assurances that new environmental laws, regulations or stricter enforcement policies, once implemented, will not oblige the Company to incur significant expenses which could have a material adverse effect on the Company's business, financial condition and results of operations. |

# APPENDIX E: KEY RISKS (CONTINUED)

STRANDLINE resources limited

## COMPANY RISKS

| RISK | DESCRIPTION |
|---|---|
| **Litigation** | The Company is subject to litigation risks. All industries, including the minerals exploration and mining industry, are subject to legal claims, with and without merit. Defence and settlement costs of legal claims can be substantial, even with respect to claims that have no merit.<br>Due to the inherent uncertainty of litigation processes, the resolution of any particular legal proceeding which may involve the Company could have a material effect on its financial position, results of operations, or the Company's activities. |
| **Taxation** | Any change in laws and regulations applicable to the taxation of income, intercompany transactions, withholding taxes, levies and other transactional taxes affecting the Company in the countries it operates in or in which it is listed, or any change in the current interpretation or any disputes with tax authorities or any changes to the Company's income mix, may adversely affect its tax status and increase its tax payable, which would have a negative effect on financial results. |
| **Offtake risk** | The Company has entered into legally binding offtake agreements for the sale of approximately 90% of the overall quantity of mineral sands products anticipated to be produced from the Coburn Project during the initial 5 years of production from that project. However, as the initial life of mine of the Coburn Project is currently anticipated in the updated DFS to be approximately 22.5 years – and therefore exceeds the term of those offtake agreements – the Company will in future need to put in place further arrangements for the sale of such mineral sands products beyond that initial 5-year period (whether by means of extending the term of its existing offtake agreements, negotiating new offtake agreements or selling some or all of the mineral sands products produced from the Coburn Project on applicable commodity spot markets). There is no guarantee in that regard that the Company will be able to negotiate terms which are as favourable to it as those which exist under its current offtake agreements, nor that it will be able in future to negotiate similar long-term offtake arrangements with similarly credible counterparties, or at all. |

# APPENDIX E: KEY RISKS (CONTINUED)

STRANDLINE resources limited

## GENERAL RISKS

| RISK | DESCRIPTION |
|---|---|
| **Regulatory** | The Company is based in Australia and is subject to Australian laws and regulations. For example, the Company is required to comply with the Corporations Act. Changes in relevant taxes, legal and administration regimes, accounting practice and government policies in the countries in which the Company operates, and may operate, may adversely affect the financial performance of the Company. |
| **Government Licences and Approvals** | Failure to comply strictly with applicable laws, regulations and local practices could result in loss, reduction or expropriation of entitlements, or the imposition of additional local or foreign parties as joint venture partners with carried or other interests. The occurrence of these various factors and uncertainties cannot be accurately predicted and could have an adverse effect on the operations or profitability of the Company. |
| **General Economic and Political Risks** | Changes may occur in the general economic and political climate in the jurisdictions in which the Company operates and on a global basis that could have an impact on economic growth, interest rates, the rate of inflation, taxation, tariff laws and domestic security which may affect the value and viability of any activity that may be conducted by the Company. |
| **Additional Requirements for Capital** | The Directors expect that the Company will have sufficient capital resources to enable the Company to achieve its initial business objectives upon settlement of the proposed equity raising transactions. However, the Directors can give no assurances that such objectives will in fact be met without future borrowings or capital raisings.<br>The Company's capital requirements depend on numerous factors. The Company may require further financing in the future. Any additional equity financing will dilute shareholdings, and debt financing, if available, may involve restrictions on financing and operating activities. If the Company is unable to obtain additional financing as needed, it may be required to reduce the scope of its operations or change its business plan. |
| **Economic Risks** | General economic conditions, movements in interest and inflation rates and currency exchange rates may have an adverse effect on the Company's activities, as well as on its ability to fund those activities. |
| **Market Conditions** | Share market conditions may affect the value of the Company's quoted securities regardless of the Company's operating performance. Share market conditions are affected by many factors such as:<br>(i) general economic outlook;<br>(ii) interest rates and inflation rates;<br>(iii) currency fluctuations;<br>(iv) changes in investor sentiment toward particular market sectors;<br>(v) the demand for, and supply of, capital;<br>(vi) Covid-19; and<br>(vii) terrorism or other hostilities.<br>The market price of securities can fall as well as rise and may be subject to varied and unpredictable influences on the market for equities in general and energy stocks in particular. Neither the Company nor the Directors warrant the future performance of the Company or any return on an investment in the Company. |
| **Potential Acquisitions** | As part of its business strategy, the Company may make acquisitions of, or significant investments in, complementary companies or prospects and additional assets. Any such acquisitions will be accompanied by risks commonly encountered and listed in this section. |

# APPENDIX E: KEY RISKS (CONTINUED)

## GENERAL RISKS

| RISK | DESCRIPTION |
|---|---|
| **Share Market Risk** | The market price of the Shares could fluctuate significantly. The market price of the Shares may fluctuate based on a number of factors including, but not limited to:<br>(i) the Company's operating performance and the performance of competitors and other similar companies;<br>(ii) the public's reaction to the Company's press releases;<br>(iii) other public announcements and the Company's filings with securities regulatory authorities;<br>(iv) changes in earnings estimates or recommendations by research analysts who track the Company's Shares or the shares of other companies in the sector;<br>(v) changes in general economic conditions and capital markets generally;<br>(vi) the number of Shares publicly traded and the arrival or departure of key personnel; and<br>(vii) acquisitions, strategic alliances or joint ventures involving the Company or its competitors.<br>In addition, the market price of the Shares is affected by many variables not directly related to the Company's success and are therefore not within the Company's control, including other developments that affect the market for all shares in the Company's market sector, the breadth of the public market for the Shares, and the attractiveness of alternative investments. |
| **Claims, Liability and Litigation** | The risk of litigation is a general risk of the Company's business. There is always the risk that litigation may occur as a result of differing interpretations of obligations or outcomes. |
| **Force Majeure** | The Company's operations now or in the future may be adversely affected by risks outside the control of the Company including labour unrest, civil disorder, war, subversive activities or sabotage, fires, floods, explosions or other catastrophes, pandemics, epidemics or quarantine restrictions. |
| **Covid-19 Risk** | The global economic outlook is uncertain due to the prevailing COVID-19 pandemic, which has been having, and will likely continue to have, a significant impact on global capital markets, commodity prices and foreign exchange. Any infections occurring at site or access to site or within the Company's supply chain could force activities to be suspended for an unknown period of time which could have an adverse impact on development and operational plans at the Coburn Project or any of the Company's projects. |
| **Insurance risks** | The Company intends to insure its operations in accordance with industry practice. However, in certain circumstances, the Company's insurance may not be of a nature or level to provide adequate insurance cover. The occurrence of an event that is not covered or fully covered by insurance could have a material adverse effect on the business, financial condition and results of the Company. |
| **Joint venture, acquisitions or other strategic investments** | The Company may make strategic investments in complementary businesses, or enter into strategic partnerships or alliances with third parties in order to enhance its business. At the date of this presentation, the Company is not aware of the occurrence or likely occurrence of any such risks which would have a material adverse effect on the Company or its subsidiaries. |
| **Litigation Risks** | The Company is exposed to possible litigation risks including native title claims, tenure disputes, environmental claims, occupational health and safety claims and employee claims. Further, the Company may be involved in disputes with other parties in the future which may result in litigation. Any such claim or dispute if proven, may impact adversely on the Company's operations, financial performance and financial position. The Company is not currently engaged in any litigation. |
| **Management of growth** | There is a risk that management of the Company will not be able to implement the Company's growth strategy after completion of the Offer. The capacity of the Company's management to properly implement and manage the strategic direction of the Group may affect the Company's financial performance. |
| **Economic Risk** | Changes in both Australian and world economic conditions may adversely affect the financial performance of the Company. Factors such as pandemics, inflation, currency fluctuations, interest rates, industrial disruption and economic growth may impact on future operations and earnings. |

# APPENDIX F: FOREIGN SELLING RESTRICTIONS

**This document does not constitute an offer of new ordinary shares ("New Shares") of the Company in any jurisdiction in which it would be unlawful. In particular, this document may not be distributed to any person, and the New Shares may not be offered or sold, in any country outside Australia except to the extent permitted below.**

| AREA | DESCRIPTION |
|---|---|
| **Hong Kong** | WARNING: This document has not been, and will not be, registered as a prospectus under the Companies (Winding Up and Miscellaneous Provisions) Ordinance (Cap. 32) of Hong Kong, nor has it been authorised by the Securities and Futures Commission in Hong Kong pursuant to the Securities and Futures Ordinance (Cap. 571) of the Laws of Hong Kong (the "SFO"). No action has been taken in Hong Kong to authorise or register this document or to permit the distribution of this document or any documents issued in connection with it. Accordingly, the New Shares have not been and will not be offered or sold in Hong Kong other than to "professional investors" (as defined in the SFO and any rules made under that ordinance).<br>No advertisement, invitation or document relating to the New Shares has been or will be issued, or has been or will be in the possession of any person for the purpose of issue, in Hong Kong or elsewhere that is directed at, or the contents of which are likely to be accessed or read by, the public of Hong Kong (except if permitted to do so under the securities laws of Hong Kong) other than with respect to New Shares that are or are intended to be disposed of only to persons outside Hong Kong or only to professional investors. No person allotted New Shares may sell, or offer to sell, such securities in circumstances that amount to an offer to the public in Hong Kong within six months following the date of issue of such securities.<br>The contents of this document have not been reviewed by any Hong Kong regulatory authority. You are advised to exercise caution in relation to the offer. If you are in doubt about any contents of this document, you should obtain independent professional advice. |
| **European Union** | This document has not been, and will not be, registered with or approved by any securities regulator in the European Union. Accordingly, this document may not be made available, nor may the New Shares be offered for sale, in the European Union except in circumstances that do not require a prospectus under Article 1(4) of Regulation (EU) 2017/1129 of the European Parliament and the Council of the European Union (the "Prospectus Regulation").<br>In accordance with Article 1(4)(a) of the Prospectus Regulation, an offer of New Shares in the European Union is limited to persons who are "qualified investors" (as defined in Article 2(e) of the Prospectus Regulation). |
| **New Zealand** | This document has not been registered, filed with or approved by any New Zealand regulatory authority under the Financial Markets Conduct Act 2013 (the "FMC Act"). The New Shares are not being offered or sold in New Zealand (or allotted with a view to being offered for sale in New Zealand) other than to a person who:<br>• is an investment business within the meaning of clause 37 of Schedule 1 of the FMC Act;<br>• meets the investment activity criteria specified in clause 38 of Schedule 1 of the FMC Act;<br>• is large within the meaning of clause 39 of Schedule 1 of the FMC Act;<br>• is a government agency within the meaning of clause 40 of Schedule 1 of the FMC Act; or<br>• is an eligible investor within the meaning of clause 41 of Schedule 1 of the FMC Act. |
| **Singapore** | This document and any other materials relating to the New Shares have not been, and will not be, lodged or registered as a prospectus in Singapore with the Monetary Authority of Singapore. Accordingly, this document and any other document or materials in connection with the offer or sale, or invitation for subscription or purchase, of New Shares, may not be issued, circulated or distributed, nor may the New Shares be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to persons in Singapore except pursuant to and in accordance with exemptions in Subdivision (4) Division 1, Part XIII of the Securities and Futures Act, Chapter 289 of Singapore (the "SFA"), or as otherwise pursuant to, and in accordance with the conditions of any other applicable provisions of the SFA.<br>This document has been given to you on the basis that you are (i) an "institutional investor" (as defined in the SFA) or (ii) an "accredited investor" (as defined in the SFA). If you are not an investor falling within one of these categories, please return this document immediately. You may not forward or circulate this document to any other person in Singapore.<br>Any offer is not made to you with a view to the New Shares being subsequently offered for sale to any other party. There are on-sale restrictions in Singapore that may be applicable to investors who acquire New Shares. As such, investors are advised to acquaint themselves with the SFA provisions relating to resale restrictions in Singapore and comply accordingly. |

# APPENDIX F: FOREIGN SELLING RESTRICTIONS (CONTINUED)

STRANDLINE resources limited

| AREA | DESCRIPTION |
|---|---|
| **United States** | This document does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States. The New Shares have not been, and will not be, registered under the US Securities Act of 1933 or the securities laws of any state or other jurisdiction of the United States. Accordingly, the New Shares may not be offered or sold in the United States except in transactions exempt from, or not subject to, the registration requirements of the US Securities Act and applicable US state securities laws.<br>The New Shares will only be offered and sold in the United States to:<br>● "qualified institutional buyers" (as defined in Rule 144A under the US Securities Act); and<br>● dealers or other professional fiduciaries organized or incorporated in the United States that are acting for a discretionary or similar account (other than an estate or trust) held for the benefit or account of persons that are not US persons and for which they exercise investment discretion, within the meaning of Rule 902(k)(2)(i) of Regulation S under the US Securities Act. |

# APPENDIX G: SUMMARY OF UNDERWRITING AGREEMENT

STRANDLINE resources limited

The Company has entered into an underwriting agreement with Shaw and Partners Limited and Morgans Corporate Limited (together, the **Underwriters**) pursuant to which the Underwriters have been appointed as the joint lead managers and underwriters of the Placement and Entitlement Offer (**Underwriting Agreement**).

The Underwriting Agreement is conditional on the satisfaction of certain conditions precedent including the terms of the NAIF loan facility not having been withdrawn, materially amended or breached, the Company and Bond financing trustee executing committed and binding debt financing for the Coburn project, the Company obtaining all required ASX and ASIC relief to implement the Placement and Entitlement Offer, the Company releasing to ASX an announcement that discloses the Entitlement Offer as well as the Company providing executed due diligence materials to the Underwriters before the Placement and Entitlement Offer is announced. The Underwriting Agreement contains representations, warranties, undertakings and indemnities in favour of the Underwriters. Further, the Underwriters may terminate their obligations under the Underwriting Agreement on the occurrence of certain termination events including where:

- Either the NAIF loan facility or Bond financing (**Material Financing Arrangement**) is:
  - terminated, rescinded or repudiated;
  - breached in a manner which has a material adverse effect;
  - amended, modified or varied in a manner which has a material adverse effect; or
  - subject to delay (including the receipt of funds into a trust or similar account by the Company) in a manner which has a material adverse effect on the success, marketing or settlement of the Placement and Entitlement Offer;

  in any case, without the prior written consent of the Underwriters; or

- a condition precedent in either Material Financing Arrangement (in the reasonable opinion of the Underwriters) becomes or is likely to become incapable of being satisfied and as a result of which it becomes capable of being terminated by a party;
- any offer document is or becomes misleading or deceptive (including by omission) or likely to mislead or deceive, or any offer documents omits any information they are required to contain, or the issue or distribution of an offer document, or the conduct of the Offer, is misleading or deceptive or likely to mislead to deceive;
- in the reasonable opinion of the Underwriters, an obligation arises on the Company to give ASX a corrective notice in accordance with the Corporations Act;
- any government agency commences, or gives notice of an intention to commence, any investigation, proceedings or hearing in relation to the Offer or the offer documents or prosecutes or commences proceedings against, or gives notice of an intention to prosecute or commence proceedings against, the Company, including under Part 9.5 of the Corporations Act and Part 3 of the *Australian Securities and Investments Commission Act 2001* (Cth);
- ASX announces that the Company will be removed from the official list or that the Company's Shares will be removed from official quotation; or suspended from quotation by ASX for two or more trading days for any reason other than a trading halt in connection with the Placement and Entitlement Offer;
- approval (subject only to customary conditions) is refused or not granted to the official quotation of all the New Shares on ASX, or if granted, the approval is subsequently withdrawn, qualified (other than by customary conditions) or withheld;
- there are certain delays in the Placement and Entitlement Offer timetable without the prior written approval of the Joint Lead Managers;
- the Company withdraws the Placement or Entitlement Offer or any part of the Placement or Entitlement Offer;
- the Company is prevented from allotting and issuing the New Shares within the times required by the timetable (as amended), the ASX Listing Rules, applicable laws, an order of a court of competent jurisdiction or a government agency;
- any certificate which is required to be furnished by the Company under the Underwriting Agreement is not furnished when required;
- a condition precedent in the Underwriting Agreement not being satisfied or waived by the Underwriters by the time required in that clause;

# APPENDIX G: SUMMARY OF UNDERWRITING AGREEMENT (CONTINUED)

- the Company or one of its subsidiaries is insolvent or there is an act or omission which is likely to result in the Company or a group member becoming insolvent;
- the Company, any of its directors or the chief executive officer or chief financial officer of the Company is charged in relation to any fraudulent conduct or activity whether or not in connection with the Placement or Entitlement Offer;
- trading of all securities quoted on ASX, the London Stock Exchange, the Hong Kong Stock Exchange or the New York Stock Exchange is suspended or limited in a material respect for one day (or a substantial part of one day) on which that exchange is open for trading, or a Level 3 “market-wide circuit breaker” is implemented by the New York Stock Exchange upon a 20% decrease against the prior day’s closing price of the S&P 500 Index only;
- there is an event, occurrence or non-occurrence after the execution of the Underwriting Agreement which, in each case, is outside the Underwriters’ reasonable control or which it is otherwise reasonably unable to anticipate or foresee, which makes it illegal or commercially impracticable for the Underwriters to satisfy a material obligation under the Underwriting Agreement, or to market, promote or settle the offer of New Shares, or that causes the Underwriters to delay satisfying a material obligation under the Underwriting Agreement, including:
    - any act, statute, order, rule, regulation, directive or request of any government agency, orders of any courts, lockdowns, lock-outs, forced closures, restrictions on mobility, or interruptions or restrictions in transportation which has this impact; or
    - any acts of God or other natural forces, civil unrest or other civil disturbance, currency restriction, embargo, action or inaction by a government agency, or any other event similar to those mentioned above; or
- the ASX Small Resources Index (XSR), S&P/ASX 300 Index and/or the S&P/ASX 200 SPI Futures Index closes on any business day between 9am on the the date of this investor presentation and 5pm on the business day before the date of settlement of the Retail Entitlement Offer, at a level that is 10% or more below the level of the relevant index at market close on the Business Day immediately prior to the date of the Underwriting Agreement. In addition, the following termination events will depend on whether the Underwriters have reasonable grounds to believe that the relevant event:

    (i) has, or may have, a materially adverse effect on the success, settlement or marketing of the Placement and/or the Entitlement Offer or on the ability of the Underwriters to market or promote or settle the Placement and/or the Entitlement Offer; or

    (ii) will, or is likely to, give rise to a liability of or contravention by the Underwriters or their affiliates under any applicable law or the Underwriters or their affiliates being involved in such contravention:
- the Company amends any of the offer documents without the prior written consent of the Underwriters;
- a statement in any certificate is false, misleading, deceptive, untrue or incorrect;
- a representation, warranty or undertaking or obligation contained in the Underwriting Agreement on the part of the Company is breached or is or becomes misleading or deceptive or not true or correct;
- the Company fails to perform or observe any of its obligations under the Underwriting Agreement;
- the final report issued by the due diligence committee established in connection with the Offer or any information supplied (including any information supplied prior to the date of the Underwriting Agreement) by or on behalf of the Company to the Underwriters for the purposes of the due diligence process, the offer documents or the Offer, is or becomes false, misleading or deceptive or is likely to mislead or deceive (including by omission);
- there is any adverse change, or an event that is likely to result in an adverse change, occurs in the assets, liabilities, financial position or performance, profits, losses or prospects of the Company and the group (insofar as the position in relation to an entity in the group affects the overall position of the Company) from those respectively disclosed in any offer documents, or as most recently disclosed to ASX by the Company prior to the date of the Underwriting Agreement;

# APPENDIX G: SUMMARY OF UNDERWRITING AGREEMENT (CONTINUED)

- either:
  - the Company contravenes any provision of the Corporations Act, its constitution, any of the ASX Listing Rules or any other applicable law; or
  - any of the offer documents or any aspect of the Offer does not comply with the Corporations Act. the ASX Listing Rules or the ASX waivers or ASIC modifications (if any) or any other applicable law;
- any of the following occur:
  - a director or senior executive is charged with an indictable offence;
  - any government agency charges or commences any court proceedings or public action against the Company or any of its directors in their capacity as a director of the Company, or announces that it intends to take action, or commences or gives notice of an intention to commence a hearing or investigation into the Company; or
  - any director is disqualified from managing a corporation under Part 2D.6 of the Corporations Act;
- resignation or termination of a senior executive occurs or there is a change in the membership of the board of directors of the Company;
- there is introduced, or there is a public announcement of a proposal to introduce, into the Parliament of Australia or any State or Territory of Australia a new law or regulation, or the Reserve Bank of Australia, or any Commonwealth or State authority (including ASIC), adopts or announces a proposal to adopt a new policy (other than a law, regulation, or policy which has been announced prior to the date of the Underwriting Agreement);
- a general moratorium on commercial banking activities in Australia, the United States of America, the United Kingdom, a member state of the European Union, Hong Kong or Singapore is declared by the relevant central banking authority in any of those countries or there is a disruption in commercial banking or security settlement or clearance services in any of those countries;
- hostilities not presently existing commence (whether war has been declared or not) or a major escalation in existing hostilities occurs (whether war has been declared or not) involving any one or more of Australia, the United States of America, United Kingdom, any member state of the European Union, Singapore, New Zealand, Hong Kong (excluding a recurrence of the recent hostilities, but including any escalation of those recent hostilities, through any military deployment by the People's Republic of China or otherwise), or the People's Republic of China, or a major terrorist act is perpetrated on any of those countries or any diplomatic establishment of any of those countries, or a state of emergency is declared by any of those countries (other than as already declared prior to the date of the Underwriting Agreement) or a major escalation occurs in relation to a previously declared state of emergency by any of those countries; or
- any adverse change or disruption to the existing financial markets, political or economic conditions of Australia, the Peoples Republic of China (including Hong Kong), Singapore, the European Union, the United States, the United Kingdom, New Zealand or the international financial markets or any development involving a prospective adverse change in national or international political, financial or economic conditions. If the Underwriters terminate their obligations under the Underwriting Agreement or the Placement and/or the Entitlement Offer is otherwise withdrawn, the Underwriters will not be obliged to perform their obligations that remain to be performed. Termination of the Underwriting Agreement could have an adverse impact on the amount of proceeds raised under the Placement and/or the Entitlement Offer. In these circumstances, the Company would need to utilise alternative funding options to achieve its objectives as described in this investor presentation.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PRODUCTS
TITANIUM
PRODUCTS
MONAZITE
CONTAINING
RARE EARTHS