

VALOR COMPLETES SALE OF PERUVIAN COPPER ASSETS TO FIRETAIL RESOURCES

Transaction will streamline Valor's global portfolio, allowing it to focus on its high-potential uranium assets in Canada's Athabasca Basin

HIGHLIGHTS

- ▷ Conditions precedent for the sale of up to 80% of the issued share capital of Valor's wholly owned subsidiary, Kiwanda S.A.C., to Firetail Resources now satisfied, with the parties proceeding to completion under the binding terms sheet dated 30 June 2023.
- ▷ The total consideration payable to Valor pursuant to the Acquisition is set out below:
 - ▶ A \$200,000 cash payment paid upon the execution of the binding terms sheet in consideration of Firetail being provided an exclusive 90-day due diligence period into Kiwanda and the Projects.
 - ▶ A \$550,000 cash payment.
 - ▶ 15,000,000 fully paid ordinary shares in the Company ("**Shares**") at a deemed issue price of \$0.10 per Share ("**Consideration Shares**") to acquire an initial 60% shareholding interest in Kiwanda; and
 - ▶ 20,000,000 performance rights convertible into Shares upon the satisfaction of the vesting conditions ("**Performance Rights**") following which the Company will acquire an additional 20% interest in Kiwanda (i.e., 80% in total). The terms of the Performance Rights, including the respective performance milestones, are set out in Firetail Resources notice of General Meeting issued to shareholders on 21 July 2023.
- ▷ Firetail to commence drilling at the Picha Project in early October 2023.

Valor Resources Limited (Valor) or (the Company) (ASX: **VAL**) is pleased to advise that it has now completed the sale of an initial 60% interest in its Picha Copper-Silver Project and Charaque Copper Project in southern Peru to Firetail Resources (ASX: FTL).

Under the acquisition agreement, Firetail has acquired an initial 60% of the issued share capital of Kiwanda S.A.C. (**Kiwanda**), a wholly owned subsidiary of Valor which holds the mining concessions that make up the Picha and Charaque Projects.

Valor's Executive Chairman, George Bauk, commented:

"We are pleased to have now satisfied all conditions precedent required to complete the sale of our Peruvian copper assets to Firetail. The transaction simplifies our portfolio, allowing Valor to focus on the substantial potential of our portfolio of high-grade uranium and rare earth assets in the Athabasca Basin in Canada at a very favourable time in the market cycle for these commodities.

"At the same time, Valor will retain significant exposure to the future upside in Peru via our shareholding in Firetail and our retained interest in the projects."

This announcement has been authorised for release by the Board of Directors.

For further information, please contact:

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ASX : VAL

ABOUT VALOR RESOURCES

Valor Resources Limited (ASX: VAL) (“Valor” or “the Company”) is a globally diversified exploration company dedicated to creating shareholder value through acquisitions and exploration activities.

With the divestment of its Picha and Charaque Copper Projects in Peru to Firetail Resources, Valor is focusing on its extensive uranium and rare earths portfolio in Canada, including the following projects:

- ▷ Right to earn an 80% working interest in the Hook Lake Uranium Project located 60km east of the Key Lake Uranium Mine in northern Saskatchewan. Covering 25,846 hectares (258 km²), the 16 contiguous mineral claims host several prospective areas of uranium mineralisation; and
- ▷ 100% equity interest in 19 contiguous mineral claims covering 57,499 hectares (575 km²) in northern Saskatchewan, known as the Cluff Lake Uranium Project. The property is located 7km east of the former-producing Cluff Lake Uranium Mine and much of the project area is located within the Carswell geological complex that hosts the Cluff Lake Mine; and
- ▷ Six additional projects within the Athabasca Basin with 100% equity interest in 18 mineral claims covering 16,897 hectares (169km²) at the Hidden Bay Project, Surprise Creek Project, Pendleton Lake Project, Beatty River Project, Smitty Project and Lorado Project.