

Memorandum of Understanding with Port Authority of Douala

Canyon Resources Limited (**ASX:CAY**) (**'Canyon'** or the **'Company'**) is pleased to announce the signing of a Memorandum of Understanding (**'MOU'**) that outlines a declaration of intent with the Port Authority of Douala (**'PAD'**) in regard to the development of infrastructure at the Port of Douala-Bonabéri.

The Port Authority of Douala is responsible for the development and control of port security and operations. As one of the major port operations of Cameroon, it is recognised that development of the Port of Douala is a catalyst for increasing the competitiveness of the national economy of Cameroon. Primarily, the PAD aims to deliver an efficient operation that services the region by acting as a logistics hub for the Gulf of Guinea.

This MOU outlines a framework for PAD and Canyon to understand and work towards a partnership in the future development and upgrade to the existing Industrial Port area on the right bank on Wouri River. This includes pre-feasibility studies that will be arranged by Canyon. Future feasibility studies will investigate the design, financing, construction, operation and maintenance of a mineral terminal for the transport, storage, handling and export of bauxite from the Minim Martap Project at the Port of Douala-Bonabéri.

Chief Executive Officer, Jean-Sebastien Boutet said:

"We are pleased to announce this MOU with the Port of Douala after a detailed and collaborative negotiation. The Port of Douala is embarking on a significant program of modernisation of its infrastructure and this MOU is an important step to align with this program."

"Discussions with government officials in Cameroon continue to be conducted in a positive manner. As further milestones are reached regarding these discussions, we will update shareholders."

Summary of the Memorandum of Understanding:

- 1) The MOU aims to set up a partnership framework between PAD and Canyon for the design, financing, construction, operation and maintenance of a mineral terminal for the transport, storage, handling and export of bauxite from the Minim Martap Project on the right bank of the Wouri River at the Port of Douala-Bonabéri.
- 2) All pre-feasibility studies will be carried out at the expense of Canyon
- 3) The MOU is a declaration of intent and aims to set the general framework of a possible partnership between PAD and Canyon.
- 4) The scope of this MOU relates to the pre-feasibility studies necessary to realise the project.
- 5) The duration of this MOU is a term of one (1) year, with a renewable period of six (6) months.

This announcement has been approved for release by the Board of Directors

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