

25 February 2021

Copper gold spin out completed as disaggregation strategy unlocks significant value for Mayur.

Mayur Resources Limited (ASX:MRL) has successfully listed its copper and gold assets in Papua New Guinea on the TSX-Venture Exchange in Canada as Adyton Resources Corporation (**TSXV:ADY**).

The spin out saw more than C\$10.5 million raised via a syndicate of northern hemisphere banks which valued Adyton at circa C\$38 million. Shares in ADY commenced trading on the TSXV on 24 February, in a range between C\$0.26 to C\$0.40.

Mayur owns circa 43% of ADY shares on issue, valued at approximately C\$14million to C\$21million on the above range. This equates to approximately A\$0.07 to A\$0.10 per MRL share, representing around 24% to 38% of MRLs current share price. Mayur has non-executive representation on the ADY Board and appointed Managing Director Mr Frank Terranova.

Managing Director Paul Mulder said Adyton's listing represented a key milestone in the delivery of Mayur's disaggregation strategy which is designed to unlock the underlying value that exists within a diversified portfolio of assets which includes cement, limestone, energy, and industrial minerals.

"this transaction has demonstrated the intrinsic value of Mayur's copper gold assets that the Board and major shareholders believed the market was not fully valuing. Independent brokers research, prior to the pre spin out, was assigning an average of 7.5% of MRLs share price target to the value of our copper/gold assets. Post spin out this is now 24% to 38% based on the above trading range, hence representing a 3.3 to 5 times uplift. The mark to market look through valuation now provides a clear valuation for Mayur's holding in Adyton going forward" Mr Mulder said.

"this is a win/win for Mayur shareholders and our PNG stakeholders who will now see these assets materially progressed in real time, with a high calibre and dedicated management team. Of particular interest has been the recently reprocessed Feni Island IP geophysical data which shows a strong copper porphyry interpretation and will be tested by an upcoming drill programme."

"We have learned a lot from this initial spin out and will apply this knowledge as we look to unlock further value from our portfolio via our ongoing disaggregation strategy. The Adyton spin out has confirmed that Mayur has the capability to complete value creating opportunities for shareholders and we look forward to updating the market in coming weeks as we continue to deliver on this strategy." he said.

Mr Mulder said Mayur intends to distribute the ADY shares to MRL shareholders via an in-specie distribution. He expects that 75% of the holding will be distributed approximately 12 months from the Adyton listing date and the remaining 25% distributed six months later in accordance with TSXV escrow conditions and other regulatory and shareholder approvals.

"The demerger of the copper and gold portfolio will also reduce overall operating costs and enable Mayur to further refine and simplify the business and focus on core project development activities" he said.

*Above based on 1 \$A = 1 C\$. For further information on Adyton please visit www.adytonresources.com

This announcement was authorised by Mr Paul Mulder, Managing Director of Mayur Resources Limited.

*Nation building
in Papua New Guinea*



For more information or photos:

Paul Mulder
Managing Director
Phone +61 (0)7 3157 4400
info@mayurresources.com

Gareth Quinn
Corporate Affairs Manager
Mobile: 0417 711 108
gareth@republicpr.com.au

ABOUT MAYUR RESOURCES

Mayur Resources is an ASX-listed company focused on the development of natural resources in Papua New Guinea. The maturation of our diversified asset portfolio, which spans industrial minerals, power generation, copper and gold, will contribute to nation-building and job creation in a country experiencing a significant growth trajectory. Our unique portfolio of projects, many in close proximity to world scale producing mines, are either coastal or near the coast for easy development and access to future seaborne markets.