



ASX Announcement

Clara Resources Australia Limited (ASX: C7A)

29 March 2023

Binding Term Sheet Executed for Sale of Granville Tin Project

The Board of Directors of Clara Resources Australia Limited (ASX-C7A) (“**Company**”) are pleased to advise that the Company has executed a further binding term sheet for the sale of the Company’s wholly owned subsidiary, Ten Star Mining Pty. Ltd (“**Ten Star**”). Ten Star holds the tenements and other assets, including a rehabilitation bond, relating to the Granville Tin Project in Tasmania.

The purchaser is Reforme Group Pty. Ltd, an unrelated private company which holds mining tenements elsewhere in Australia.

Full transaction documents will be completed with an execution date on or before 14 April 2023.

The purchase price totaling \$650,001 will be payable as follows:

1. \$250,001 payable on execution of the full transaction documents (first tranche payment), and
2. \$400,000 in deferred payments, to be paid post-completion, as follows:
 - \$130,000 one month after the first tranche payment,
 - \$130,000 two months after the first tranche payment, and
 - \$140,000 three months after the first tranche payment.

The deferred payments will be secured over the Granville assets including rehabilitation bonds.

The sale is subject to obtaining and all regulatory approval(s) which may be required.

The sale is also subject to a pre-emptive right which must be exercised within 5 days of notice of this transaction. Notice of the required pre-emption has been forwarded.

The term sheet may be terminated by Clara if the Buyer fails to make any of the purchase price payments, or if there is a material breach by the Buyer. Either party may terminate the Term Sheet if either party becomes insolvent.

This announcement has been authorized by the Board of Directors

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