

MINBOS EXECUTES AGREEMENT TO DIVEST MADAGASCAR RARE EARTHS PROJECT

HIGHLIGHTS

- Minbos to divest its interest in its Madagascar Rare Earths Project.
 - Final sale and associated licence fees and encumbrances to be completed and assumed by ALS (Hong Kong) Limited.
 - Divestment reflects the Company's concentration on the immense opportunities in Angola, which includes its Phosphate Fertilizer, Green Hydrogen, Green Ammonia and Soil-In-Carbon Projects.
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Minbos Resources Limited (ASX:MNB) (Minbos or the Company) is pleased to announce that it has entered into a binding Agreement with ALS (Hong Kong) Limited ('ALS') to divest its interest in its Madagascar Rare Earths Project.

The Company holds an interest in the Madagascar Rare Earths Project through an Option Agreement with Tana Minerals Pty Ltd ('Tana'). Under the agreement, Minbos has the exclusive right to acquire 90% of the shares in Tana's subsidiary, MRE Mining (Mauritius) Limited, which included commitments for exploration expenditure¹.

The Company has signed an Exclusivity Option for a period of 9 months ('Option Period') from the Commencement Date (being 7th March 2022) through which ALS can complete due diligence on MRE Mining (Mauritius) Limited, the project tenements and other associated business and operational information.

At any time during the Option Period, ALS can exercise its option to acquire all the issued share capital in MRE Mining (Mauritius) Limited, which will trigger a payment to Minbos. In addition, prior to exercise of the option and in order to maintain exclusivity, ALS is required to pay a monthly exclusive dealing fee.

The Board of Minbos has formally approved divestment of the Madagascar Rare Earths Project.

¹ASX Announcement - Minbos enters option to purchase rare earths project

Agreement Details

The consideration payable to Minbos as set out in the Exclusivity Option is as follows:

- ALS to make cash payments to the Company of A\$10,000 per month to maintain exclusivity over the course of 8 months from 7 April 2022 – 7 November 2022, being a total of \$80,000 in cash payments. This will give ALS a period of 9 months of exclusivity (the 'Option Period').
- Late payment of any monthly exclusivity fees by ALS will allow the Company the right to terminate the Agreement.
- As consideration for termination of the Company's rights under the Option Agreement with Tana and on the assumption ALS exercises its right to acquire MRE Mining (Mauritius) Limited before expiry of the Option Period, ALS will pay to the Company A\$2,400,000.

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This announcement is authorised for release by the board of Minbos Resources Ltd.

For further information please contact:

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8th March 2022
ASX Announcement

COMPETENT PERSONS

The information in this Report that relates to Exploration Results and Data Quality is based on, and fairly represents, information and supporting documentation prepared by Rebecca Morgan, who is a member of the Australian Institute of Geoscientists. Miss Morgan is a consultant to Minbos. Miss Morgan has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity she is undertaking to qualify as a competent person as defined in the 2012 Edition of the 'Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves'. Miss Morgan consents to the inclusion in this Report of the matters based on her information in the form and context in which it appears. The Company is not aware of any new information or data that materially affects the Exploration Results and the information in the relevant Minbos ASX releases (as referred to in the announcement).

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 Resources 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.

8th March 2022
ASX Announcement



**Grow to eat.
Grow to *sell* and
grow to export.**

Minbos is an exploration and development company with a vision to build a nutrient supply and distribution business that stimulates agricultural production and promotes food security in Angola and the broader Middle Africa region, through development of its world-class phosphate ore project within the Cabinda Province

