



ASX Announcement

17th August 2023

Devon Joint Venture Update

On 25 July 2023 Matsa Resources Limited (“Matsa” or “the Company” ASX: MAT) advised that it had issued Linden Gold Alliance Limited (“Linden”), via its wholly owned subsidiary Devon Gold Project Pty Ltd (“Devon”), a notice of Default Events (“Default Notice”) under the Mine Management and Profit Sharing Joint Venture Agreement for the Devon Gold Mine Joint Venture (“JVA”).

Subsequently, on 1 August 2023, Matsa issued a notice of dispute (“Dispute Notice”) under the JVA.

Matsa is aware of Linden’s company announcement dated 16 August 2023, by which Linden states that Devon remedied the Default Events by 8 August 2023, the dispute resolution process under the JVA has ended, and Devon will deliver a definitive feasibility study with respect to the Devon Gold Mine by 31 August 2023 in accordance with the JVA.

Matsa advises that it disagrees that Devon satisfactorily remedied the Default Events by 8 August 2023 and that the dispute resolution process has ended.

When Matsa visited the site of the joint venture’s proposed operations on Wednesday 9 August and Monday 14 August 2023, there was no evidence that Devon had commenced contractually required drilling at the project.

In light of this, Matsa has concerns about Devon’s ability to deliver on its obligations under the JVA, including to deliver the contractually required definitive feasibility study to the satisfaction of the Management Committee by 31 August 2023, or to provide proof of funding of all joint venture activities in compliance with an approved DFS to Matsa’s satisfaction by 30 September 2023. This position was communicated to Linden and Devon prior to Linden’s release of its 16 August 2023 company announcement.

Matsa has requested to meet with Linden in accordance with the dispute resolution procedure under the JVA.

CORPORATE SUMMARY

Executive Chairman

Paul Poli

Directors

Pascal Blampain

Andrew Chapman

Shares on Issue

412.07 million

Unlisted Options

27.15 million @ \$0.08 - \$0.21

Top 20 shareholders

Hold 59.16%

Share Price on 16th August 2023

4.0 cents

Market Capitalisation

A\$16.48 million

Matsa will keep the market and shareholders informed as and when required.

This ASX announcement is authorised for release by the Board of Matsa Resources Limited.

For further information please contact:

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