



18 September 2019

AGUIA RESOURCES LIMITED

ASX Market Announcements
Level 6, Exchange Centre
20 Bridge Street
Sydney NSW 2000

AGUIA EXPLORATION UPDATE AND ROCK SAMPLE RESULTS FROM COPPER TARGETS

Sydney, Australia, - Aguia Resources Limited ABN 94 128 256 888 (ASX:AGR) (**Aguia** or the **Company**) is pleased to provide the Company's shareholders with an update to our exploration activities at our regional targets in the Rio Grande Copper Belt, southern Brazil.

SUMMARY

Aguia intends to commence more advanced exploration in the December quarter 2019, subject to budgets, including drilling aimed at adding to the Mineral Resource at the **Andrade Copper Project**. We will also commence a geophysics program to extend across our copper targets starting with possible extensions to Andrade and the nearby **Primavera** target (3.5km south).

Andrade has the potential to become a core regional project acting as a central point for regional copper discoveries. Andrade is ready to drill and 8 surrounding copper targets are being prepared.

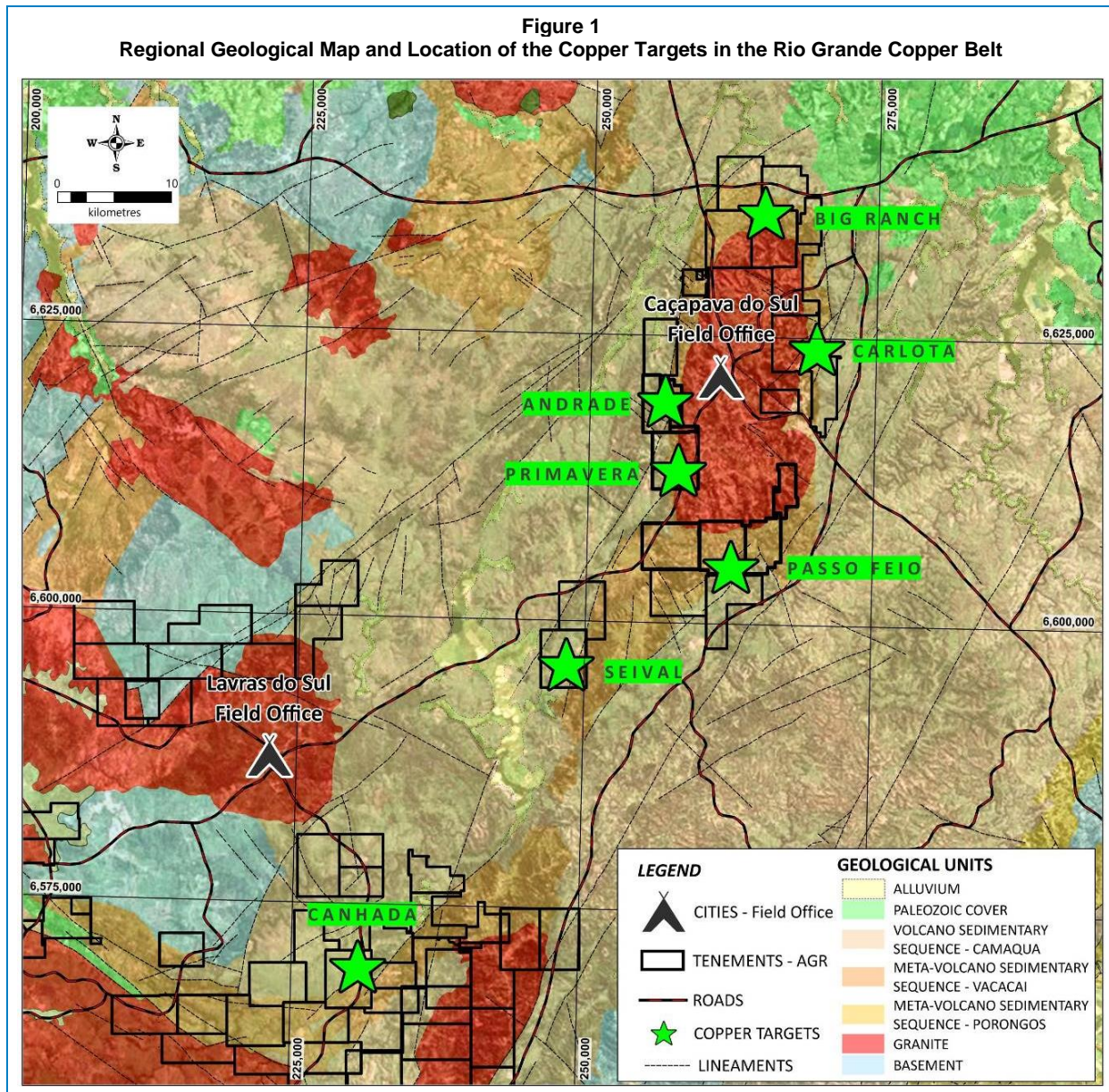
The geophysics is designed to help us optimise drill hole locations and rank our copper targets.

Ultimately drilling is required to confirm targets and make discoveries, however the regional extent of surface copper mineralisation in similar geological environments is encouraging, these being repetitions of heavily fractured rocks (sandstones, conglomerates, volcanics) either adjacent to or above granites which are known to have produced copper and other metal bearing fluids (silver and gold).

Aguia has been intensifying the mapping and surface sampling over some of its recently discovered copper / silver and gold targets in the region around our field offices and results include:

Table 1 Aguia – Notable Recent Exploration Results				
Target	Commodity	Sampling	Result	Notes
Carlota	Gold, copper	Channel	8m at 0.97g/t gold and 13m at 0.72g/t gold	Prior rock samples; 48g/t gold and 1.63% copper, and further north to the new sample 13.4g/t gold and 0.18% copper.
Passo Feio	Copper, silver	Rock	1.55% copper and 29g/t silver	In coarse conglomerate layer near hill top. Trenches have been opened here with results pending.
	Copper	Rock	2.1% copper	Outcrop, dirt road, volcanic rock.
Seival	Copper	Rock	2.3% copper	Outcrop of sandstone

All of Agua's copper exploration permits (tenements) are located in Southern Brazil in the State of Rio Grande do Sul. The map below (Figure 1) identifies our field offices (in Caçapava and Lavras), our tenements and also our copper portfolio being the Andrade Copper Project and numerous copper targets.



Carlota Target – Gold / Copper

Rock and soil sampling at Carlota have identified anomalous zones of elevated copper and gold; including a gold-in-soils anomaly measuring over 500 meters in length with rock chip samples of up to 48g/t gold and 1.63% copper. A trench was sampled in the northern portion of this trend returning 8 meters grading 0.97g/t gold. Further to the north of Carlota one individual grab rock sample returned 13.4g/t gold and 0.16% copper.

Further sampling (rock and trenching) is planned along with geophysics to define potential drill locations.

Figure 2
Geological Map of the Carlota Target, Highlighting the Rock, Channel and Soils Samples Location

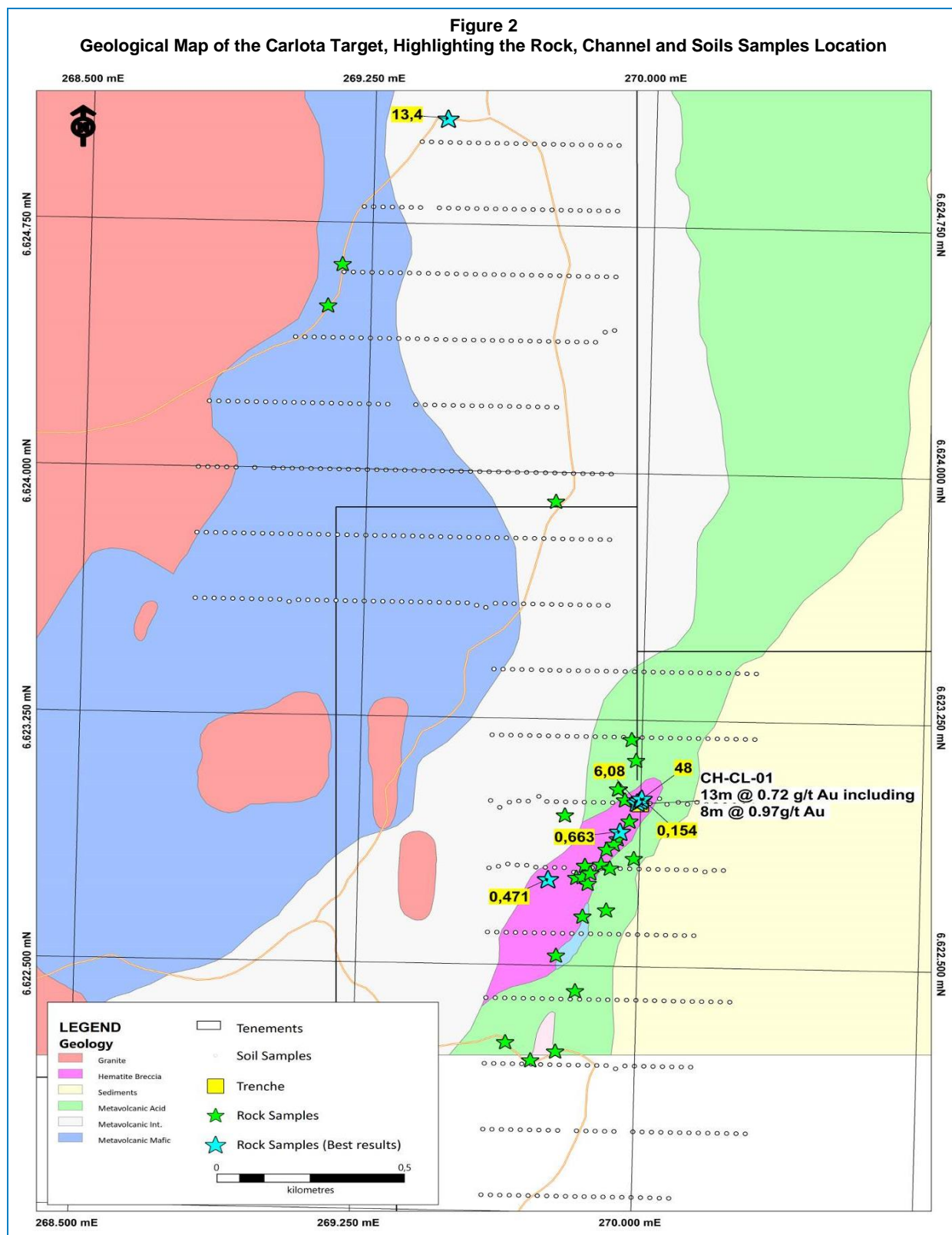


Figure 3
Extensive Surface Malachite which Contains Copper Mineralization at Carlota



Seival Target – Copper / Silver

The Seival Target is crossed by two major NNE trending regional faults. Both are mapped to extend northwards, where they narrow and pass through the Andrade Copper Project.

It is believed that fluids from the more recent emplacement of granite may have mobilised up these faults to near surface and are the source of copper occurrences mapped at surface.

Soil sampling at the Seival target is in progress and recent grab samples of sandstone outcrops has returned up to 2.3% copper.

Seival is predominately located in undulating pasture land and geophysics is planned to define potential drill locations.

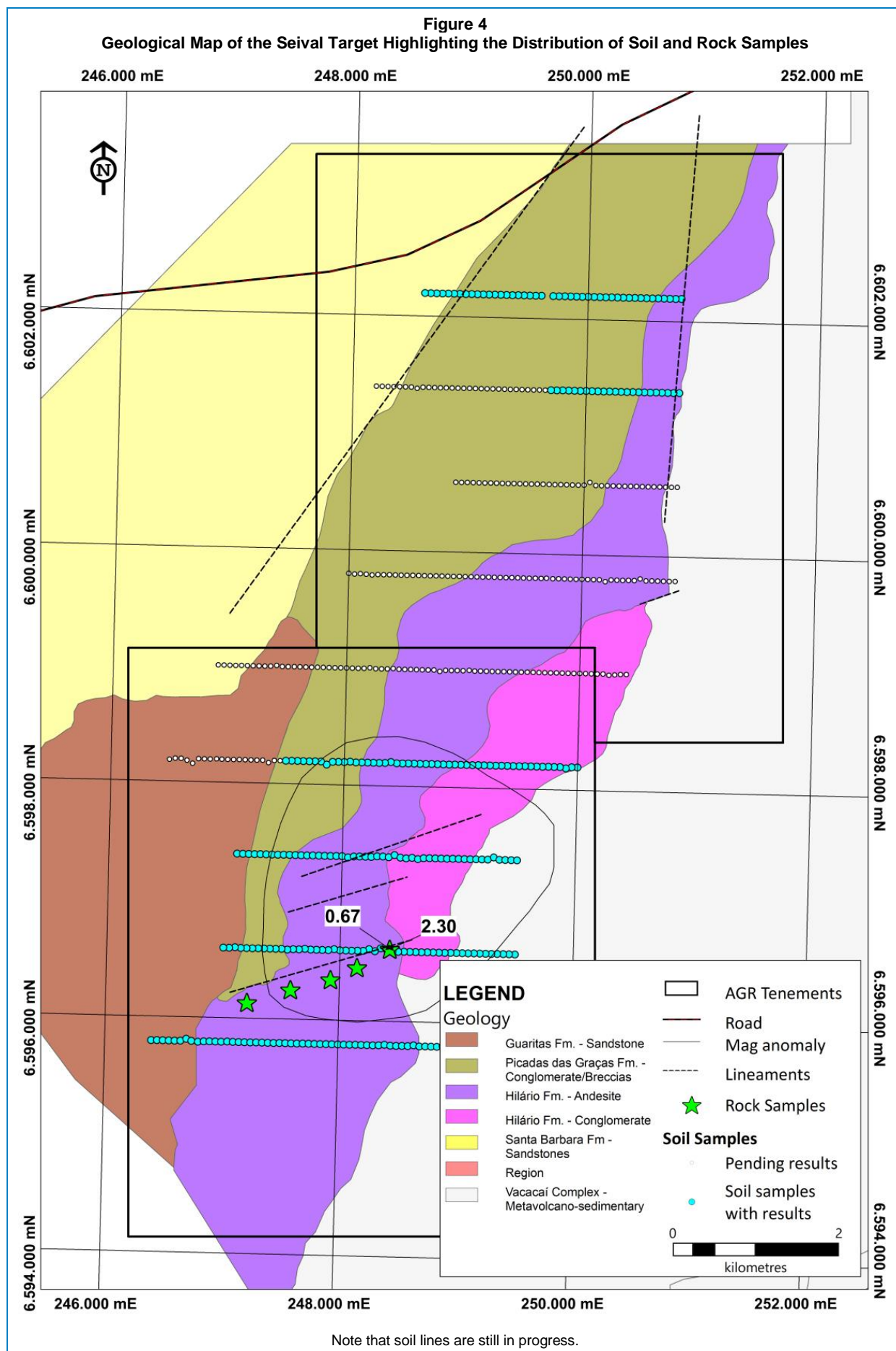


Figure 5
Sandstone Outcrop at the Seival Target, showing Extensive Malachite Containing Copper Mineralisation Disseminated in the Matrix of the Host Rock



Passo Feio Target – Copper / Silver

Passo Feio was identified initially via regional geophysics as a 16km² magnetic low.

Sampling has returned 1.55% copper and 2.1% copper in different rock types. Soil sampling is in progress to follow-up on these initial results and recently two trenches were opened (within the coarse conglomerate) to follow up on the rock sample results (Figures 6 and 7). These trenches are being sampled and results are expected soon.

Figure 6
Geological Map of the Passo Feio Target highlighting the Copper Minerals Occurrences in the Area as well as the Rock Sampling and Soil Grid Sampling that is in Progress

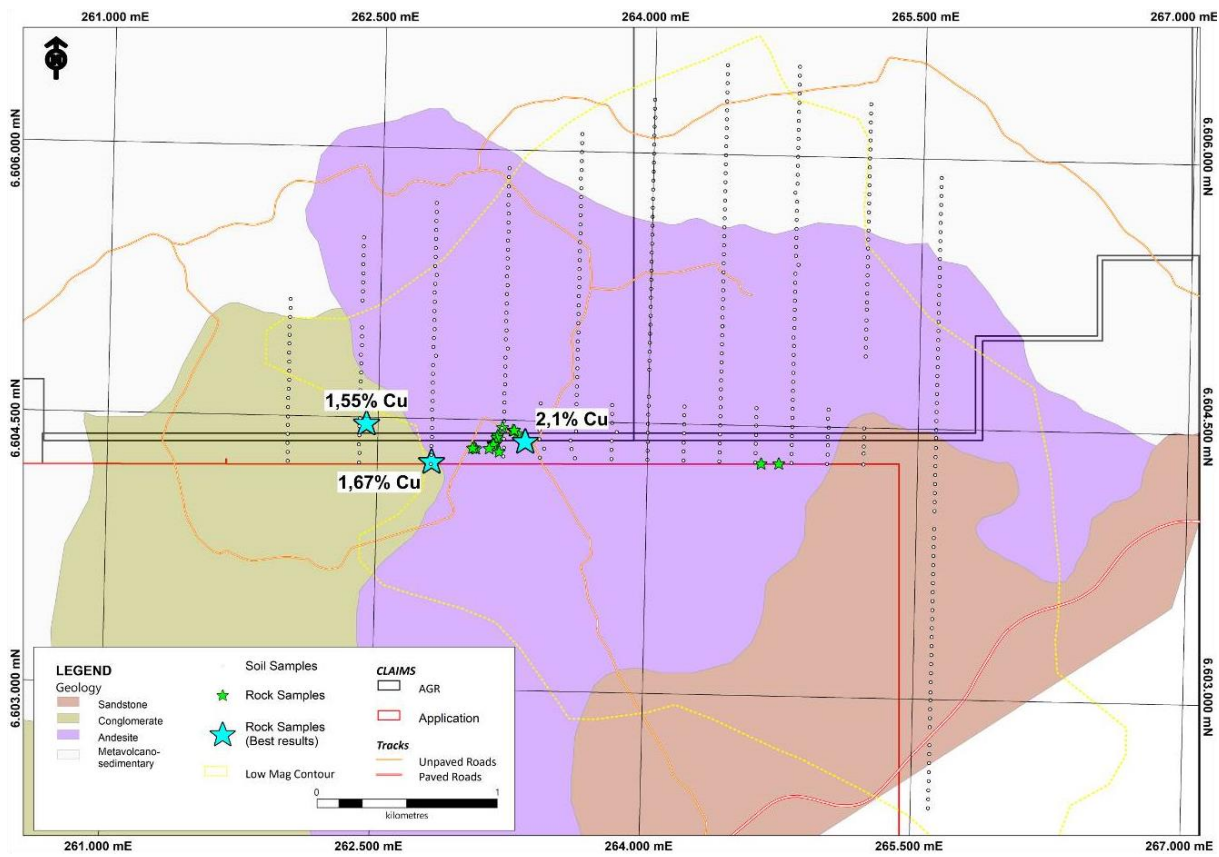


Figure 7
Trench Dug at Passo Feio Target cutting the Hydrothermally Altered Conglomerate that returned 1.55% Cu and 29g/t Ag



Figure 8
Example of Coarse Conglomerate showing Copper as Malachite within the Weak Porous Matrix between Rock Fragments



Figure 9
Copper as Malachite showing Inside the Trench at Passo Feio Target



Figure 10
Copper showing as Malachite in Volcanic Outcrop on Dirt Road at Passo Feio Target



Additional Geological Details

Table 2
Channel Assays Results from Carlota Target

ID	From_(m)	To_(m)	Width_(m)	Sample	Au_ppm	Cu_ppm
CH-CL-01	0.00	1.00	1.00	95538	0.03	184
CH-CL-01	1.00	2.00	1.00	95539	0.03	307
CH-CL-01	2.00	3.00	1.00	95540	0.02	161
CH-CL-01	3.00	4.00	1.00	95541	0.04	223
CH-CL-01	4.00	5.00	1.00	95542	0.02	235
CH-CL-01	5.00	6.00	1.00	95543	0.10	208
CH-CL-01	6.00	7.00	1.00	95544	0.01	47
CH-CL-01	7.00	8.00	1.00	95545	0.77	872
CH-CL-01	8.00	9.00	1.00	95546	0.03	253
CH-CL-01	9.00	10.00	1.00	95547	0.58	366
CH-CL-01	10.00	11.00	1.00	95548	0.02	243
CH-CL-01	11.00	12.00	1.00	95549	1.48	450
CH-CL-01	12.00	13.00	1.00	95550	0.87	316
CH-CL-01	13.00	14.00	1.00	95551	0.09	246
CH-CL-01	14.00	15.00	1.00	95552	0.68	380
CH-CL-01	15.00	16.00	1.00	95553	2.01	800
CH-CL-01	16.00	17.00	1.00	95554	0.82	600
CH-CL-01	17.00	18.00	1.00	95555	0.84	489
CH-CL-01	18.00	19.00	1.00	95556	0.98	368
CH-CL-01	19.00	20.00	1.00	95557	0.26	297

Table 3
Rock Assays Results from Passo Feio Target

Sample_ID	UTM_E	UTM_N	Elevation (m)	Ag_ppm	Cu%
106872	264632	6604291	182	<0.5	0.04
106892	263319	6604388	171	12.8	2.10
106893	263192	6604461	182	9.8	0.44
106894	263276	6604429	182	2.0	0.06
106895	263255	6604444	182	0.6	0.17
106896	263251	6604445	182	0.5	0.12
106897	263166	6604417	180	<0.5	0.04
106898	263163	6604404	183	<0.5	0.08
106899	263158	6604376	174	<0.5	0.10
106900	263141	6604370	172	<0.5	0.03
106901	263149	6604363	172	<0.5	0.06
106902	263143	6604365	175	0.7	0.37
106903	263121	6604343	175	<0.5	0.01
106904	263047	6604340	182	0.9	0.04
106905	263037	6604345	183	0.7	0.03
106906	263028	6604343	182	0.6	0.04
106908	263176	6604326	168	<0.5	0.04
106911	263251	6604448	182	<0.5	0.13
106912	263258	6604447	179	3.5	0.19
106936	264730	6604293	146	<0.5	0.06
106937	262802	6604265	183	12.9	1.68
106938	262436	6604470	258	29.3	1.55

Quote by Technical Director – Mr Fernando Tallarico

“We are extremely pleased with results of our regional targets. Progressively our model for the geological framework of the area and the mechanisms of hydrothermal alteration is showing results and improving our targeting. We are preparing our targets for initial scout drilling programs that we expect will take place in the first quarter of 2020. We are also reviewing all the regional geophysical data and planning an extensive geophysical survey in our tenements that hopefully assist the upcoming drilling campaign. Our immediate focus is drilling at our Andrade Copper Project aimed at increasing our resources.”

Quote by Executive Director – Mr David Shearwood

“Agua benefits from the painstaking geological work by our team over 11 years. On the copper front the decision to peg ground in mid-2015 is now reaping rewards after years of detailed mapping on the ground with us now focussing on expanding the Andrade Copper Project and soon drilling up to 8 separate copper targets within 6 target areas. We have a large land position within a known copper belt. Drilling is the ultimate test and we welcome drilling commencing soon. Agua is targeting JORC compliant tonnes and grade to underpin any valuation of our copper assets in the future.”

The Board and Management looks forward to providing all shareholders with fulsome details of how our genuinely held belief that the Company could become a valuable mineral exploration and production company may become a reality.

For more information in relation to the Review or about Agua, please contact Christina McGrath, Chair at cmcgrath@aguiaresources.com.au or visit's Agua's website at www.aguiaresources.com.au.

JORC Code Competent Person Statements:

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dr Fernando Tallarico, who is a member of the Association of Professional Geoscientists of Ontario. Dr Tallarico is a full-time employee of the company. Dr Tallarico has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being 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'. Dr Tallarico consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

About Agua:

Agua Resources Limited, ("Agua") is an ASX listed company whose primary focus is on the exploration and development of mineral resource projects in Brazil. Agua has an established and highly experienced in-country team based in Rio Grande State, Southern Brazil with corporate offices in Sydney, Australia. Agua's key projects are located in Rio Grande do Sul, a prime farming area which is 100% dependent on phosphate imports. The Rio Grande phosphate deposits exhibit high quality and low-cost production characteristics, and are ideally located with proximity to road, rail, and port infrastructure. Agua's experienced management team has a proven track record of advancing high quality mining assets to production in Brazil.

Cautionary Statement on Forward Looking Information

This press release contains "forward-looking information" within the meaning of applicable Australian securities legislation. Forward-looking information includes, without limitation, statements regarding the results of the Mineral Resource Statement, the mineral resource estimates, production targets, the anticipated timetable, permitting, forecast financial information, bankable feasibility study and ability to finance the project, and the prospectivity and potential of the Três Estradas Phosphate Project and Rio Grande Copper claims.

Generally, forward-looking information can be identified by the use of forward-looking terminology such as "plans", "expects" or "does not expect", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates" or "does not anticipate", or "believes", or variations of such words and phrases or state that certain actions, events or results "may", "could", "would", "might" or "will be taken", "occur" or "be achieved". The material factors and assumptions underlying the forward-looking information of the Mineral Resource Statement results have been outlined above and will be detailed in the associated technical report.

Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of the Company to be materially different from those expressed or implied by such forward-looking information, including risks inherent in the mining industry and risks described in the public disclosure of the Company which is available on the ASX website at www.asx.com.au and on the Company's website at www.aguiarresources.com.au. These risks should be considered carefully.

Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking information, there may be other factors that cause results not to be as anticipated, estimated or intended. Persons reading this news release are cautioned that such statements are only predictions and there can be no assurance that such information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking information. The Company disclaims any intent or obligation to update or revise any forward-looking statements whether as a result of new information, estimates, options, future events, results or otherwise and does not undertake to update any forward-looking information, except in accordance with applicable securities laws.

**None of the Australian Stock Exchange or their Regulation Services Provider
Accepts Responsibility for the Adequacy or Accuracy of this Release.**