



## ASX Announcement

20 July 2018



### US Department of Commerce starts Section 232 Investigation

Vimy Resources Limited (Vimy or the Company, ASX:VMY) provides the following update:

The US Department of Commerce (the Department) has announced that it will initiate an investigation to determine the effects of imported uranium on national security pursuant to Section 232 of the US *Trade Expansion Act of 1962*. This investigation follows from a petition for relief filed by two US uranium producers in January 2018 (the Petition) suggesting that the import of uranium products threatened national security.

The Department now has a legislated 270 days in which to make its investigation and make a recommendation to President Trump. The President then has 90 days in which to implement whatever measures he deems appropriate to remedy the problem, which may or may not be the same as the recommendations.

Vimy further advises its shareholders that whilst the Petition suggested the remedy of an import quota which would have effectively required US utilities to purchase 25% of their requirements from domestic producers, the Department is now tasked with investigating whether imports represent a threat to national security and, if it finds that they do, to make recommendations about appropriate measures to take in response. The Department is not required to accept the remedy proposed by the companies that filed the Petition.

Vimy Managing Director and CEO, Mike Young, said:

*"Everyone is getting in a bit of a twist over this. The probability of Australia being frozen out of the US market is so remote it's ridiculous."*

*"The application in its current form would require US producers to mine more uranium per year than they have done since the 80s when approvals were much simpler."*

*"The application is very unlikely to get up in its current form and we'll continue to monitor it."*

**Mike Young**  
**Managing Director and CEO**

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## About Vimy Resources

Vimy Resources Limited (ASX: VMY) is a Perth-based resource development company. Vimy's flagship project is the Mulga Rock Project, one of Australia's largest undeveloped uranium resources which is located 290km ENE of Kalgoorlie in the Great Victoria Desert of Western Australia.

Vimy also owns (75%) and operates the largest granted uranium exploration package in the world-class Alligator River uranium district, located in the Northern Territory. Vimy is exploring for large high-grade uranium unconformity deposits identical to those found in the Athabasca Basin in Canada.

### Directors and Management

The Hon. Cheryl Edwardes AM  
Chairman

Mike Young  
CEO and Managing Director

Julian Tapp  
Executive Director

David Cornell  
Non-Executive Director

Mal James  
Non-Executive Director

Andy Haslam  
Non-Executive Director

Dr Vanessa Guthrie  
Non-Executive Director

Ron Chamberlain  
Chief Financial Officer and Company Secretary

Tony Chamberlain  
Chief Operating Officer

Scott Hyman  
Vice President Sales and Marketing

Xavier Moreau  
General Manager, Geology and Exploration



For a comprehensive view of information that has been lodged on the ASX online lodgement system and the Company website please visit [asx.com.au](http://asx.com.au) and [vimyresources.com.au](http://vimyresources.com.au) respectively.

#### Principal Place of Business

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#### Share Registry

Computershare Investor Services

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+61 3 9415 4000 (outside Australia)  
F: +61 3 9473 2500  
W: [www.computershare.com](http://www.computershare.com)  
E: [www.investorcentre.com/contact](http://www.investorcentre.com/contact)

#### THE MULGA ROCK PROJECT

RESOURCE OF



U<sub>3</sub>O<sub>8</sub>



The creation of approximately  
**350 direct site jobs**  
IN WESTERN AUSTRALIA

Royalty and payroll tax  
payments of around

**A\$17m**

PER YEAR TO THE  
STATE GOVERNMENT

The amount of uranium produced  
when used in nuclear power plants to  
displace coal fired electricity would  
offset more than



**70 million tonnes**  
of carbon dioxide equivalent  
emissions which is  
**around 13%**

of Australia's total greenhouse  
gas emissions.



**STATE & FEDERAL  
MINISTERIAL  
APPROVALS**