



ASX Reinstatement and Corporate Update

Blina Minerals NL (ASX: BDI) (**Blina Minerals** or the **Company**) is pleased to provide shareholders with an update in relation to the reinstatement of the Company to Official Quotation of the ASX.

As shareholders are aware, the Company was suspended from Official Quotation on the ASX on 18 March 2020. Since that date, the Company and its Board have been working with our legal advisors and the ASX to seek approval from the ASX to allow the Company to be reinstated to the Official List of the ASX.

The Company is pleased to advise shareholders that the ASX has approved the recapitalisation proposal of the Company and in addition has also approved the Company's proposed acquisition of the remaining 50% interest in Colour Minerals Pty Ltd (**CMPL**), the 100% owner of the Barkly-Babbler Copper-Gold Project located in the Northern Territory, Australia. The remaining 50% interest is being acquired from Kalgoorlie Mine Management Pty Ltd (**KMM**) for proposed total consideration of 100 million shares (*on a post-consolidation basis*) and the issue of 50 million options (*on a post-consolidation basis*) exercisable at \$0.03 per option (*on a post-Consolidation basis*) expiring 3 years from the date of issue.

The completion of this acquisition will mean that BDI will own 100% of CMPL.

The reinstatement of BDI, a share and option placement, a Share Purchase Plan (**SPP**) and the proposed acquisition of the remaining 50% interest in CMPL are all conditional on shareholder approval.

Further details of the recapitalisation strategy are set out below.

Consolidation of Share and Option Capital

The Company will be consolidating its share and option capital on the basis of 1 new share for each 50 shares currently held. This will have the effect of reducing the total number of shares on issue to 125,385,429 shares and reducing the total number of options on issue to 20,277,778 options with an exercise price of \$0.10 per *option (on a post-Consolidation basis)* and an expiry date of 17 August 2021.

The consolidation of the Company's share and option capital is subject to approval from shareholders.

Recapitalisation

Since the ASX announcement dated 23 October 2020, the Company has been working with its underwriter Westar Capital Limited (**Westar**) to agree the structure of the recapitalisation as well as the underwriting mandate with Westar which will allow the Company to effectively and efficiently raise the necessary funds to satisfy the ASX and to achieve the objective of reinstatement on the ASX.

BLINA MINERALS NL

ASX ANNOUNCEMENT

11 December 2020

Board:

Matthew Driscoll

Non-Executive Chairman

Gino D'Anna

Non-Executive Director

Michael Scivolo

Non-Executive Director

Neville Bassett

Non-Executive Director

Capital Structure:

6.269 Billion Shares

1.014 Billion Options

@ \$0.002 exp 17/08/21

ASX Code: BDI

It is proposed that the recapitalisation will be completed through a placement of shares with a 1-for-2 free attaching option, a separate placement of options and a Share Purchase Plan (**SPP**).

A Prospectus for the various issues of shares and options together with the SPP will be lodged with ASIC after the Company has held its shareholders meeting, subject to all resolutions held at the shareholders meeting have been approved by shareholders.

Engagement of Independent Expert and Mineral Valuation Report

The Company advises that Bentleys Corporate Finance (WA) Pty Ltd (**Bentleys**) has been engaged by the Company to undertake an Independent Expert Report (**IER**) in relation to the proposed transaction between the Company and KMM for the acquisition of the remaining 50% interest in CMPL. The Report is required under ASX Listing Rules 10.1 and 10.11 as well as Chapter 2E and section 611 of the Corporations Act 2001 (Cth) (**Corporations Act**).

As part of this engagement, Bentleys will also commission an independent expert to provide a mineral valuation report pursuant to the VALMIN Code. The Company has received notification that Bentleys has engaged Mining Insights Pty Ltd (**Mining Insights**) to complete the required independent valuation of the Barkly-Babbler Copper-Gold Project located in the Northern Territory, Australia.

These two reports will be required to accompany the Notice of General Meeting to approve the various resolutions as part of the recapitalisation and proposed acquisition.

Notice of General Meeting

The Company is currently preparing a Notice of General Meeting of shareholders which will be lodged with ASIC and ASX prior to being despatched to shareholders.

Shareholders are encouraged to contact the Company Secretary should they have any questions.

*****ENDS*****

Contact and Authorisation

This release was authorised by the Board of BDI

For further information please contact:

Matthew Driscoll

Non-Executive Chairman

M: +61 417 041 725

ABOUT THE BARKLY PROJECT

The Barkly Project is located approximately 45km east of the town of Tennant Creek in the Northern Territory and comprises two Exploration Licences, being EL 28620 (Barkly Project) and EL 30701 (Babbler Project) located in central Northern Territory, south of the Barkly Highway. The Barkly Project comprises two granted Exploration Licences EL28620 and EL30701. The Barkly Project is considered highly prospective for magnetite hosted gold-copper similar to other deposits found elsewhere in the Tennant Creek Goldfield.

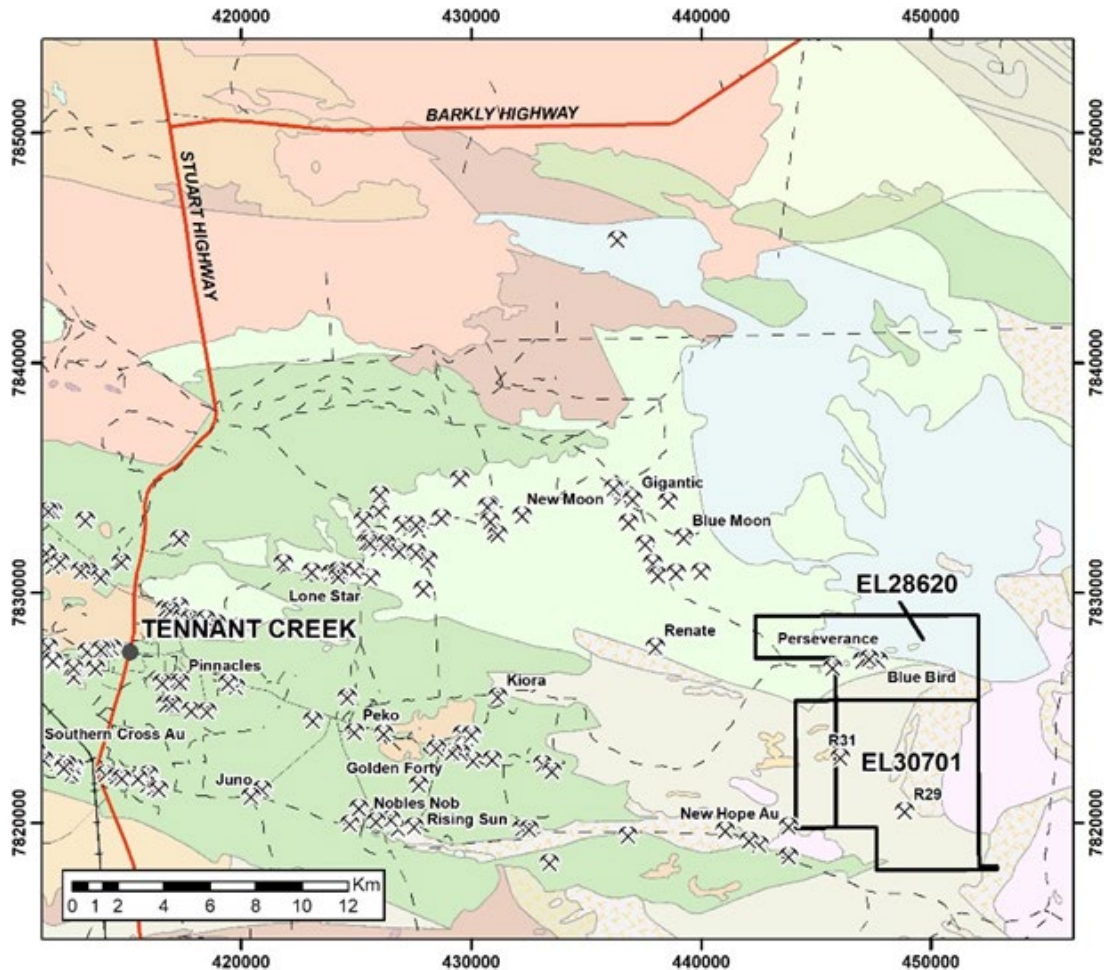


Figure 1: Barkly Project location plan

The current exploration focus of the Company is the Barkly Project.

EL28620 was formerly subject to a farm-in Joint Venture Agreement between Colour Mineral's Pty Ltd and Meteoric Resources NL with Colour holding a 70% interest. In 2019, Colour Minerals acquired Meteoric's 30% interest in EL28620 after which Blina Resources NL executed a legally binding heads of agreement to acquire a 50% interest in Colour Minerals.

EL30701 was previously held by Meteoric Resources. In 2019, Colour Minerals acquired Meteoric's interest after which Blina Resources NL executed a legally binding heads of agreement to acquire a 50% interest in Colour Minerals.

Ground magnetic and gravity surveys followed by soil geochemistry focussed attention on the Bluebird prospect which is a small outcropping ironstone body pitted by historic mining and prospecting. RAB drilling programs were conducted in 2005 and 2006 intersecting hematite ironstone and hematite-chlorite alteration over a 600m strike length with anomalous copper, gold and bismuth. RC and diamond drilling programs were conducted

between 2014-2016 by Blaze International Exploration. Significant intersections include: **20m @ 8.17g/t Au from 157m in BBDD002 and 16m @ 3.02% Cu, 0.65g/t Au from 139m in BBDD004¹.**

Recent drilling program at the Barkly Project

The Barkly-Babbler Project is considered highly prospective for magnetite hosted gold-copper similar to other deposits found elsewhere in the Tennant Creek Goldfield. A reverse circulation drilling program comprising seven (7) holes for 1,169.5m was recently completed at the advanced Bluebird Prospect.

The holes were drilled to in-fill and extend previous drilling that intersected high-grade copper-gold mineralisation within an ironstone unit on a west-northwest trending, steeply south dipping fault zone. Significant results from the drill program included:

BBRC0015 20m @ 1.79g/t Au, 1.67% Cu from 156m

Incl. 10m @ 2.87g/t Au, 2.32% Cu

BBRC0019 15m @ 3.46% Cu, 0.61g/t Au from 172m

Incl. 4m @ 6.28% Cu, 0.24g/t Au from 175m

and 1m @ 4.80% Cu, 3.95g/t Au from 186

(finishing in mineralisation at end of hole)

Significantly, drill hole BBRC0019 was drilled below BBRC013 which was previously the deepest and most westerly hole drilled at Bluebird. The hole intersected strongly hematite altered siltstone and ironstone from 172m to 187m at which depth the hole was abandoned due to in-hole caving. The hole ended in mineralisation with the last metre containing 3.9g/t Au and 4.8% Cu.

Several of the other holes were also abandoned due to in-hole caving prior to reaching the mineralised zone or target depth. The difficult drilling conditions are caused by brecciated ironstone in the fault zone in combination with high water in-flow rates.

Refer to ASX Announcement dated 18 March 2020 and titled "High-Grade Copper and Gold Intersected in Drilling Program at Bluebird".

The Bluebird Prospect has a prominent aeromagnetic and gravity anomaly along a west-north-west fault trend. At the surface the prospect is marked by an ironstone that forms a low hill with several shallow workings. At the surface the ironstone has low levels of gold and copper because of strong leaching that extends to a depth of over 100m. High copper and gold values have been intersected at a supergene enriched zone at a depth of approximately 120-150m vertical. Bluebird is one of several coincident magnetic and gravity anomalies along the fault. Previous drilling has been shallow reconnaissance style and is unlikely to have penetrated the strongly leached zone.

¹ *Blaze International Limited (ASX: BLZ) press release dated 9 December 2014: High grade copper sulphide intersection at Bluebird. The Company is not aware of any new information or data that materially effects the information included in this announcement.*

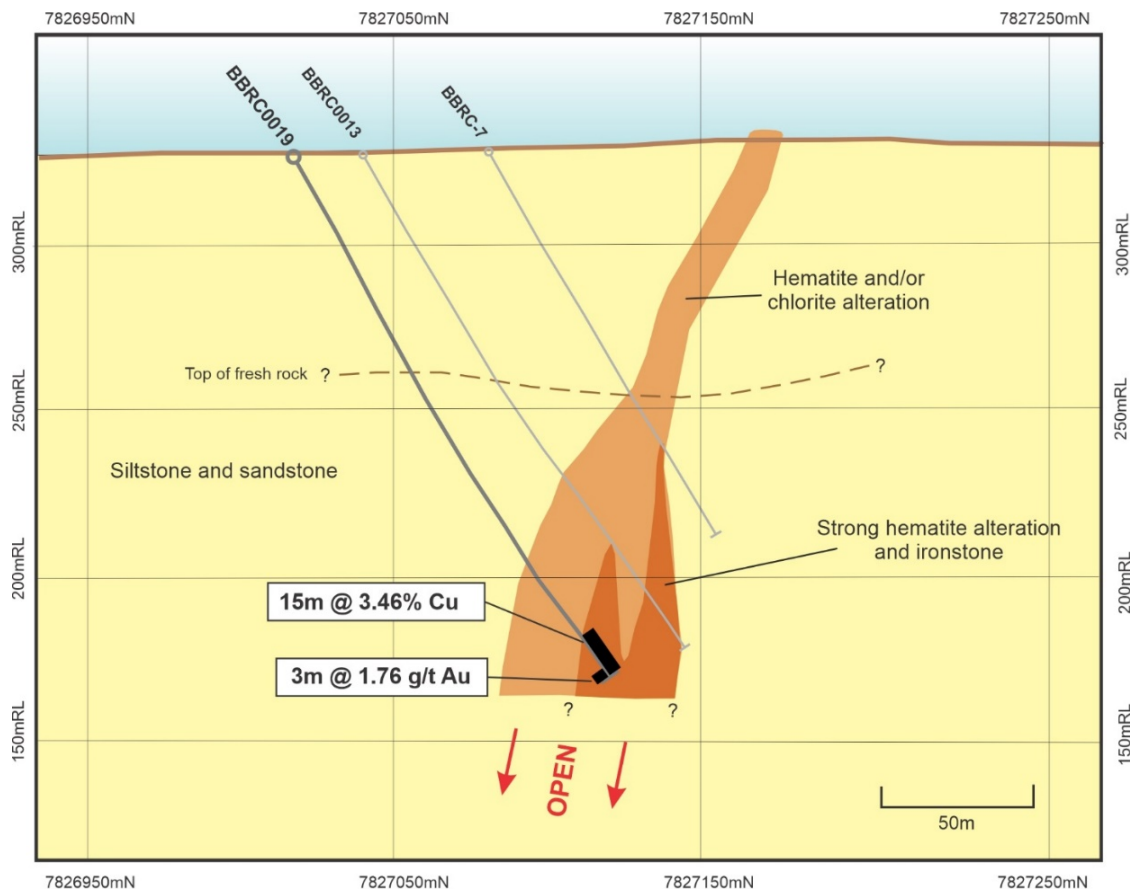


Figure 2: Bluebird prospect cross section 448360E

Further RC and diamond drilling has been planned at Bluebird in order to complete those holes which were abandoned prior to reaching the target mineralised zone due to in-hole caving and to extend the copper-gold mineralisation along strike to the west. Drilling will also be conducted to test targets along the west north-west trending coincident magnetic and gravity anomaly.

Exploration and Development Strategy for Bluebird

The Company's primary objective is to complete further drilling in order to estimate a JORC compliant mineral resource and ultimately to develop a mining project at the Bluebird Prospect. Bluebird is the highest priority and most advanced prospect within the Barkly Project area. Systematic close spaced drilling will aim to accurately define the grade and the geometry of the known Au-Cu-Bi mineralisation.