



Bounty Mining Limited

Suite 301, Level 3, 66 Hunter Street, Sydney NSW 2000, Australia

ASX:B2Y www.bounty.com.au

ACN: 107 411 067

20 September 2019

ASX Announcement

Free Cash Flow Covenant Not Met

Under the terms of the Loan Facility Agreement dated 27 December 2018 with its major shareholder Amaroo Blackdown Investments, LLC (**Amaroo**), Bounty has been required to meet a monthly Free Cash Flow covenant since 1 February 2019. Failure to meet the covenant is an event of default under the Loan Facility Agreement.

On 16 September 2019, the parties determined that Bounty had not met this covenant for the month of August 2019 and Bounty immediately requested a waiver from Amaroo.

Today, Bounty received a letter from Amaroo notifying Bounty of the event of default and noting Bounty's request for a waiver. The letter confirms that Amaroo expects to respond sometime during the week commencing 23 September 2019.

Under the terms of the Loan Facility Agreement, if Amaroo notifies a default of the Free Cash Flow covenant (and does not waive the default), Amaroo can require Bounty to repay the outstanding loan within 30 days. The loan facility is currently due for repayment on 30 September 2019, subject to shareholders approving the resolutions proposed at the general meeting to be held on 30 September 2019.

Further information:

Rob Stewart

Chairman, Bounty Mining Limited

Rob.stewart@bounty.com.au