

Mayur's Forestry Carbon Credit Projects: Project Update

6 March 2024

Mayur Resources Limited (ASX:MRL) (**Mayur** or the **Company**) provides an update on its forestry carbon credits project in Papua New Guinea (the **Carbon Trade Forestry Project**).

Mayur announced in January 2024 that the National Court of Justice in Papua New Guinea (**PNG**) had ruled in favour of Mayur in relation to an earlier purported cancellation of its Timber Permits for carbon trading (the **2024 Court Decision**). The Timber Permits (the **Permits**) allow for the development of the Carbon Trade Forestry Project held by Mayur's wholly owned subsidiary, Mayur Renewables PNG Ltd.

The effect of the 2024 Court Decision, in favour of Mayur's application, was to quash the earlier purported cancellation by the Papua New Guinea Forestry Authority (**PNGFA**) of Mayur's Permits and enable the Carbon Trade Forestry Project to continue. The 2024 Court Decision confirmed that Mayur's Permits to conduct its Carbon Trade Forestry Project, were valid.

Frustratingly, the Company has received a Notice of Intention to Cancel (**Notice**) the Permits from PNGFA's Managing Director, who previously recommended to the then Forestry Minister to grant Mayur its Permits for carbon trading. The Notice's intention is to facilitate logging to occur and purports to commence a process to cancel Mayur's Permits again.

Mayur's position and that of its representing legal counsel on this matter is that the PNGFA is legally precluded from revisiting any grounds for the cancellation of Mayur's Permits which have already been quashed in the 2024 Court Decision. Consequently, Mayur intends to contest the Notice from the PNGFA and considers it to be wholly without merit.

Commenting on recent developments, Mayur's Chairman, Mr. Richard Pegum commented:

"Shareholders should be aware that Mayur fully supports the PNG Government's stance from the highest authority as it relates to forest preservation. The PNG Prime Minister Hon. James Marape has publicly stated at global summits:

"Thank you very much to the European Union, and Papua New Guinea eagerly anticipates this partnership, which will play a pivotal role in safeguarding our rainforests for the benefit of our future generations".¹

"The EU-FCCB, operational from 2023 to 2027, aligns with Papua New Guinea's commitment to ensure the sustainable management of its natural resources and transition towards a green, carbon-neutral economy".¹

"PNG recognizes the need to save Earth. God has blessed us with 13 percent of the world's tropical rainforests and 6 percent of its bio-diversity. These global assets, we want to preserve".²

Our Forestry Project will protect over 790,000 hectares of forests from being logged and provide not only ecological benefits but significant and far superior direct economic benefits vs. logging, for landowners and rural communities.

¹ The full statement, dated 31 October 2023 is available on the PNG Prime Minister's website: <https://pmnec.gov.pg/prime-minister-hon-james-marape-emphasises-papua-new-guineas-commitment-as-a-forest-nation/>.

² The full statement is available at The Diplomat website, 1 October 2021: <https://thediplomat.com/2021/10/pngs-prime-minister-wants-to-save-his-countrys-rainforest-he-cant-do-it-alone/>

Although this is delaying our progress on some of our forestry carbon credits projects, we remain fully committed and confident in the far superior direct economic benefits carbon trade will bring to the landowners of PNG and to utilise these carbon credit projects to offset emissions generated in the development of the PNG economy.

Our continued focus on the development of our core assets in PNG, particularly the Central Lime Project, presents immense benefits for the people and domestic economy of Papua New Guinea. The utilisation of nature based forestry carbon credit offsets will elevate PNG to be one of the premier providers of carbon neutral building products such as Quicklime – fulfilling the PNG Prime Minister’s vision for PNG.”

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This announcement was authorised by the Board of Directors of Mayur Resources Limited.

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ABOUT MAYUR RESOURCES

Mayur Resources Limited is focused on the development of natural resources and renewable energy in Papua New Guinea. Our diversified asset portfolio spans iron and industrial sands, lime and cement, nature based forestry carbon credits, battery minerals and renewable power generation (geothermal and solar). Mayur also holds a 43% interest in copper gold explorer/developer Adyton Resources, a company listed on the TSX-V (TSXV:ADY).

Mayur’s strategy is to serve PNG and the wider Asia Pacific region’s path to decarbonisation by developing mineral projects that deliver higher quality, lower cost, and “net zero” inputs for the mining and construction industries, as well as constructing a renewable energy portfolio of solar, wind, geothermal, nature based forestry carbon credit estates, and battery storage.

Mayur is committed to engaging with host communities throughout the lifecycle of its projects, as well as incorporating internationally recognised Environmental, Social and Governance (ESG) standards into its strategy and business practices.