

MINERAL INVESTMENT CONTRACT EXECUTED

Minbos Resources Limited (ASX:MNB) (“Minbos” or “the Company”) is pleased to announce it has executed the Mineral Investment Contract (“MIC”) for the Cabinda Phosphate Project located in the Cabinda Province of Angola.

Officially signed by Dr André Francisco Buta Neto, National Director of Mineral Resources, and homologated by Angola’s Minister of Mineral Resources and Petroleum, Mr Diamantino Azevedo, the MIC provides for exploration, feasibility studies and exploitation of the phosphate rock by Minbos within the Cabinda Phosphate Project concession area.

The execution of the MIC also formalises engagement by Minbos with Government Ministries and the Province of Cabinda, allowing the Company to complete approvals, land and port access agreements, offtake agreements and an investment contract for the Caio Granulation Plant.

In March 2020, Angola’s Ministry of Mineral Resources and Petroleum awarded five mineral projects by international public tender including two phosphate projects. The Cabinda Phosphate concession, which was awarded to Minbos after its tender was adjudged the best proposal and programme, is the first of the phosphate projects to execute its Mineral Investment Contract.

The Company has submitted a Technical Economic and Financial Feasibility Study (“TEFFS”) for the Cácata Mine, as required by the MIC, which confirms the project will move to the exploitation phase in 2021. The life of the contract has been set for the life of the 6 million tonne mining target, as submitted in the TEFFS.

The key terms of the MIC are in accordance with the Mining Act in Angola and include a royalty rate of 3% on the value of phosphate rock sales, and income tax of 25% which will apply after the 8 year tax free period granted to projects in Cabinda.

Minbos CEO Lindsay Reed commented:

“Execution of the Mineral Investment Contract is an important milestone for Minbos and a real value catalyst. We are now able to move beyond definitive feasibility study and commence implementation planning with government and stakeholders. Middle Africa has 170 million people and vast areas of arable land but not a single fertilizer production facility - this project cannot advance fast enough to keep up with the expected demand.”

-ENDS-

This announcement is authorised for release by Minbos Board.

For further information please contact:

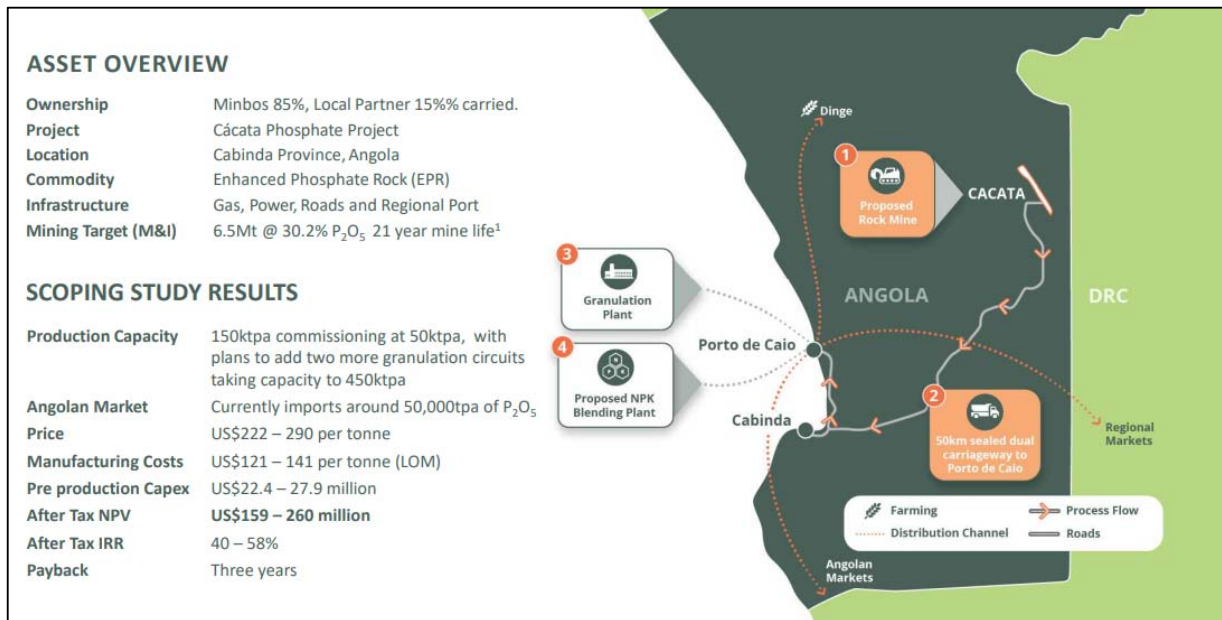
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ABOUT MINBOS

Minbos Resources Limited (ASX: MNB) is an ASX-listed exploration and development company which won an international tender for the Cabinda Phosphate Project in March 2020. Minbos and its in-country partner, Soul Rock Ltda (15% carried interest), won the tender based on producing Enhanced Phosphate Rock as a substitute for fertilizers currently imported by the Angolan Government for distribution to wholesalers and farmers.

The Company’s vision is to build a nutrient supply and distribution business that stimulates agricultural production and promotes food security in Angola and the broader Middle Africa region.



ASX Announcement – [CABINDA PHOSPHATE PROJECT SCOPING STUDY](#) [26 August 2020]. Scoping study continues to apply and have not materially changed.

Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, revenue, costs, dividends, production levels or rates, prices or potential growth of

Minbos Limited, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factors.