



23 April 2019

ASX Release

Philippines Iron Sands Vanadium-Magnetite Project Update

Global Vanadium Limited (“**Global**” or “the **Company**”) provides the following update to shareholders on the Company’s Philippines Iron Sands Vanadium-Magnetite Project.

As previously announced, the Company’s investment in the Philippines Iron Sands Vanadium-Magnetite Project, is currently through loan advances to Consolidated Iron Sands Limited (**CIS**) or its Philippine’s based subsidiary, Luzon Iron Development Group Corporation (**LIDGC**). These advances are made under a Secured Loan Agreement entered into in 2012 (and varied in 2014) by Global’s wholly owned subsidiary Goldfleet Enterprises Pty Ltd (**Goldfleet**) and CIS.

CIS holds, via LIDGC, its 97% owned Philippine subsidiary, Exploration Permits for two offshore areas between Sanchez Mira and Gonzaga, offshore of Cagayan Province Luzon. The Exploration Permits’ eastern limit is 3 kms from the Economic Free Zone of Port Irene.

Since before the current Board’s appointment in August 2018, CIS and LIDGC have been dealing with the renewal process for the Exploration Permits with the Philippines Mines and Geosciences Bureau (**MGB**).

During various communications over the renewal process period with LIDGC (who were managing the renewal process with the MGB), and from the technical and legal review conducted by the Company’s in-country consultants, it was established that it was unclear if and when the current renewal of the Exploration Permits would be granted by the MGB.

On Friday 19 April 2019, Directors of CIS notified the Company that LIDGC had officially received advice from the MGB (via letter) that the MGB had denied the renewal of the Exploration Permits.

As at 31 December 2018, total funds advanced under the Secured Loan Agreement (including accrued interest on the amounts advanced) was \$4,068,930 (since 2012). The Secured Loan Agreement continues to be on foot and will be reviewed by the Company given the renewal decision.

The Company is disappointed with the outcome of the renewal process and is currently undertaking a review of its options in respect to the MGB’s decision.

The Company continues to advance the final acquisition terms of an African based vanadium-magnetite project and a further historically high grade vanadate project, which are both complementary to the Company’s significant investment in this commodity sector over the past five years. The Company will continue to keep its shareholders up to date with these matters.



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

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