

ASX Release

Tuesday 29 January 2019

ASX:ACB

A-Cap Energy Joint Venture Agreement with Blackham Resources - Condition Precedent Satisfied

The Company is pleased to confirm that on 29 January 2019 outstanding third party agreements with three stakeholders to the Farm-in and Joint Venture Agreement (JVA) were finalised. The finalisation of the third party agreements satisfies the remaining Condition Precedent to the JVA between A-Cap Energy Limited (ASX:ACB) (A-Cap, the Company) and Blackham Resources Limited (ASX:BLK, Blackham). The JVA is now binding on the parties.

Under the terms of the JVA, A-Cap will now pay within two business days to Blackham an amount of A\$2,900,000 to acquire an initial 20% interest in the Reserved Minerals located on the Wilconi Project Tenements and at the same time acquire the third-party exploration data on the project.

Background

On 20 December 2018, A-Cap and Blackham entered into a JVA providing for A-Cap to acquire a 75 percent Farm-in Interest in the cobalt, nickel and associated reserved minerals of the Wiluna Cobalt Project (Wilconi Project), Western Australia. The JVA was conditional upon the finalisation of third-party agreements with three stakeholders.

The Wilconi Project will focus on cobalt and nickel materials supply to the global electric vehicle (EV) market through the establishment of key strategic and partner relationships. A-Cap's existing Botswana, Letlhakane Uranium U₃O₈ Project will continue to be advanced as a base load power generation energy related resource.

Commencement of Exploration Works and Metallurgical Sampling

The Company will now commence project planning of exploration works and metallurgical sampling and, with the necessary approvals in place, project works activities will commence during Q1, CY 2019.

Strategic Relationships

Chairman Mr Angang Sheng commented, "The board of A-Cap is delighted that the JVA is now binding on the parties and appreciate the co-operation of our joint venture partner, Blackham Resources. The Company is now focused to commence the Wilconi Project exploration works and metallurgical sampling during Q1, CY 2019."

The Chairman of Blackham, Mr Milan Jerkovic stated "Blackham is delighted the JVA is now unconditional and looks forward to partnering with A-Cap Energy to add value to the sizeable Wiluna Cobalt Nickel Project. This transaction is consistent with Blackham's previous stated strategy of divesting non-core assets allowing it to focus on its Matilda-Wiluna Gold Operation. We look forward to working with our new partners to fast track the exploration of a project within Western Australia's premier nickel/cobalt province that has had little attention over the last 12 years."

For and on behalf of the Board

A-Cap Energy Limited



Nicholas Yeak

Company Secretary