



28th March 2019

ASX Release

\$1.5m Sale Agreement For Southern Georgina Project Executed

Global Vanadium Limited (“**Global**” or “the **Company**”) is pleased to provide the following update to shareholders regarding the execution of a Tenement Sales Agreement (“**Agreement**”) for the sale of its 100% owned Exploration Permit 127, the Southern Georgina Project (“**EP127**”).

The Company has entered into an agreement with Westmarket Oil & Gas Pty Ltd (“**Buyer**”) to acquire its 100% interest in EP127. Subject to the satisfaction of the conditions precedent (set out below), the total value of the consideration payable to the Company on successful completion of the transaction is AUD\$1,500,000, comprised as follows:

1. Cash consideration of AUD\$500,000

At Completion the Buyer will pay the Company cash consideration of AUD\$500,000, less any deposit paid. Under the Agreement, the Company will be paid a non-refundable deposit of AUD\$35,000 in the next 2 business days.

2. Stock consideration of AUD\$1,000,000

Issue to the Company the equivalent of AUD\$1,000,000 of fully paid ordinary shares, at a deemed issue price equivalent to the IPO price on the London Stock Exchange (“**LSE**”) (currently anticipated for July 2019).

3. Royalty Amount of 1% for a period of 5 years

A royalty of 1% of the net return from the sale of Petroleum produced, removed or disposed of from EP127 during the royalty term of 5 years from first commercial production.

Conditions Precedent to the Agreement

Completion of this Agreement is subject to and conditional upon each of the following Conditions being satisfied or waived by 30 November 2019:

- a) (IPO) the Buyer successfully completing an initial public offering, raising a minimum of £2,500,000, or the minimum amount required by the London Stock Exchange (LSE) as a condition to the Buyer being admitted to the official list of the LSE (standard segment), whichever is the lesser, on terms and conditions which are acceptable to the Buyer in its sole and absolute discretion;



- b) (Application for Admission) the Buyer's application for admission to the LSE (standard segment) being accepted, on terms and conditions which are acceptable to the Buyer in its sole and absolute discretion;
- c) (Admission and Quotation) the Buyer being admitted to the official list of, and all of its shares being admitted to quotation on, the LSE (standard segment);
- d) (Minister consent): the Buyer having obtained any necessary written consents of the Minister under the Petroleum Act for the transfer of the Tenements as contemplated in the Agreement; and
- e) (Company approvals): the Company obtaining all requisite shareholder and regulatory approvals pursuant to the ASX Listing Rules and Corporations Act to give effect to the transactions contemplated in this Agreement.

The Company has been advised by the buyer and its advisors that it currently expects to be listed on the London Stock Exchange (LSE) during July 2019.

The Company confirms that the buyer is not a related party or an associate of the Company.

Success Fees

The Company will pay Westmarket Capital PLC a 10% success fee and GTT Ventures Pty Ltd a 5% success fee on any consideration actually received by the Company at completion of the transaction pursuant to the Agreement.

Vanadium Project Acquisitions

The Company is currently actively pursuing negotiations on two project opportunities, with one transaction at an advanced stage of finalisation. The project opportunities have met all the Company's technical and due diligence requirements (which are ongoing).

The Company anticipates making an announcement very shortly on one of these acquisitions.

If you have any queries please contact the Company on +61 8 6380 2470

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