



Monday, 17 June 2019

ARX COMPLETES THE ACQUISITION OF CYPRIUM AUSTRALIA PTY LTD

HIGHLIGHTS

- **ARX has completed all Conditions Precedent for the acquisition of Cyprium Australia Pty Ltd**
- **Experienced mining executives Mr. Gary Comb and Mr. Barry Cahill appointed as Non-Executive Chairman and Executive Director respectively**
- **Cyprium is currently earning into the Cue Copper Project from Musgrave Minerals Limited (MGV.ASX)**
- **Cue Copper Project includes the Hollandaire resource and multiple high priority drill targets**
- **\$2.25M equity raising completed, placing ARX in a strong financial position**
- **Arc Exploration Limited to change its name to Cyprium Metals Limited (ASX.CYM)**

Arc Exploration Limited ("ARX" or "the Company") is pleased to announce that following satisfaction of all conditions precedent it has completed the acquisition of 100% of the issued capital of Cyprium Australia Pty Ltd ("Cyprium"). Cyprium is a privately-owned Australian mineral exploration company founded by Gary Comb, Barry Cahill, Wayne Apted, Peter van Luyt and their advisors. Pursuant to an agreement between Cyprium and Musgrave Minerals Limited (ASX: MGV) ("MGV"), MGV has granted Cyprium an option to earn-in and joint venture for an 80% interest in the non-gold rights over the tenements at the Cue Copper Project.

Board Changes

ARX are pleased to appoint Mr. Gary Comb and Mr. Barry Cahill to the Board as Non-Executive Chairman and Executive Director respectively. Please see Appendix A for Relevant Experience and Appendix B for Terms of Employment.

Mr. Simon Taylor has retired from the Board and Mr. Aaron Bertolatti has retired as Company Secretary. The Board would like to thank Simon and Aaron for their contribution.

Mr. Wayne Apted has been appointed as Chief Financial Officer and Company Secretary.

Name Change

As approved at the Company's Annual General Meeting on 29 May 2019, the Company will be renamed 'Cyprium Metals Limited' and its shares will trade under the ASX code CYM.

For further information:

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APPENDIX A

Relevant Employment Experience

Gary Comb

Mr. Comb is an engineer with over 30 years' experience in the Australian mining industry, with a strong track record in successfully commissioning and operating base metal mines. He was Chairman of Finders Resources Limited from 2013 until its takeover in 2018. Mr. Comb was previously the Managing Director of Jabiru Metals Limited and the CEO of BGC Contracting Pty Ltd.

Barry Cahill

Mr. Cahill is a mining engineer with over 30 years' experience in exploration, operational mining and management. In particular his experience covers management of project development and construction from exploration drilling through project funding, commissioning and development. He was the Managing Director of Finders Resources Limited from 2013 until its takeover in 2018. Mr. Cahill has previously been executive director of a number of public companies including operations director at Perilya Limited and Managing Director of Australian Mines Limited and Norseman Gold Plc.

APPENDIX B

Mr. Barry Cahill - Key Terms and Conditions of Employment

Salary: Daily rate of \$1,650 per day for each day worked

Long-term incentives: Performance Rights with an expiry date of 5 years with the following Vesting Conditions:

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|---|------------------|
| Each Performance Right will vest upon completion of a transaction to acquire or earn into majority ownership interests in projects with exploration and mining tenements (Project) | 700,000 |
| Each Performance Right will vest upon public announcement of the delineation of 80,000t of contained copper (within any Mineral Resource category) upon the Projects | 600,000 |
| Each Performance Right will vest upon the earlier of: (a) public announcement of a Scoping Study that confirms the positive economics of the Projects; or (b) the volume weighted average price of the Shares equals or exceeds \$0.35 per Share for 5 consecutive trading days | 600,000 |
| Each Performance Right will vest upon the earlier of: (a) Board resolves to proceed with a Definitive Feasibility Study in respect of the Projects; or (b) the volume weighted average price of the Shares equals or exceeds \$0.40 per Share for 5 consecutive trading days | 600,000 |
| Total | 2,500,000 |

Termination and notice: The Company or the Executive Director may terminate the agreement by providing a 3 months' notice thereafter. The Company may elect, at its discretion to make payment in lieu.