

## ASX ANNOUNCEMENT

2 July 2024

### UPDATE ON SALE OF ASHFORD COKING COAL PROJECT

The Directors of Savannah Resources Ltd (**Savannah** or **the Company**) (ASX : **SVG**) are pleased to provide an update with respect to the completion of the Share Purchase Agreement for the sale of Savannah's remaining shareholding in Renison Coal Pty Ltd, the entity that owns the Ashford Coking Coal Project, to Clara Resources Australia Ltd (**Clara**).

Savannah and Clara have entered into a further Letter Deed of Variation to the Share Purchase Agreement extending the Completion Date to no later than 10 July 2024 and bringing forward the deferred consideration payment.

As per Savannah's ASX Announcements of 22 May 2024 and 31 May 2024, the consideration to be received by Savannah for the sale of its remaining shareholding interest in Renison Coal Pty Ltd and the timing of payment comprises:

- Upfront consideration of:
  - \$750,000 cash received by Savannah on 31 May 2024.
  - \$200,000 cash for extension fees for extensions granted to the Completion Date with \$100,000 received by Savannah on 11 June and a further \$100,000 received by Savannah on 21 June 2024.
  - \$3,010,000 cash to be paid to Savannah at Completion, with completion now to occur by no later than 10 July 2024; and
  - 11.1 million Clara ordinary shares (which were issued to Savannah on 3 May 2024) which has taken Savannah's shareholding interest in Clara to approximately 19.5%;
- Deferred consideration of \$300,000 cash now to be paid by Clara to Savannah at Completion (originally to be paid by 31 July 2024).
- A retained royalty interest for Savannah to be paid \$0.75 per tonne for every tonne of coal produced from the Ashford project. The current Indicated and Inferred Resource at Ashford is 14.8 million tonnes<sup>1</sup> of in-situ coal.

Completion of the sale of Savannah's remaining shareholding in Renison Coal Pty Ltd will allow Savannah to bring forward realisation of value for the Ashford Project for Savannah shareholders. It allows Savannah to remain focussed on and provides funding for progressing our gold mining and exploration projects in North Queensland and provides a 'pure play' gold investment profile for Savannah investors. Savannah shareholders will retain considerable

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<sup>1</sup> Refer to Savannah ASX announcement dated 20 November 2017

exposure to the Ashford Coking Coal Projects' future potential through the ~19.5% shareholding interest in Clara and the retained royalty interest on coal sold from the project.

*This Announcement is Authorised by the Board of Directors*

A handwritten signature in blue ink, appearing to read "Paul Marshall".

Paul Marshall  
Company Secretary

**For further information contact:**

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The information relating to the Mineral Resources at the Ashford Coking Coal Project is extracted from the ASX Announcement as follows:

ASX Announcement titled:

**'Ashford Coking Coal Project - Increased Resource' dated 20 November 2017.**

The report is available to view on the Savannah Resources website [www.Savannahresources.com.au](http://www.Savannahresources.com.au). The report was issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, and also "Australian Guidelines for the Estimation and Classification of Coal Resources, (2014)". The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.