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**By electronic lodgement**

## CHANGE TO HEDGING STRUCTURE

Regis Resources Limited (ASX Code: RRL) (**Regis** or the **Company**) advises that it has adjusted the structure and delivery profile of its gold hedges with Macquarie Bank Limited (**MBL**). Regis has historically had spot deferred hedges and will move to flat forward hedging with immediate effect.

Regis currently has 320,000 ounces of gold hedged on a spot deferred basis at an average price of approximately A\$1,626 per ounce. The delivery price that the Company receives for this spot deferred hedging is not fixed and is currently in backwardation – meaning that the price that Regis receives for its hedge deliveries is currently reducing with each monthly renewal.

By moving to flat forward hedging, the Company will still have 320,000 ounces hedged but the price that Regis will receive is fixed at \$1,571 per ounce. Regis does not expect to be materially impacted by this change as the fixed price of \$1,571 per ounce that the Company will receive for its flat forward hedging incorporates the forecast backwardation (including costs) that Regis would have incurred across the life of the spot deferred hedging program.

The change to flat forward hedging is beneficial for the Company for the following reasons:

- The Company has been selling into its most out of the money hedges (which currently average approximately \$1,453 per ounce) and the move to flat forward hedges will mean that the Company will receive \$1,571 per ounce for these deliveries into the hedges.
- Regis' revenue from ounces delivered into the hedge book will be fixed and not subject to market movements and the out of the money funding charge is fixed and will not rise with any rise in the gold price and allows a more accurate forecast of future revenues. The delivery profile is detailed in Table 1.
- Regis retains the right to pre-deliver into the hedges at a faster rate than the updated delivery schedule

In light of the increased production profile that Regis will have with the acquisition of 30% of the Tropicana Gold Project, the Company has decided to smooth and extend the deliveries into its hedges.

The Company does not anticipate any adverse accounting impacts as a result of the change to flat forward hedges.

Regis Resources Managing Director, Jim Beyer, said: "Over the last two or so years the Company has been steadily reducing its hedge book. With the increased production profile that Regis will have on completion of the acquisition of 30% of the Tropicana Gold Project and the associated reduction in impact that the hedging will now have on our total revenue, we have taken the opportunity to restructure our hedges. This will eliminate any impacts that gold price movement previously had on the spot hedges monthly roll while extending the planned delivery schedule. Of note, the Company continues to maintain the ability to pre-deliver if preferred. We believe changing our hedging structure to this form will best serve Regis's future plans".

<b>Maturity Date</b>	<b>Gold Volume (ozs)</b>	<b>Forward Price (AUD/oz)</b>
30-Sep-21	25,000	1,571
31-Dec-21	25,000	1,571
31-Mar-22	25,000	1,571
30-Jun-22	25,000	1,571
30-Sep-22	25,000	1,571
30-Dec-22	25,000	1,571
31-Mar-23	25,000	1,571
30-Jun-23	25,000	1,571
29-Sep-23	30,000	1,571
29-Dec-23	30,000	1,571
28-Mar-24	30,000	1,571
28-Jun-24	30,000	1,571
<b>TOTAL</b>	<b>320,000</b>	<b>1,571</b>

**Table 1. Updated hedging delivery profile**

This announcement is authorised for release by the Regis Board of Directors.

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## **FORWARD LOOKING STATEMENTS**

This ASX announcement may contain forward looking statements that are subject to risk factors associated with gold exploration, mining and production businesses. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially, including but not limited to price fluctuations, actual demand, currency fluctuations, drilling and production results, Reserve estimations, loss of market, industry competition, environmental risks, physical risks, legislative, fiscal and regulatory changes, economic and financial market conditions in various countries and regions, political risks, project delay or advancement, approvals and cost estimates. Forward-looking statements, including projections, forecasts and estimates, are provided as a general guide only and should not be relied on as an indication or guarantee of future performance and involve known and unknown risks, uncertainties and other factors, many of which are outside the control of Regis Resources Ltd. Past performance is not necessarily a guide to future performance and no representation or warranty is made as to the likelihood of achievement or reasonableness of any forward looking statements or other forecast.