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ASX Announcements Office
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Australia

AGREEMENT EXECUTED TO ACQUIRE MOBILE CRUSING AND SCREENING PLANT AND EQUIPMENT FOR TSHIMPALA PROJECT IN MALAWI



Figure 1: Mobile Jaw Crusher - Metso Lokotrack LT106 in Lilongwe to be acquired by Force

Force Commodities (**Force** or the **Company**) (**ASX Code: 4CE**) is pleased to announce that it has entered into an agreement with Malawian based engineering and construction company, Shire Civils Limited (**Shire**), for the acquisition of mobile crushing and screening equipment that is proposed to be used at the high-grade lead and silver Tshipala Project, located in the Dowa District of the Republic of Malawi (**Tshipala Project**).

The mobile crushing and screening equipment comprises a Metso Locotrack LT 106 Mobile Jaw Crusher, LT106, a Metso Locotrack LT 1213 Mobile Rotary Crusher and a Metso Locotrack ST 4.8 Mobile Screen capable of throughput of up to 250 tonnes per hour and producing four different sized products through the triple deck screens.

In addition, under the agreement, Shire will also be engaged to establish the platforms for the mobile equipment at the processing site, transportation of the mobile equipment from Lilongwe to the processing site, full commissioning of the mobile equipment and training of the Company's planned employees from the surrounding communities, who will operate the equipment.



Figure 2 and 3: Mobile Mobile Jaw Crusher - Metso Locotrack LT 106

The second-hand mobile crushing equipment is located in Lilongwe and is approx. 45km from the Tshipala Project. The equipment is in very good condition with mobile jaw crusher and mobile screen only having had 520 hrs operating hours and the mobile rotary crusher only 820hrs operating hours.



Figure 4 and 5: Mobile Screen - Metso Locotrack ST 4.8 and Mobile Rotary Crusher - Metso Locotrack LT 1213

The mobile crushing and screening equipment, which is to be provided under an operating lease agreement with Shire, with equal payments scheduled over the initial 12 months of operations, was originally purchased as new, at a total cost of US\$1.6m.

Shire is an established Malawian based engineering and civils construction company with over 55 years of operating experience in the country.

Shire has a large fleet of mobile plant and construction equipment, and operates aggregate quarries and has fully equipped modern materials testing laboratories in Lilongwe along with professional support staff and services in the fields of structural design, geology and geo-technical investigations as well as land surveying and mining

Commissioning and delivery of the mobile plant and equipment by Shire is scheduled to be completed at the Tshipala Project site in the December 2019 quarter.

Commenting on the execution of the agreement to purchase the mobile crushing and screening equipment with Shire, Force Commodities Managing Director Jason Brewer said:

“Force is very pleased to be an investor in Malawi and in the Tshipala Project through its shareholding in Swiss based TerraCare AG.”

“I’ve had the pleasure of being in-country over the past few weeks and meeting with a number of key stakeholders and have been very impressed with the overall investment environment and opportunities.”

“The progress being made with the various stakeholder engagements and material contracts being entered into, is an indication of the strength of the people we have involved at the Tshipala Project and the in-country capabilities of local contractors and industry specialists.”

“We look forward to working with Shire in advancing the Tshipala Project.”

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Forward looking statements

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