

ASX ANNOUNCEMENT

22nd October 2020

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Update in Relation to Gascoyne Resources Limited

Leading Australian Resources and Infrastructure contractor NRW Holdings Limited (ASX: NWH) is pleased to provide an update on the agreements reached with Gascoyne Resources Limited (ASX: GCY) (or “Gascoyne”) following their successful recapitalisation process.

The key elements of our agreement are

- Mining Contract – NRW has agreed binding terms with GCY for an extension of both Mining and Drill & Blast services for the full life of mine at the Dalgarranga Gold Project which increases the overall contract value by circa \$180M.
- Recovery of all pre administration debts:
 - NRW has received \$7 million in cash as foreshadowed in the recapitalisation agreement, and;
 - NRW received 24 million GCY shares (post consolidation) valued at \$12 million at the issue price of the equity raising.
 - A further \$13.7 million will be paid linked to ounces produced and the gold price.
- NRW also exercised its rights as part of the Entitlement Offer and now holds in total 36.9 million shares in GCY (post consolidation) valued at \$19.6 million based on the GCY closing price on the 21st October 2020.

Commenting on the work undertaken with Gascoyne and FTI as administrators Andrew Walsh NRW’s CFO noted

“We have worked closely with the teams in both Gascoyne and FTI to support the recapitalisation plan recognising that a viable Dalgarranga project was critical to the success of that process. Output from the project has been consistently above 6,000 ounces a month for most of this year which has provided the basis for a great solution for both Gascoyne and NRW”

“Recent announcements on potential additional resources will provide opportunities for NRW to provide additional services beyond the current Life of Mine Plan”

This ASX Announcement has been approved in accordance with the Company’s published continuous disclosure policy and authorised for release by the Board of NRW Holdings Limited.

Kim Hyman
Company Secretary

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About NRW Holdings Limited:

NRW is a Leading, diversified provider of contract services to the resources and infrastructure sectors in Australia. With extensive operations in Western Australia, South Australia, New South Wales, Queensland and Victoria. NRW's geographical diversification is complemented by its delivery of a wide range of operations. These encompass civil expertise including bulk earthworks and concrete installation; contract mining and drill and blast. NRW also offers a leading original equipment manufacturing (OEM), specialist maintenance (shutdown services and onsite maintenance), industrial engineering and innovative materials handling design capability with comprehensive additional experience for refurbishment and rebuild service for earthmoving equipment and machinery. NRW has a workforce of around 6,000 people supporting more than one hundred projects around Australia supporting clients across the infrastructure, resources, industrial engineering, maintenance and urban sectors

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