

CORPORATE UPDATE – ZARUMA SALE

Titan Minerals Limited (**Titan** or the **Company**) (**ASX:TTM**) is pleased to advise that it has successfully renegotiated terms for the remainder of its Zaruma sale to Pelorus.

Pursuant to the announcement by Titan on 26 July 2021, the sale of Zaruma was to have been settled by 1 June 2022 for a total payment of US\$15 million with minor offsets.

Titan had received all the three initial payments totalling US\$7.5 million as contemplated in that agreement. An amount of only US\$600,000 has been received to date and the Pelorus Group has advised that due to adverse market conditions and its planned IPO listing, the payment of outstanding amounts would be delayed. Further, as advised in Titan's ASX releases, June 2022 -Quarterly Report and its subsequent Half Yearly Report, Titan was in discussions with Pelorus to resolve the matter.

Titan acknowledges that the Pelorus Group has paid US\$8.1 million so far and has spent a further US\$1.9 million (approx.) on the Zaruma assets to date and it was willing to work in good faith to arrive at a solution.

The Board of Titan have agreed to a revised payment schedule amounting to US\$5 million as a full and final settlement. Due dates for these payments are:

- US\$1 million which has now been received;
- A US\$2 million payment before the end of October 2022;
- A US\$2 million payment by Monday, 19 December 2022;
- Other minor matter pertaining to other matters relating to the transaction have also been resolved.

Titan retains its full first ranking securities over the properties which will be released when all payments have been received.

Subject to receipt of funds, this will be a full and final settlement agreement between the parties which enables both groups to fulfill their respective objectives on the matter without default and further issue.

ENDS-

Released with the authority of the Board.

For further information on the company and our projects, please visit: www.titanminerals.com.au

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