



ASX Release
31 July 2020

ADAVALE RESOURCES LIMITED

ACTIVITY STATEMENT FOR THE QUARTER ENDED 30 JUNE 2020

CORPORATE

Adavale Resources Limited (“Adavale”, or “Company”) was pleased to announce it had entered into a five year Standby Subscription Agreement with LKC Technology Pty Limited to progress with the ongoing operations and working capital.

BOARD AND OFFICE CHANGES

During the period Adavale accepted the resignation of Peter Tsegas and appointed Alan Armstrong effective 17th June 2020.

STANDBY SUBSCRIPTION AGREEMENT

The above-mentioned Standby Subscription Agreement with LKC Technology is a five-year agreement announced on 29 April 2020. The facility investor agrees to subscribe to shares if requested by the company subject to the terms and conditions of the Facility agreement. A drawdown will have fully paid ordinary shares issued at the value of the drawdown notice at a price of 80% of the 5 day VWAP prior to issue.

OUTLOOK

Following the successful application and granting of the Kabanga North and Kabanga North East tenements in March, Adavale completed the process to transfer ownership. Adavale is in the process of engaging exploration in these two areas. Adavale is still in discussions with potential JV partners regarding tendering the neighbouring Kabanga Nickel Project however, no developments have been made thus far.

Adavale Minerals Pty Ltd, the subsidiary of Adavale Resources Limited holds three exploration licenses within the highly prospective sedimentary uranium province within the north part of the Lake Frome Embayment. These include EL 5892 comprising 92km², EL 5893 comprising 167km² and EL 5644 of 137km². Applications for renewal of these exploration licenses have been made and were subsequently granted.

Louis Clinton
Chairman