



MARKET UPDATE

3 April 2020

Greenvale Energy Limited (ASX: GRV) set out the following market update:

Gold Basin investment

Transfer of ownership

The Company advises that the representative of Aurum Exploration Inc (**Aurum**) the 49.99% owner of the Gold Basin project has rejected its proposal of the structure that was put forward last year. The Company is waiting for a proposal from Aurum in relation to its proposal of a relevant structure and as soon as it receives the appropriate feedback, it will update the market.

Ownership of the Gold Basin project

On the 27th January 2020 (**Previous Announcement**), the Company announced that a private company looking to list on the Canadian Securities Exchange had acquired both the 49.99% Aurum interests and the approximately 25% economic interest (New England Metals Pty Ltd or "**NEM**") in the Gold Basin project, therefore giving it an approximately 75% economic interest in the Gold Basin project. The announcement was based on "binding agreements" being in place between the private group and Aurum and NEM, as advised by the Director and President of the private company. The Company also notes that at the time, it confirmed via sending a draft announcement to the Director and President of the private company as well as the NEM representative the form of the announcement prior to release.

Since that time, the Company has been engaged in correspondence with the Director and President of the private company (who also represented himself as the Aurum representative) along with the NEM representative concerning the ownership structure of the Gold Basin Project. At the time of preparing the Previous Announcement, it was understood that the term "binding" has meant completed transactions and free of all conditions. However, it is now the understanding of the Company that both the Aurum and NEM transactions are not complete and that "binding" meant agreement to terms only.

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As a result of the above, the ownership structure of the Gold Basin Project remains as first announced, meaning Aurum – a 49.99% owner, NEM and GRV approximately 25% each. Naturally, this would change should completion by the private entity of the above interests transpire and subject to any rights that GRV may have under the shareholders agreement with NEM.

Alpha

The Company has lodged its application with the Queensland Department of Natural Resources, Mines (DNRM). The effect of the application is to seek a reduction of the expenditure based on a certain work program suggested by SRK Australia mining consultants. Upon agreement with the DNRM, the Company will provide an update on the scope and costing of the works to be completed.

For further information, please contact:

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