



# MINCOR

## RESOURCES NL

ASX : MCR

## Equity Capital Raising

Placement & SPP Details | November 2019 | David Southam, Managing Director



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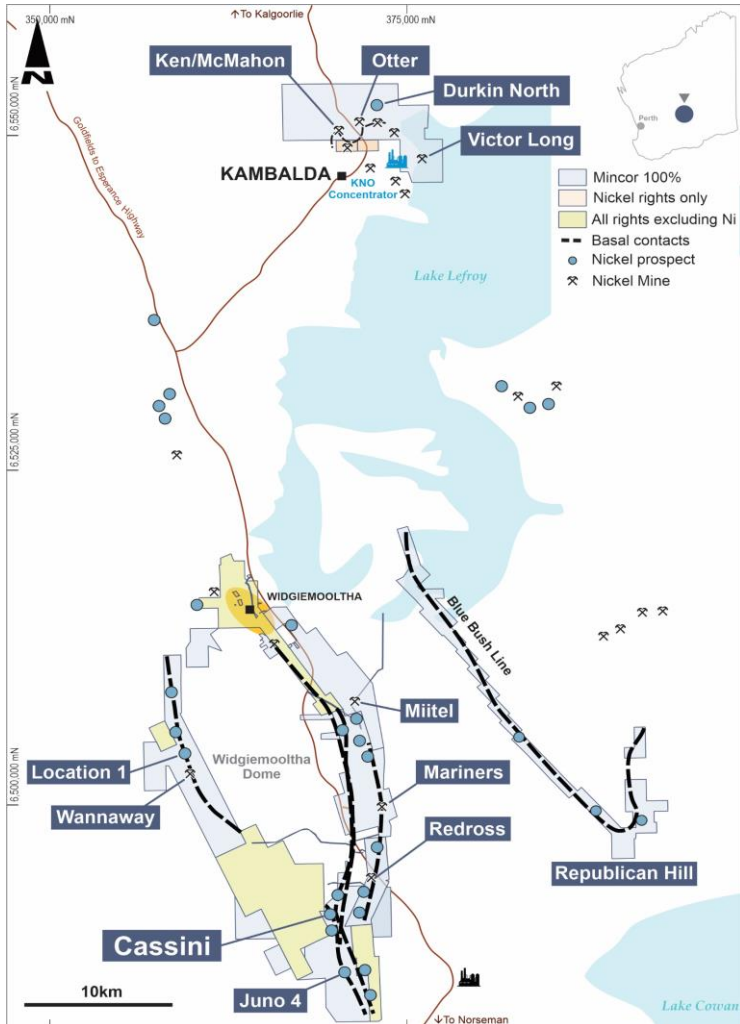
# Equity Capital Raising

## Placement & SPP Details





## \$35m capital raising to accelerate development and expansion of regional high grade nickel sulphide platform



- ✓ High grade nickel sulphide company having consolidated the world class Kambalda mining district
- ✓ DFS planned for release in March 2020 quarter
- ✓ Tenements immediately adjacent to BHP Nickel West infrastructure (Concentrator and Smelter) and +300km<sup>2</sup>
- ✓ Modern offtake agreement executed with the world's largest mining company, BHP
- ✓ BHP now see nickel sulphides as core to their future business
- ✓ Kambalda nickel concentrates are highly sought and link well for downstream processing
- ✓ Cassini - first high grade greenfields nickel sulphide discovery in the Kambalda region in decades and significant Mineral Resource growth over the last 15 months
- ✓ Numerous near mine targets identified including Juno 4 (potential Cassini look alike)
- ✓ Experienced leadership team with nickel development and operational pedigree
- ✓ Timing is right with a generational shift to electric vehicle batteries with high nickel content and LME warehouse stocks at historical lows (less than 1 month's supply with recent strategic buying)
- ✓ \$35.0m capital raising to accelerate development and expansion of regional high grade nickel sulphide platform for delivery into increasingly favourable nickel sulphide market
- ✓ Existing strategic shareholders Independence Group NL and Squadron Resources Pty Ltd (part of the Minderoo Group) are contributing in excess of their pro-rata shareholding in Mincor



## Mincor Resources is raising up to A\$35 million via a Placement & SPP

|                     |  |
|---------------------|--|
| Placement Structure | <ul style="list-style-type: none"> <li>• Placement to sophisticated, professional and other institutional investors</li> <li>• New Shares will rank pari passu with existing shares</li> </ul>   |
| Placement Size      | <ul style="list-style-type: none"> <li>• A\$30.0 million</li> <li>• Single tranche placement of up to 50.0 million shares will be issued, representing approximately 17.4% of issued capital, which is within Mincor's 25% placement capacity</li> </ul>   |
| Placement Price     | <ul style="list-style-type: none"> <li>• Fixed bookbuild at A\$0.60 per new share ("the Price")</li> <li>• The Price represents a 7.7% discount to the last closing price of A\$0.65 per share prior to the Placement and 10.7% discount to the 5-day trading VWAP</li> <li>• Other Price discount measures include 9.3% and 7.4% to the 15-day and 30-day trading VWAPs respectively</li> </ul>   |
| Joint Lead Managers | <ul style="list-style-type: none"> <li>• Euroz Securities Limited and Petra Capital as Joint Lead Managers</li> </ul>  |
| Shareholder support | <ul style="list-style-type: none"> <li>• Existing strategic shareholders Independence Group NL and Squadron Resources Pty Ltd are contributing in excess of their pre-existing pro-rata shareholding in Mincor.</li> </ul>   |
| SPP*                | <ul style="list-style-type: none"> <li>• An ASX Waiver has been granted which means that eligible Mincor Shareholders with a registered address in Australia or New Zealand will have the opportunity to subscribe for Mincor shares pursuant to a non-underwritten Share Placement Plan (SPP) <ul style="list-style-type: none"> <li>• Offer Price of A\$0.60 per share, the same as the Placement</li> <li>• Up to A\$15,000 per eligible shareholder</li> <li>• Capped at A\$5.0m. The SPP will be closed as soon as A\$5.0m of applications are received. If demand exceeds this amount, oversubscriptions will be accepted or scaled back in the Directors' discretion.</li> <li>• The Company encourages shareholders who wish to participate to act promptly in submitting their application forms.</li> <li>• The Company reserves the right to close the SPP early, in its sole and absolute discretion.</li> </ul> </li> </ul> |

*\*ASX Waiver - Mincor applied to the ASX for a waiver from the ASX Listing Rules to permit it to undertake the SPP and for its non-executive Directors to participate in the SPP without shareholder approval. The ASX Waiver was granted on 20 November 2019.*



## Proceeds to fund early pre-production capex while maintaining strong momentum with resource growth and exploration programs

| Sources of Funds | A\$m        |
|------------------|-------------|
| Placement        | 30.0        |
| SPP              | 5.0         |
| <b>Total</b>     | <b>35.0</b> |

- Funds to allow Mincor to continue aggressive resource extension and exploration programs in parallel with DFS and Project Execution activities
  - A\$8m commitment in CY2020
- Facilitates commencement of early capital works at Cassini and Long-Durkin ahead of the planned delivery of the DFS in Q1 CY2020
- Places Mincor in a strong financial position as it seeks to award key contracts, secure project finance and commence mine development

| Uses of Funds  | A\$m        |
|--|-------------|
| <b>Resource Extension and Exploration</b> <ul style="list-style-type: none"> <li>• Nickel resource extensional drilling and exploration programs in project areas including Cassini, adjacent Cassini targets, Juno 4, Republican Hill, Location 1, Ken/McMahon and Long/Durkin</li> </ul> | 8.0         |
| <b>Pre-production capital costs</b> <ul style="list-style-type: none"> <li>• Pre-development activities at Cassini (clearing, box cut and decline) and underground development at Long-Durkin</li> </ul>   | 25.0        |
| <b>General working capital</b> <ul style="list-style-type: none"> <li>• General corporate expenses, costs of the Placement and SPP, debt financing activities and working capital</li> </ul>   | 2.0         |
| <b>Total</b>   | <b>35.0</b> |



# Timetable and Pro-forma Capital Structure

## Placement Timetable

| Event  | Date*            |
|--|------------------|
| Trading Halt and Placement Process                             | 19 November 2019 |
| Announcement of Completion of Placement                        | 21 November 2019 |
| Settlement of New Shares issued under the Placement            | 27 November 2019 |
| Allotment and trading of New Shares issued under the Placement | 28 November 2019 |

## SPP Timetable

| Event                                      | Date             |
|--|------------------|
| SPP Record Date                            | 20 November 2019 |
| Announcement date of SPP                   | 21 November 2019 |
| Opening date of SPP                        | 27 November 2019 |
| Closing date of SPP                        | 18 December 2019 |
| Allotment date                             | 24 December 2019 |
| Anticipated quotation of New Shares on ASX | 27 December 2019 |

\* Timetable is subject to change. Mincor Resources reserves the right to alter the above dates at its discretion and without notice, subject to the ASX Listing Rules and Corporations Act.

## Mincor Pro-forma Capital Structure<sup>1</sup>

|                                      | Ordinary Shares    | Cash (A\$m)             |
|--------------------------------------|--------------------|-------------------------|
| Existing Mincor issued share capital | 286,740,678        | 23.9 <sup>2</sup>       |
| Placement shares to be issued        | 50,000,000         | 30.0                    |
| SPP shares to be issued              | 8,333,333          | 5.0                     |
| <b>Total</b>                         | <b>345,074,011</b> | <b>58.9<sup>3</sup></b> |

Note 1: Undiluted capital structure. Excludes Options and Performance Rights.

Note 2: Cash as at 30 September 2019.

Note 3: Before transaction costs associated with the Placement and SPP.





# The Mincor Strategy

Focused on a high grade nickel sulphide re-start





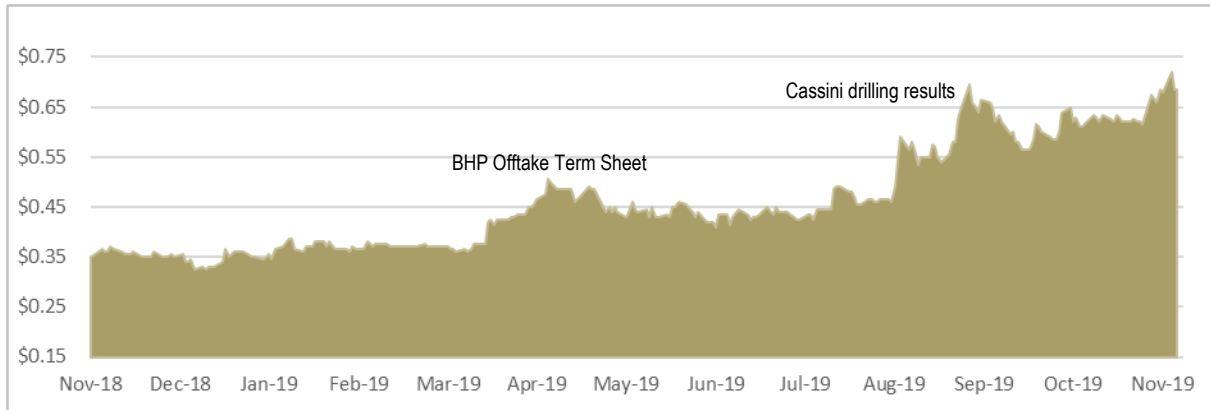
# Overview – Key Ingredients to Restart Nickel Production

The right **commodity** at the right time





## Mincor – ASX Code: MCR as at 13 November 2019



## Financial Information

|                              |           |
|------------------------------|-----------|
| Shares on issue              | 286.7m    |
| Share price 15 November 2019 | A\$0.67   |
| Market cap 15 November 2019  | ~\$192.1m |
| Cash at 30 September 2019    | A\$23.9m  |

## Nickel Mineral Resources as at 5 November 2019\*

| RESOURCE                 | MEASURED       |            | INDICATED        |            | INFERRED       |            | TOTAL            |            |                |
|--------------------------|----------------|------------|------------------|------------|----------------|------------|------------------|------------|----------------|
|                          | Tonnes         | Ni (%)     | Tonnes           | Ni (%)     | Tonnes         | Ni (%)     | Tonnes           | Ni (%)     | Ni tonnes      |
| Mincor (existing)        | 256,000        | 3.7        | 3,563,000        | 3.7        | 372,000        | 3.3        | 4,190,000        | 3.7        | 155,900        |
| Long                     | -              | -          | 410,000          | 4.0        | 340,000        | 4.4        | 750,000          | 4.2        | 32,000         |
| <b>Total (incl Long)</b> | <b>256,000</b> | <b>3.7</b> | <b>3,973,000</b> | <b>3.7</b> | <b>712,000</b> | <b>4.1</b> | <b>4,940,000</b> | <b>3.8</b> | <b>187,900</b> |

\*See Appendix for more details







## Disciplined strategy built around

### 1. High grade nickel sulphide platform

- Few pure-play high grade nickel sulphide exposures globally (2.5%+ Ni)
- Minimal global pipeline of high grade nickel sulphide development opportunities in Tier 1 jurisdictions
- Sulphide required for economic sulphate processing to fuel EV battery growth

### 2. Regional focus with partnership offtake solutions

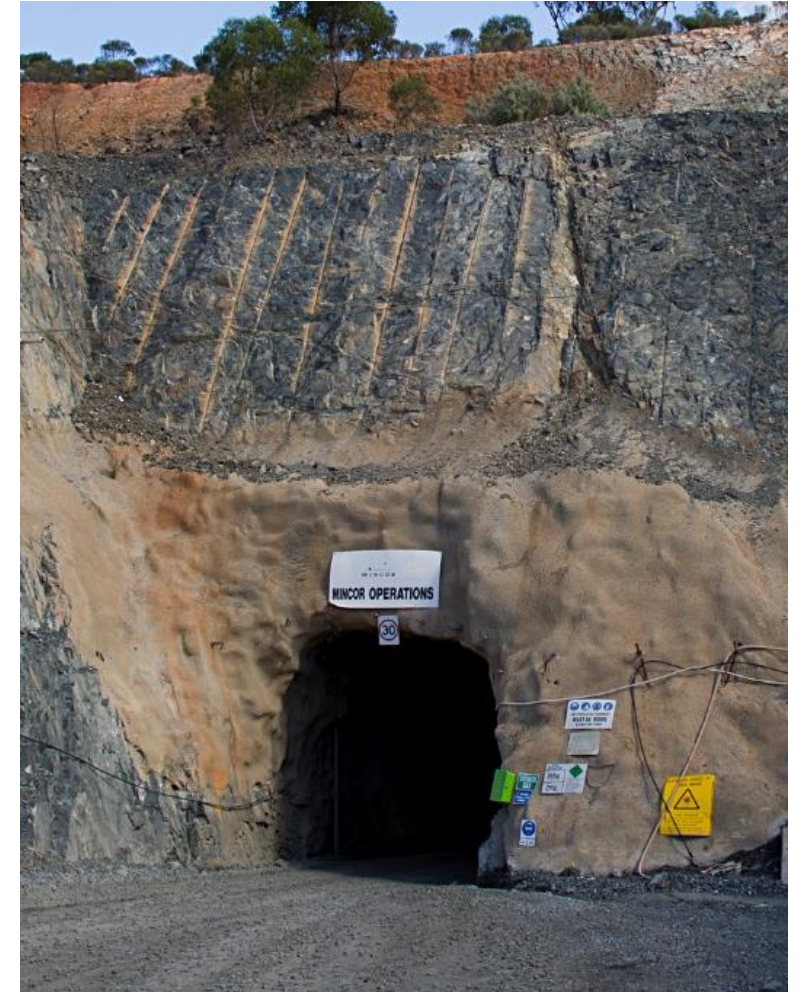
- Dominant land position in Kambalda – world's 3<sup>rd</sup> most prolific nickel sulphide resource location
- BHP offtake agreement provides localised processing solution with excellent commercial terms
- Mutually beneficial – high quality blending concentrate with an excellent Fe:MgO for blending and smelting

### 3. Growth through near-mine greenfields and brownfields exploration

- Cassini – the first greenfields discovery and Mineral Resource in a newly defined area within the Kambalda district
- Long – underground drilling program aimed to convert Mineral Resources to Ore Reserves
- Juno 4 – early stage Cassini lookalike target

### 4. Clear integrated re-start schedule

- Integrating mine plan including Cassini, Durkin North and now Long
- Up to 600ktpa processing capacity agreed with BHP
- DFS planned for release late in the **March 2020** quarter





## Delivering on significant milestones towards our high grade nickel sulphide restart strategy

| Event   | Date               | Status   |
|---|--------------------|----------|
| Cassini Maiden Mineral Resource of <b>550kt @ 3.4% Ni for 18,700</b> nickel tonnes  | August 2018        | ✓        |
| Cassini Mineral Resource increased to <b>780kt @ 3.7% Ni for 28,500</b> nickel tonnes   | April 2019         | ✓        |
| Acquisition of <b>Long Nickel Operation</b> from IGO and <b>A\$23m capital raising</b>  | May 2019           | ✓        |
| Binding <b>Ore Tolling and Concentrate Purchase Agreement</b> with BHP Billiton Nickel West   | August 2019        | ✓        |
| Cassini Mineral Resource increased to <b>985kt @ 3.8% Ni for 37,800</b> nickel tonnes   | August 2019        | ✓        |
| Cassini Mineral Resource increased to <b>1.254Mt @ 4.0% Ni for 50,400</b> nickel tonnes. Mincor's total Kambalda Mineral Resource inventory expands to <b>4.9Mt @ 3.8% Ni for 187,900</b> nickel tonnes | November 2019      | ✓        |
| Independent advisory firm <b>Orimco Pty Ltd</b> appointed as advisor in respect to securing <b>debt financing for nickel restart operation</b>  | November 2019      | ✓        |
| <b>Definitive Feasibility Study ("DFS")</b> and <b>Maiden Ore Reserve</b>   | March Quarter 2020 | Ongoing  |
| <b>Pre-development</b> and <b>early works</b> activities  | 2020               | Planning |
| Finalise <b>Funding</b> Discussions   | 2020               | Ongoing  |

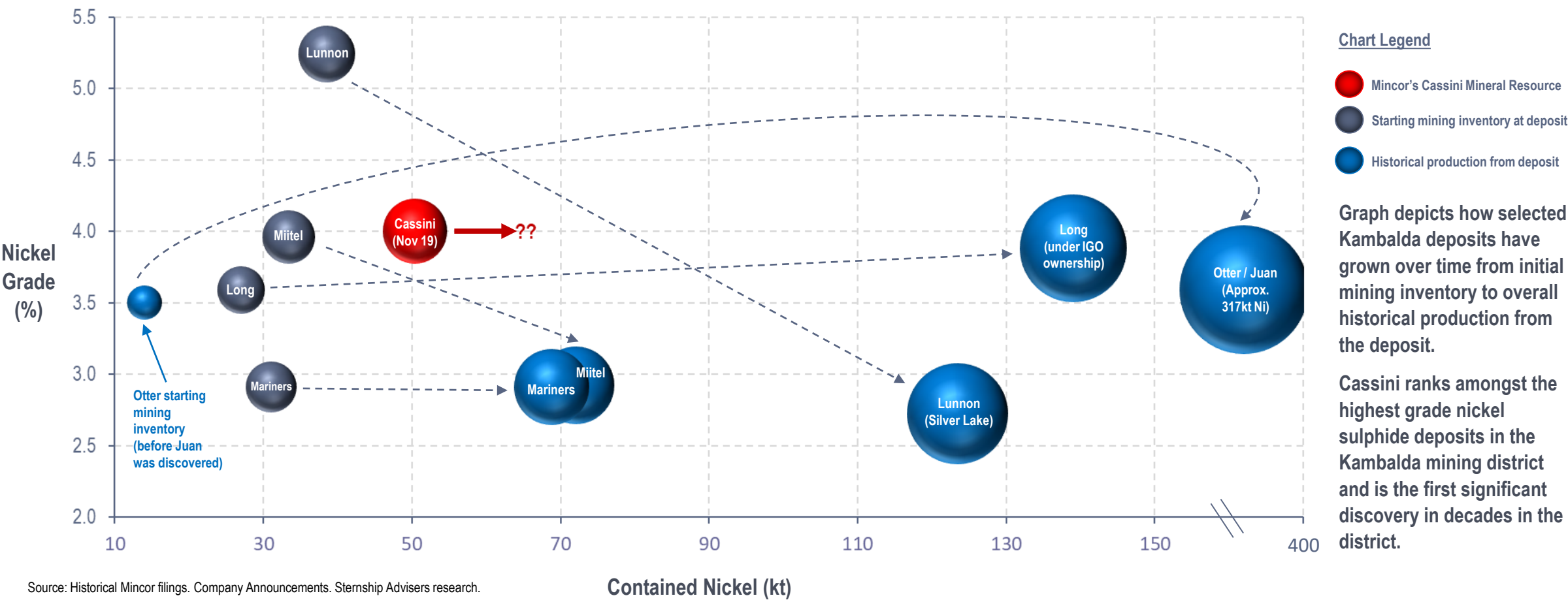
*In respect of the Mineral Resources reflected above (in the same descending order) see ASX Announcements on 1 August 2018, 23 April 2019, 26 August 2019 and 6 November 2019.*



# Kambalda District – History of long-life assets

## History of long-life assets in the district which exceeded initial mine life projections

Kambalda District Nickel Deposits - Starting Inventory vs. Historical Production (Nickel Grade vs Contained Nickel)



Source: Historical Mincor filings. Company Announcements. Sternship Advisers research.



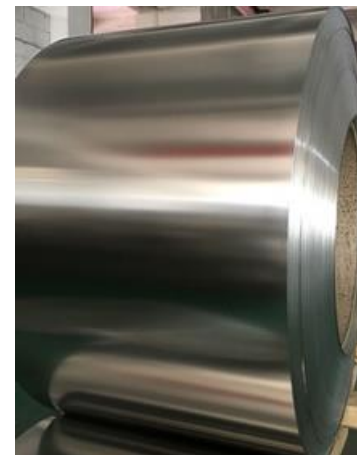
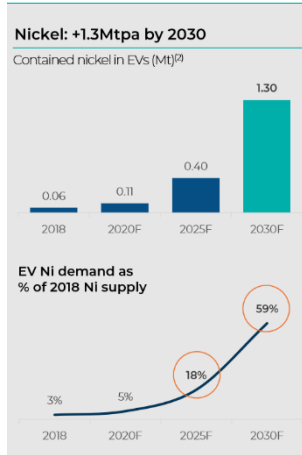


## The fundamentals

High-grade resources, nickel market outlook, off-take agreement

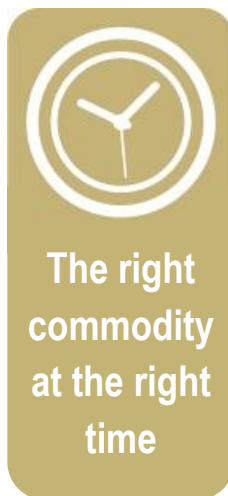
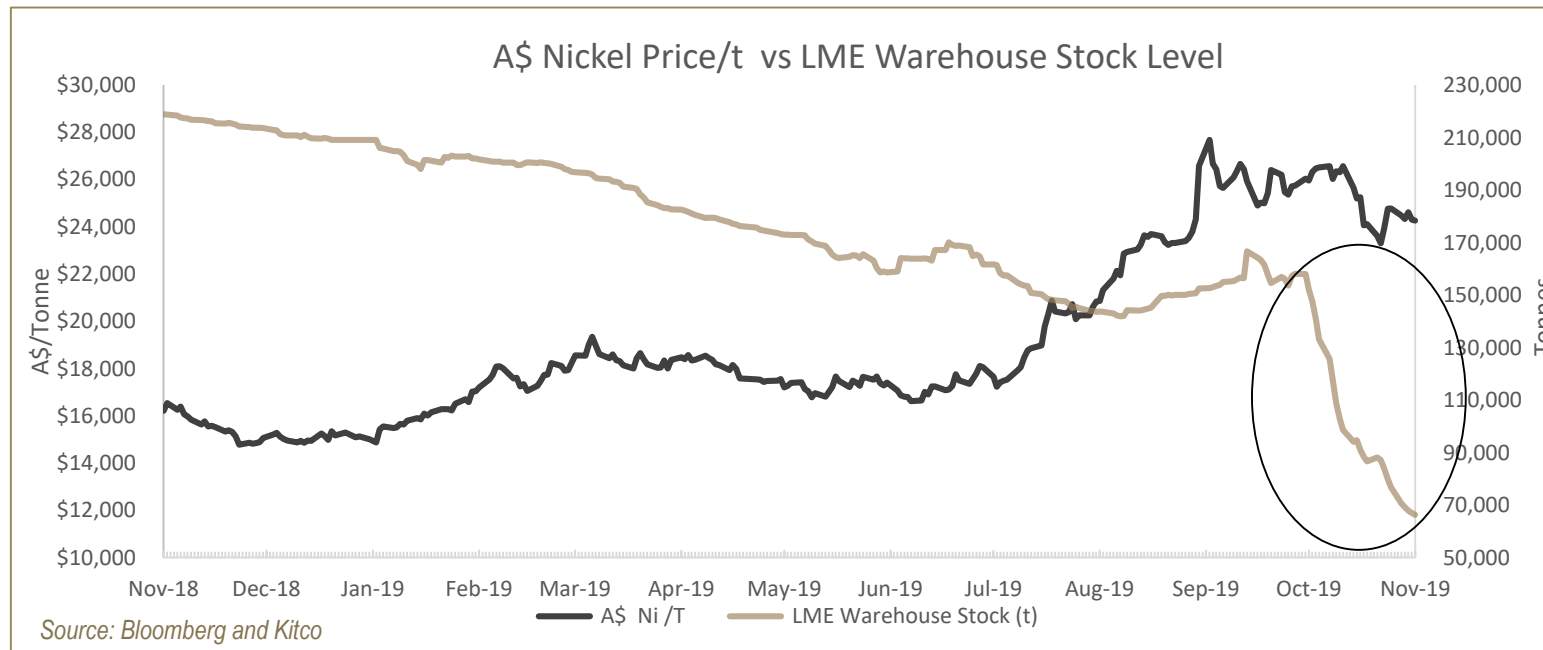






## Market Dynamics

1. 300 Series Stainless Steel (high nickel content) demand and growth remains strong
2. Indonesia to bring forward the laterite export ban to 1/1/20 – impacting ~10% of supply
3. EV batteries set to be dominated by nickel-rich chemistries of NCM811 and NCA batteries
4. Battery makers seeking out nickel exposure
5. LME warehouse stocks less than 1 month's supply – recent strategic buying
6. CY2020 supply shortfall forecasts are estimated by industry players and analysts





## Offtake Agreement Executed

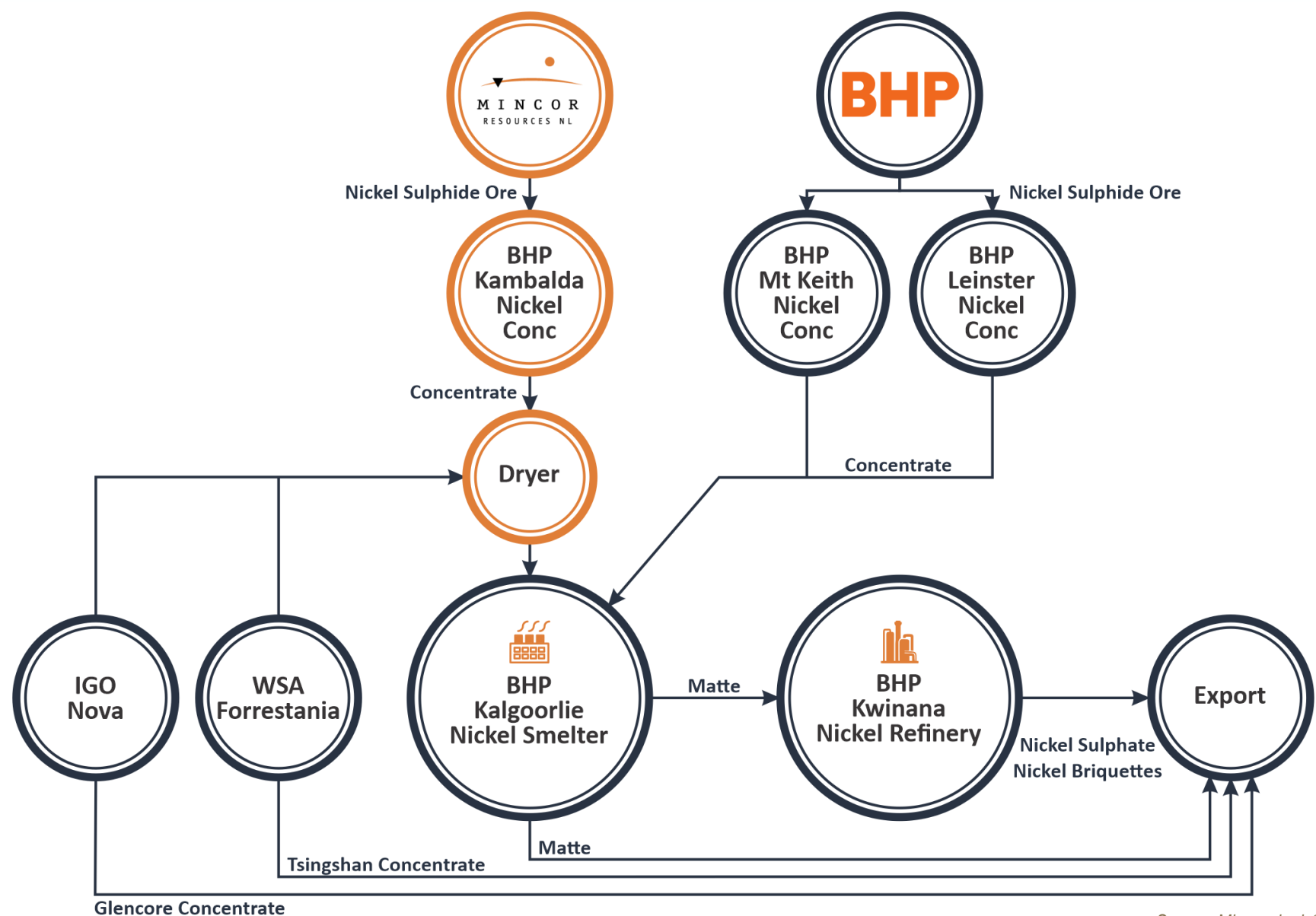
- Utilise the adjacent Kambalda Nickel Concentrator to Northern Kambalda Operations
- World's largest mining company as a counterparty
- Best economic outcome when balanced with risk and capital intensity
- Modern offtake terms (payability) for nickel concentrate
- Substantial improvement in revenue and returns
- Max 600ktpa ore throughput (minimum 200ktpa)
- Contract ends December 2025



Kambalda Primary Crusher



# Strategic Importance of Mincor



Tier-1  
offtake  
partner,  
committed  
to nickel



Source: Mincor depiction of WA nickel interaction with BHP





# Pathway to production

Assets and Definitive Feasibility Study



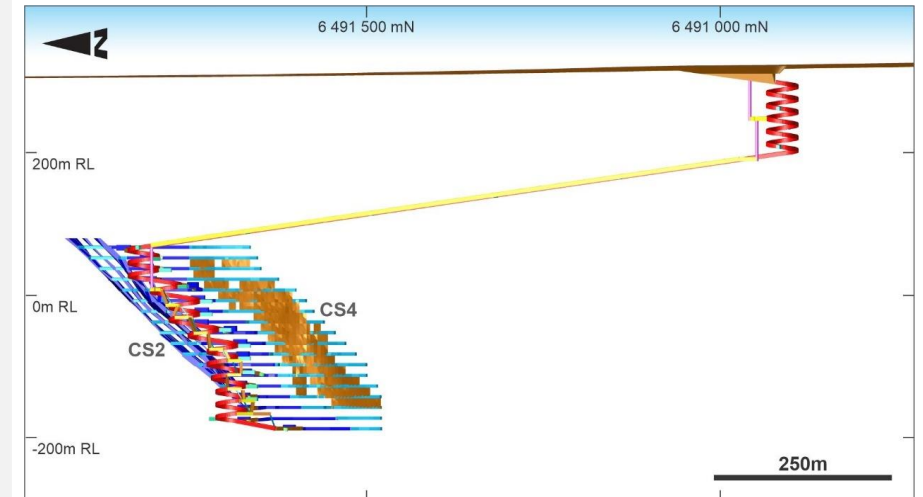
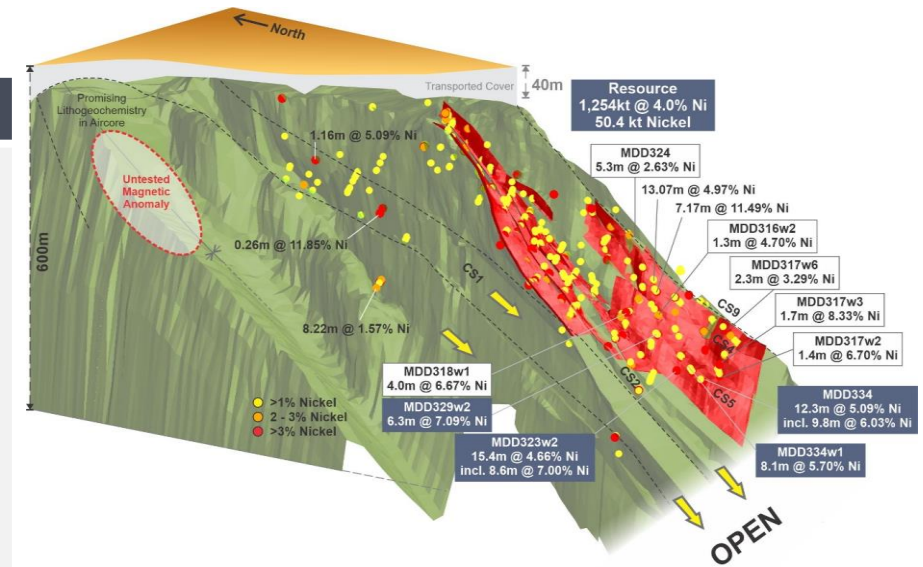


# Cassini – A Major High-Grade Discovery and Growing Resource

The first major high grade discovery in Kambalda region for many years

## Cassini Project

- **Another Upgraded Mineral Resource (ASX announcement 6 November 2019):**
  - **Now 1.254Mt @ 4.0% Ni for 50.4kt of contained nickel**
  - 86% of Mineral Resource in the Indicated category
- Diamond drilling ongoing, testing the CS1 trend, the magnetic anomaly and down plunge at CS4
- Total discovery cost around US\$0.05/lb of nickel
- **Recent intersections in the CS5 trend announced in September and October 2019\*:**
  - **MDD329W2: 6.3m @ 7.1% Ni**, including **4.5m @ 9.0% Ni** and **0.4m @ 16.1% Ni**
  - **MDD323W2: 15.4m @ 4.7% Ni** (TW 13.2m), including **8.6m @ 7.0% Ni** (TW 7.3m)
  - **MDD334: 12.3m @ 5.1% Ni** (TW 9.6m), including **9.7m @ 6.0% Ni** (TW 7.6m)
  - **MDD334W1: 8.1m @ 5.7% Ni** (TW 6.7m)
- Ore Reserves being targeted at same time as DFS, being Q1, CY2020
- Early metallurgical results demonstrate typical Kambalda ore characteristics



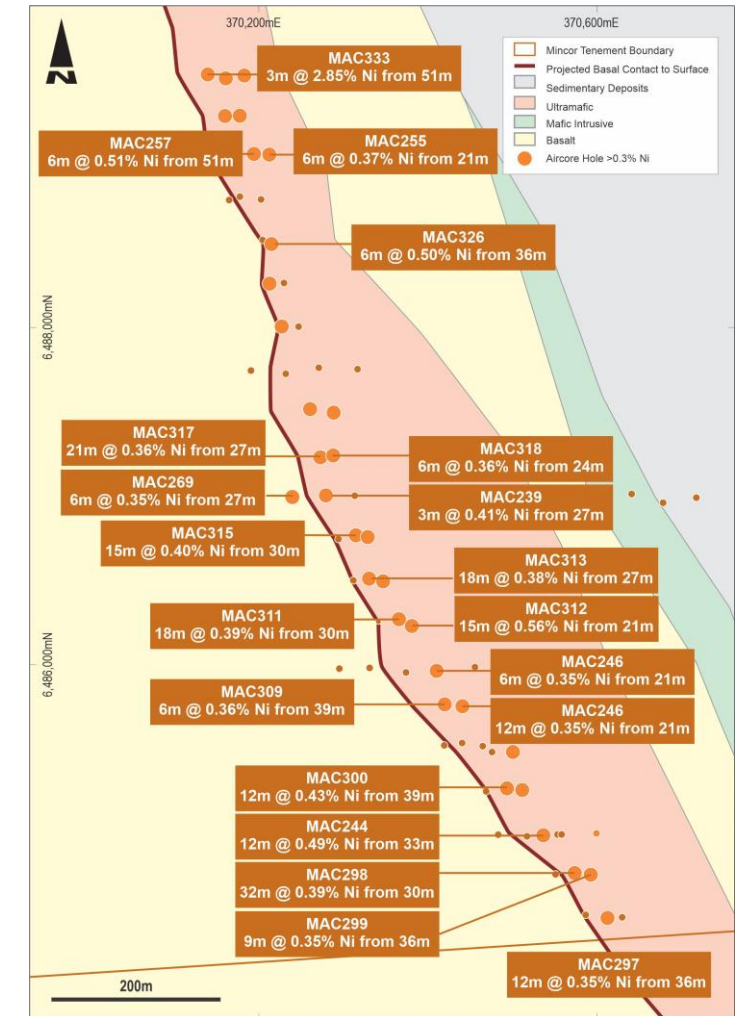
\* See ASX announcements (in same descending order) on 6 September 2019, 25 September 2019, 18 October 2019 and 30 October 2019



Juno 4, located 4km south of Cassini

## A Cassini Lookalike?

- New high resolution magnetics enhances regional potential
- Shallow air-core drilling on 50m space lines has delivered ideal shallow nickel intersections, that are akin to early Cassini results:
  - ✓ Highly significant intersection of 3m @ 2.85% Ni
  - ✓ Nickel mineralisation in nearly every hole
  - ✓ Less cover than Cassini
  - ✓ High powered geophysics (MLEM) survey to be completed
- RC Drilling program recently completed – looking for channel structures





100% acquisition of Long Nickel Operations (“Long”) from Independence Group NL (“IGO”)



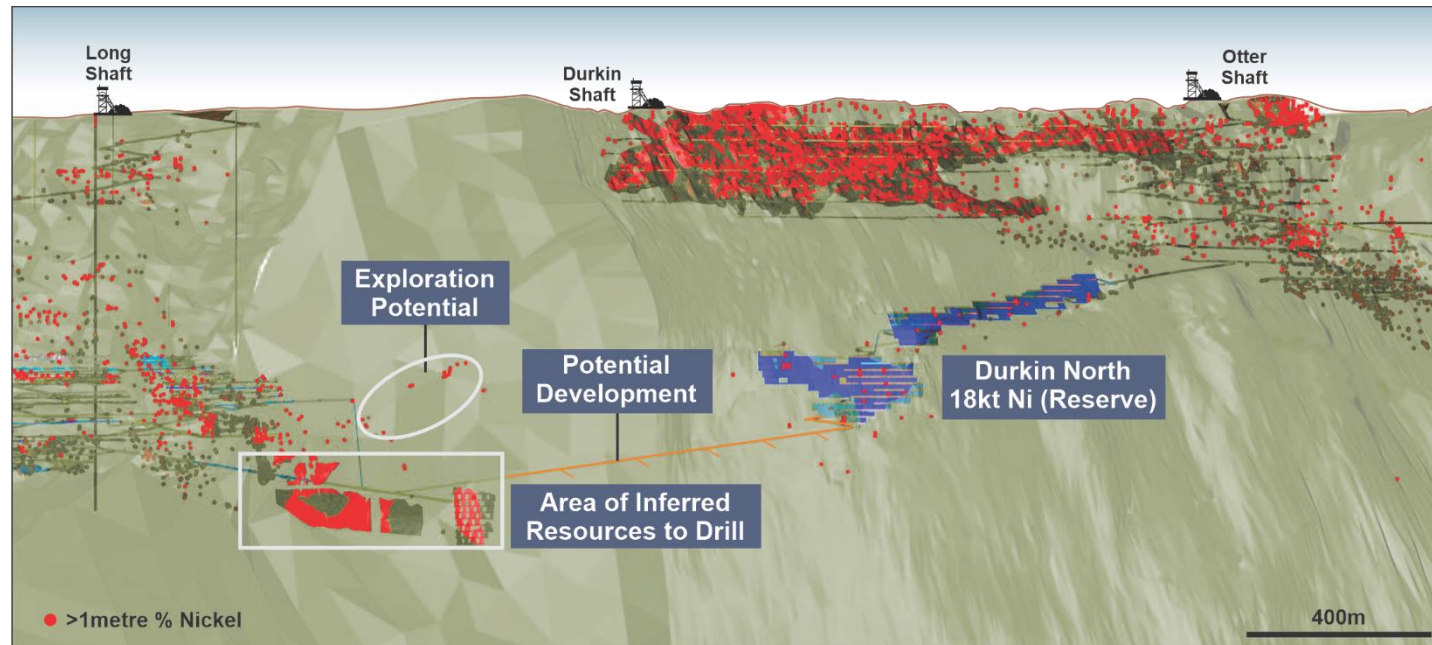
| Long Summary Data                     |  |
|---------------------------------------|--|
| <b>JORC Code Mineral Resource</b>     | 32kt Ni (0.75mt @ 4.2% Ni)<br>FY17: 54kt, 1.2Mt @ 4.6% Ni  |
| <b>Years of production</b>            | WMC: 1980 – 2000<br>IGO: 2002 - 2018   |
| <b>Historical nickel production</b>   | ~10,000 tonnes of nickel per annum   |
| <b>Historical C1 costs</b>            | A\$4.09/lb (weighted average FY12 – FY18)  |
| <b>Approvals &amp; mine readiness</b> | All relevant approvals remain in place<br>Long remains de-watered and ventilated   |
| Acquisition consideration             |  |
| <b>Upfront</b>                        | 7,777,778 fully paid Mincor ordinary shares (equivalent to ~A\$3.5m) and to be escrowed for 12 months. IGO also contributed A\$1.5m in the May 2019 Placement  |
| <b>Earn-out</b>                       | A\$2.0m payable on producing 2,500t of Ni contained in ore from Long<br>Additional A\$4.0m on producing 7,500t of Ni contained in ore from Long<br>Mincor maintains sole discretion to pay contingent amounts in either cash or shares |



## Opportunities under single ownership

- Mincor seeking to leverage existing Long infrastructure and underground declines
- Potential to improve exploration and mining access at Mincor's Durkin North Ore Reserves through new access from Long Shaft
- Mineralisation may be continuous from Long North through to Mincor's Durkin North – previously untested due to lease boundaries
- Two underground drill rigs in the Spanner area at Long – aiming to convert Mineral Resources into the Indicated category
- Aiming to add Spanner into the Integrated Mine Restart Plan

## Potential access to Durkin North and preliminary exploration areas





## 1. Durkin North

- High-grade Mineral Resource: 427kt @ 5.2% Ni for 22.4kt of contained nickel
- Current Ore Reserves: 708kt @ 2.5% Ni for 17.7kt of contained nickel
- Initial review of Feasibility Study confirms an increase in Ore Reserve grade is possible with some fine tuning of the mining approach

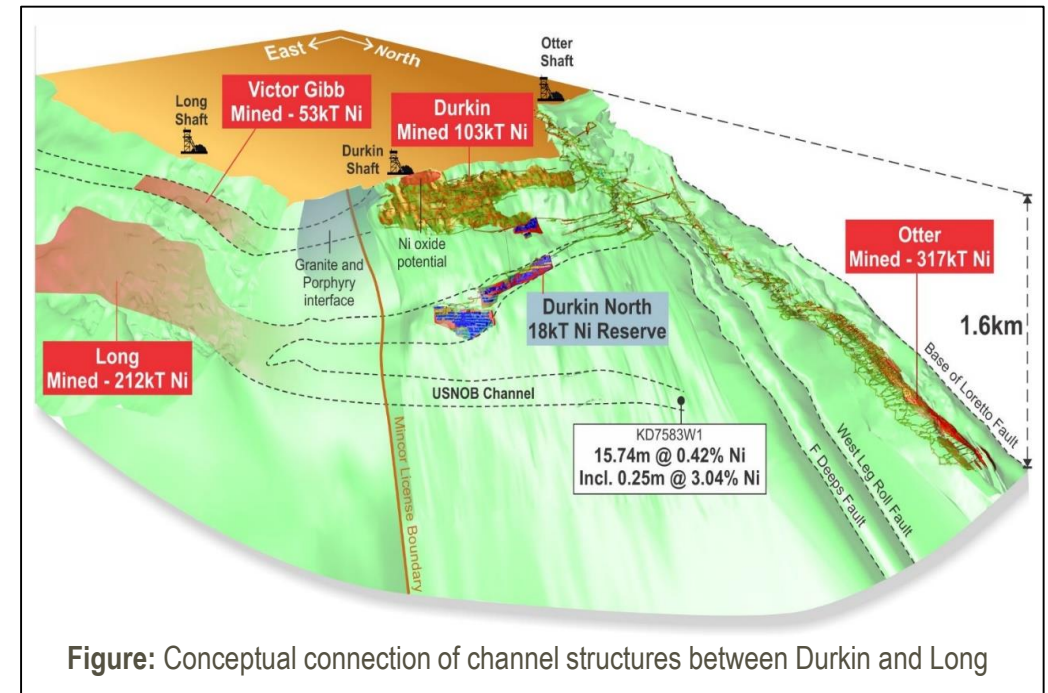
## 2. Ken/McMahon Mine

- Ken/McMahon Mineral Resource: 262kt @ 3.7% Ni for 9.6kt of contained nickel
- Potential for high grade Ore Reserves

## 3. Long Mine

- Existing high-grade JORC compliant Mineral Resource of 0.75Mt at 4.2% Ni for 32kt of contained nickel
- Near-term value realisation potential from in-mine development and different mining approach including remnant mining which will now be included in the DFS for an integrated mine plan restart
- Mincor to leverage existing Long infrastructure and underground declines – potential to improve exploration and mining access at the Durkin North proposed mine
- Significant exploration potential with no near-mine exploration for over 2 years

Mincor has dominant infrastructure and landholdings in the world-class Kambalda Dome



*\*For further details on Feasibility Study results for Durkin North please refer to ASX Release dated 10 March 2016 and for USNOB results, please refer to ASX release dated 27 October 2009*





# Widgiemooltha Gold Operations

Under Strategic Review





# Widgiemooltha Gold Project

## Cashflow generation for the September and December 2019 Quarters

- Mining of pits completed
- Toll Treatment Agreement entered into at Lakewood in Kalgoorlie
- 88,000t of ore processed during September and early October 2019
- Approximately 50,000t of remaining ore to be processed mainly in November 2019

## Strategic Review

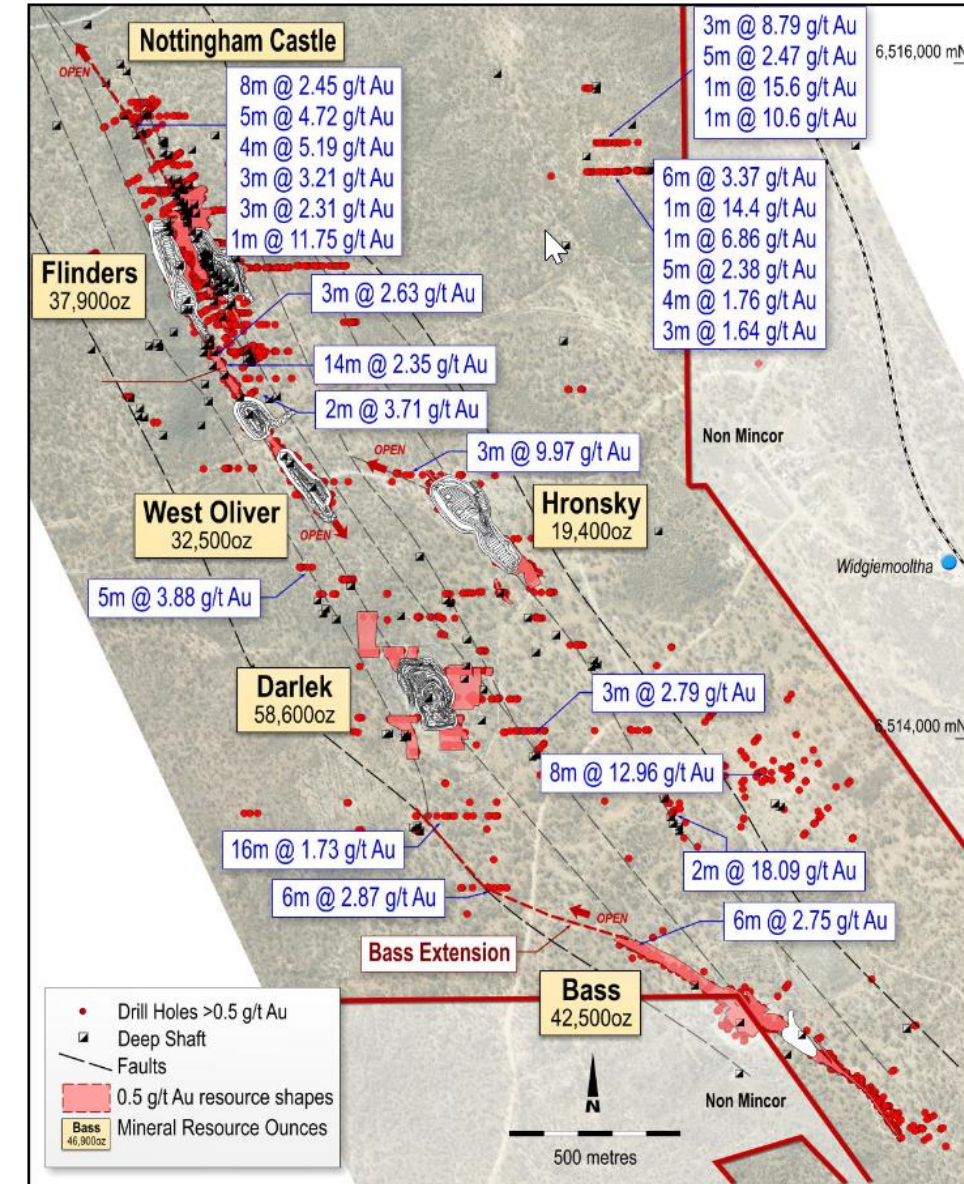
- Assessing strategic options including divestment, joint venture and care & maintenance



West Oliver Pit at Widgiemooltha



Paul Darcey – GM Operations with a Widgiemooltha gold pour







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## Key Risks and International Jurisdictions



## **Offer Risk**

The proposed offer is not underwritten, and there is no guarantee applicants will settle. If settlement does not occur with respect to the offer, there is no assurance that Mincor will be able to access and secure additional funding on reasonable terms or at all.

## **Risks associated with Mincor**

Activities in the Company and its controlled entities, as in any business, are subject to risks which may impact on the Company's future performance. There are a number of factors, both specific to the Company and of a general nature, which may affect the future operating and financial performance and position of the Company and the outcome of an investment in the Company. Some of these risks can be adequately mitigated by the use of safeguards and appropriate systems but many are beyond the control of the Company and its Directors and cannot be mitigated. Prior to deciding whether to apply for New Securities, Shareholders should read this entire Presentation, review announcements made by the Company to ASX (at [www.asx.com.au](http://www.asx.com.au), ASX:MCR) in order to gain an appreciation of the Company, its activities, operations, financial position and prospects. Shareholders should also consider the summary risk factors set out here in which the Directors believe represent some of the general and specific risks that persons should be aware of when evaluating the Company and deciding whether to obtain or increase a shareholding in the Company. The risk factors set out below are not intended to be an exhaustive list of all the risk factors to which the Company is exposed.

## **Nickel, gold prices and USD:AUD exchange rate**

A key factor for the Company is the price of nickel and gold. Nickel and gold prices fluctuate due to a variety of factors including supply and demand fundamentals, international economic and political trends, expectations of inflation, currency exchange rate fluctuations, interest rates, global or regional consumption patterns and speculative activities. There can be no assurance that nickel and gold prices will always be at levels such that the Company's deposits can be mined to provide an acceptable return in the future.

## **Exploration risks**

The success of the Company also depends in part on successful exploration programs leading to the delineation of economically minable reserves and resources, securing and maintaining title to the Company's exploration and mining tenements and obtaining all consents and approvals necessary for the conduct of its exploration activities. Exploration on the Company's existing exploration and mining tenements may be unsuccessful, resulting in a reduction of the value of those tenements, diminution in the cash reserves of the Company and possible relinquishment of the exploration and mining tenements.

## **Ability to exploit successful discoveries**

It may not always be possible for the Company to exploit successful discoveries which may be made on tenements in which the Company has an interest. Such exploitation would involve obtaining the necessary licences, clearances and/or approvals from relevant authorities that may require conditions to be satisfied and/or the exercise of discretions by such authorities. It may or may not be possible for such conditions to be satisfied. Further, the decision to proceed to further exploitation may require participation of other companies whose interests and objectives may not be the same as the Company's.



## **Mineral Resource and Ore Reserve estimates**

Mineral Resource and Ore Reserve estimates are expressions of judgement based on knowledge, experience and industry practice. These estimates were appropriate when made, but may change significantly when new information becomes available. Mineral Resource and Ore Reserve estimates are imprecise and depend to some extent on interpretations, which may ultimately prove to be inaccurate and require adjustment. Adjustments to Mineral Resource and Ore Reserve estimates could affect the Company's future plans and ultimately its financial performance and value.

## **Mining**

Mining and development operations can be hampered by force majeure circumstances, environmental considerations and cost overruns for unforeseen events. Any event that impacts on the production rates, is likely to reduce the quantity of ore mined and thereby reduce the amount of product available for sale. Events that could adversely impact on production rates include, but are not limited to:

- geotechnical and geological conditions;
- equipment availability, utilisation rates and failure;
- development rates at which relevant ore bodies are exposed; and
- scheduling constraints resulting from the interaction between various mining functions such as, drilling, blasting, bogging, loading & hauling and backfilling.

## **Infrastructure, roads and transport**

The Company requires access to road infrastructure. Transport is required to move consumables and equipment to its operations and ore or concentrate from its operations to customers. A prolonged event that restricts access to road infrastructure will delay the sale of product to the Company's customers with a consequential financial impact.

## **Capital costs and study results**

The Company's future capital requirements may exceed those forecast in the Company's budget and life of mine plans from time to time and in these circumstances there may be an adverse impact on the Company's operating and/or financial performance. The Company is currently completing a definitive feasibility study as summarised in slide 14 and this is expected to be completed in the March 2020 Quarter. Subject to results of exploration and testing programs to be undertaken, the Company may also progressively undertake a number of studies in respect of its projects. These studies may include scoping, pre-feasibility, definitive feasibility or bankable feasibility studies.

These studies will be completed within parameters designed to determine the economic feasibility of the projects within certain limits. Even if a study confirms the economic viability of the project, there can be no guarantee that the project will be successfully brought into production as assumed or within the estimated parameters within the feasibility study (eg operational costs and commodity prices) once production commences.



## Operating costs

Increases in future operating costs may impact the profitability of the Company's operations. The Company is exposed to movements in operating costs, including but not limited to:

- Salaries;
- Third party processing cost;
- Fuel (for mobile equipment and power generation);
- Reagents and consumables; and
- External contractors.

## Contractors

The Company uses a range of external contractors and service providers to support its future operations. There is a risk that the Company may not be able to engage contractors or service providers on acceptable terms, and that financial failure or default by any of the contractors or service providers used by the Company in any of its activities may impact on operating and/or financial performance.

## Services and utilities

The Company's operations require a consistent and reliable range of services including the supply of electricity and diesel fuel.

## General Risks

Mineral exploration and mining may be hampered by circumstances beyond the control of the Company and are operations which by their nature are subject to a number of inherent risks. The Company is subject to a range of general mineral exploration, technical and financial risks associated with establishing mineral resources, reserves and operating a mine. These include the general risk factors set out below.

## Future capital requirements

If the Company requires future capital in addition to the offer, such additional equity or debt financing may be dilutive to shareholders, may be undertaken at lower prices than the current market price (or the offer price) or may involve restrictive covenants which limit the Company's operations and business strategy. The Company has appointed independent advisory firm Orimco Pty Ltd in respect of securing debt financing for the Company's nickel restart operation. No assurances can be made that appropriate funding, if and when needed, will be available on terms favourable to the Company or at all. Any inability to obtain sufficient financing for the Company's activities and future projects may result in the delay or cancellation of certain activities or projects, which would likely adversely affect the potential growth of the Company.

## Key personnel

A number of key personnel are important to attaining the business goals of the Company. One or more of these key employees could leave their employment, and this may adversely affect the ability of the Company to conduct its business and, accordingly, affect the financial performance of the Company and its Share price. Difficulties attracting and retaining such personnel may adversely affect the ability of the Company to conduct its business.

## Liquidity risk

There can be no guarantee that there will continue to be an active market for Shares or that the price of Shares will increase. There may be relatively few buyers or sellers of Shares on ASX at any given time. This may affect the volatility of the market price of Shares. It may also affect the prevailing market price at which Shareholders are able to sell their Shares. This may result in Shareholders receiving a market price for their Shares that is less or more than the price paid under the offer.

## Closure and rehabilitation risk

At the completion of each of its mining operations, the Company is required to rehabilitate and otherwise close that operation in accordance with relevant laws and an approved plan. There is a risk that the cost of, or time taken to, rehabilitate or otherwise close any mining operation may be more expensive or take longer than originally planned with a consequential effect on the Company's financial performance.



## **Economic factors**

The operating and financial performance of the Company is influenced by a variety of general economic and business conditions, including levels of consumer spending, oil prices, inflation, interest rates and exchange rates, supply and demand, industrial disruption, access to debt and capital markets and government fiscal, monetary and regulatory policies. Changes in general economic conditions may result from many factors including government policy, international economic conditions, significant acts of terrorism, hostilities or war or natural disasters. A prolonged deterioration in general economic conditions, including an increase in interest rates or a decrease in consumer and business demand, could be expected to have an adverse impact on the Company's operating and financial performance and financial position. The Company's future possible revenues and share price can be affected by these factors, which are beyond the control of the Company.

## **Stock market conditions**

As with all stock market investments, there are risks associated with an investment in the Company. Share prices may rise or fall and the price of Shares might trade below or above the issue price for the New Shares. General factors that may affect the market price of Shares include economic conditions in both Australia and internationally, investor sentiment and local and international share market conditions, changes in interest rates and the rate of inflation, variations in commodity prices, the global security situation and the possibility of terrorist disturbances, changes to government regulation, policy or legislation, changes which may occur to the taxation of companies as a result of changes in Australian and foreign taxation laws, changes to the system of dividend imputation in Australia, and changes in exchange rates.

## **Securities investment risk**

Applicants should be aware that there are risks associated with any securities investment. Securities listed on the stock market, and in particular securities of mining and exploration companies have experienced extreme price and volume fluctuations that have often been unrelated to the operating performances of such companies. These factors may materially affect the market price of the securities regardless of the Company's performance. The past performance of the Company is not necessarily an indication as to future performance of the Company as the trading price of Shares can go up or down. Neither the Company nor the Directors warrant the future performance of the Company or any return on an investment in the Company.

## **Debtors' risk**

There is a risk that the Company may be unable to recover amounts owed to it (or which may be owed to it in the future) by debtors, which may have an adverse effect on the financial performance of the Company.

## **Native Title risk**

The *Native Title Act 1993* (Cth) (NTA) recognises and protects the rights and interests in Australia of Aboriginal and Torres Strait Islander people in land and waters, according to their traditional laws and customs. Native title may impact on the Company's operations and future plans. Native title is not generally extinguished by the grant of exploration and mining tenements, as they are not generally considered to be grants of exclusive possession. However, a valid exploration or mining tenement prevails over native title to the extent of any inconsistency for the duration of the title. If invalid because of native title, tenements granted prior to 1 January 1994 have been validated by the NTA. Tenements granted between 1 January 1994 and 23 December 1996, if invalid because of native title, are also likely to have been validated subject to satisfying criteria established in the NTA. For tenements that may still be subject to native title to be validly granted (or renewed) after 23 December 1996 the "right to negotiate" regime established by the NTA must be followed resulting in an agreement with relevant native title parties or a determination by an independent tribunal as to whether the tenement can be granted from a native title perspective. Alternatively an Indigenous Land Use Agreement may be entered into between the Company and relevant native title parties. An expedited regime not requiring agreement or determination by an independent tribunal may apply to some exploration tenements subject to satisfying criteria established in the NTA. The Company must also comply with Aboriginal heritage legislation requirements which require heritage survey work to be undertaken ahead of the commencement of mining and exploration operations.

## **Insurance risks**

The Company will endeavour to maintain insurance within ranges of coverage in accordance with industry practice. However, in certain circumstances the Company's insurance may not be of a nature or level to provide adequate cover. The occurrence of an event that is not covered or fully covered by insurance could have a material adverse effect on the business, financial condition and results of the Company. Insurance of risks associated with minerals exploration and production is not always available and, where available, the costs can be prohibitive. There is a risk that insurance premiums may increase to a level where the Company considers it is unreasonable or not in its interests to maintain insurance cover or not to a level of coverage which is in accordance with industry practice. The Company will use reasonable endeavours to insure against the risks it considers appropriate for the Company's needs and circumstances. However, no assurance can be given that the Company will be able to obtain such insurance coverage in the future at reasonable rates or that any coverage it arranges will be adequate and available to cover claims.



## **Competition**

The Company competes with other companies, including major mining companies in Australia and internationally. Some of these companies have greater financial and other resources than the Company and, as a result, may be in a better position to compete for future business opportunities. There can be no assurance that the Company can compete effectively with these companies.

## **Litigation risk**

The Company is subject to litigation risks. All industries, including the minerals exploration and production industry, are subject to legal claims, with and without merit. Defence and settlement costs of legal claims can be substantial, even with respect to claims that have no merit. Due to the inherent uncertainty of the litigation process, the resolution of any particular legal proceeding to which the Company is or may become subject could have a material effect on its financial position, results of operations or the Company's activities.

## **Environmental risk**

The operations and activities of the Company are subject to the environmental laws and regulations of Australia. As with most exploration projects and mining operations, the Company's operations and activities are expected to have an impact on the environment, particularly if advanced exploration or mine development proceeds. The Company attempts to conduct its operations and activities to the highest standard of environmental obligation, including compliance with all environmental laws and regulations. The Company is unable to predict the effect of additional environmental laws and regulations which may be adopted in the future, including whether any such laws or regulations would materially increase the Company's cost of doing business or affect its operations on any of its tenements. However, there can be no assurances that new environmental laws, regulations or stricter enforcement policies, once implemented, will not oblige the Company to incur significant expenses and undertake significant investments which could have a material adverse effect on the Company's business, financial condition and performance.

## **Weather and climate risk**

The current and future operations of the Company operations, may be affected by restrictions on activities due to seasonal weather patterns, flooding and cyclonic activity.

## **Regulatory risks and approvals**

The Company's operations are subject to various Federal, State and local laws, including those relating to mining, prospecting, development permit and licence requirements, industrial relations, environment, land use, royalties, water, native title and cultural heritage, mine safety, mine rehabilitation following closure and occupational health. Approvals, licences and permits required to comply with such rules are subject to the discretion of the applicable government officials. There is a risk that such laws, regulations and specific conditions may impact on planned exploration activities and any future permitting required for the nickel restart strategy. No assurance can be given that the Company will be successful in obtaining any or all of the various approvals, licences and permits or maintaining such authorisations in full force and effect without modification or revocation. To the extent such approvals are required and not retained or obtained in a timely manner or at all, the Company may be curtailed or prohibited from continuing or proceeding with exploration and production. The Company has identified that exploration activities may create disturbances associated with drilling during the exploration phase of project evaluation.

## **Tax and royalties risk**

Changes to income tax (including capital gains tax), GST, stamp duty or other revenue legislation, case law, rulings or determinations issued by the Commissioner of Taxation or other practices of tax authorities may change following the date of this offer document or adversely affect the Company's profitability, net assets and cash flow. In particular, both the level and basis of taxation may change. Changes to either the royalty regime or the MRF scheme in Western Australia or any other place where the Company might produce minerals in the future may have a consequential effect on the Company's financial performance.

## **War and terrorist attacks risk**

War or terrorist attacks anywhere in the world could result in a decline in economic conditions worldwide or in a particular region. There could also be a consequential effect on the Company's financial performance.

## **Other**

Other risk factors include those normally found in conducting business, including litigation resulting from the breach of agreements or in relation to employees (through personal injuries, industrial matters or otherwise) or any other cause, strikes, lockouts, loss of service of key management or operational personnel, non-insurable risks, delay in resumption of activities after reinstatement following the occurrence of an insurable risk and other matters that may interfere with the business or trade of the Company. The above list of risk factors ought not to be taken as exhaustive of the risks faced by the Company or by investors in the Company. The above factors, and others not specifically referred to above, may in the future materially affect the financial performance of the Company and the value of New Securities.



This document does not constitute an offer of new ordinary shares (**New Shares**) of the Company in any jurisdiction in which it would be unlawful. In particular, this document may not be distributed to any person, and the New Shares may not be offered or sold, in any country outside Australia except to the extent permitted below.

## **Canada (British Columbia, Ontario and Quebec provinces)**

This document constitutes an offering of New Shares only in the Provinces of British Columbia, Ontario and Quebec (the **Provinces**) and to those persons to whom they may be lawfully distributed in the Provinces, and only by persons permitted to sell such New Shares. This document is not, and under no circumstances is to be construed as, an advertisement or a public offering of securities in the Provinces. This document may only be distributed in the Provinces to persons that are "accredited investors" within the meaning of NI 45-106 – *Prospectus Exemptions*, of the Canadian Securities Administrators.

No securities commission or similar authority in the Provinces has reviewed or in any way passed upon this document, the merits of the New Shares or the offering of New Shares and any representation to the contrary is an offence.

No prospectus has been, or will be, filed in the Provinces with respect to the offering of New Shares or the resale of such securities. Any person in the Provinces lawfully participating in the offer will not receive the information, legal rights or protections that would be afforded had a prospectus been filed and receipted by the securities regulator in the applicable Province. Furthermore, any resale of the New Shares in the Provinces must be made in accordance with applicable Canadian securities laws which may require resales to be made in accordance with exemptions from dealer registration and prospectus requirements. These resale restrictions may in some circumstances apply to resales of the New Shares outside Canada and, as a result, Canadian purchasers should seek legal advice prior to any resale of the New Shares.

The Company as well as its directors and officers may be located outside Canada and, as a result, it may not be possible for purchasers to effect service of process within Canada upon the Company or its directors or officers. All or a substantial portion of the assets of the Company and such persons may be located outside Canada and, as a result, it may not be possible to satisfy a judgment against the Company or such persons in Canada or to enforce a judgment obtained in Canadian courts against the Company or such persons outside Canada.

Any financial information contained in this document has been prepared in accordance with Australian Accounting Standards and also comply with International Financial Reporting Standards and interpretations issued by the International Accounting Standards Board. Unless stated otherwise, all dollar amounts contained in this document are in Australian dollars.

- *Statutory rights of action for damages and rescission*

Securities legislation in certain of the Provinces may provide purchasers with, in addition to any other rights they may have at law, rights of rescission or to damages, or both, when an offering memorandum that is delivered to purchasers contains a misrepresentation. These rights and remedies must be exercised within prescribed time limits and are subject to the defenses contained in applicable securities legislation. Prospective purchasers should refer to the applicable provisions of the securities legislation of their respective Province for the particulars of these rights or consult with a legal adviser.

The following is a summary of the statutory rights of rescission or to damages, or both, available to purchasers in Ontario. In Ontario, every purchaser of the New Shares purchased pursuant to this document (other than (a) a "Canadian financial institution" or a "Schedule III bank" (each as defined in NI 45-106), (b) the Business Development Bank of Canada or (c) a subsidiary of any person referred to in (a) or (b) above, if the person owns all the voting securities of the subsidiary, except the voting securities required by law to be owned by the directors of that subsidiary) shall have a statutory right of action for damages and/or rescission against the Company if this document or any amendment thereto contains a misrepresentation. If a purchaser elects to exercise the right of action for rescission, the purchaser will have no right of action for damages against the Company. This right of action for rescission or damages is in addition to and without derogation from any other right the purchaser may have at law. In particular, Section 130.1 of the Securities Act (Ontario) provides that, if this document contains a misrepresentation, a purchaser who purchases the New Shares during the period of distribution shall be deemed to have relied on the misrepresentation if it was a misrepresentation at the time of purchase and has a right of action for damages or, alternatively, may elect to exercise a right of rescission against the Company, provided that (a) the Company will not be liable if it proves that the purchaser purchased the New Shares with knowledge of the misrepresentation; (b) in an action for damages, the Company is not liable for all or any portion of the damages that the Company proves does not represent the depreciation in value of the New Shares as a result of the misrepresentation relied upon; and (c) in no case shall the amount recoverable exceed the price at which the New Shares were offered.

Section 138 of the *Securities Act* (Ontario) provides that no action shall be commenced to enforce these rights more than (a) in the case of any action for rescission, 180 days after the date of the transaction that gave rise to the cause of action or (b) in the case of any action, other than an action for rescission, the earlier of (i) 180 days after the purchaser first had knowledge of the fact giving rise to the cause of action or (ii) three years after the date of the transaction that gave rise to the cause of action. These rights are in addition to and not in derogation from any other right the purchaser may have.

- *Certain Canadian income tax considerations.* Prospective purchasers of the New Shares should consult their own tax adviser with respect to any taxes payable in connection with the acquisition, holding or disposition of the New Shares as any discussion of taxation related matters in this document is not a comprehensive description and there are a number of substantive Canadian tax compliance requirements for investors in the Provinces.
- *Language of documents in Canada.* Upon receipt of this document, each investor in Canada hereby confirms that it has expressly requested that all documents evidencing or relating in any way to the sale of the New Shares (including for greater certainty any purchase confirmation or any notice) be drawn up in the English language only. *Par la réception de ce document, chaque investisseur canadien confirme par les présentes qu'il a expressément exigé que tous les documents faisant foi ou se rapportant de quelque manière que ce soit à la vente des valeurs mobilières décrites aux présentes (incluant, pour plus de certitude, toute confirmation d'achat ou tout avis) soient rédigés en anglais seulement.*

## **United States**

This document does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States. Any securities described in this document have not been, and will not be, registered under the US Securities Act of 1933 and may not be offered or sold in the United States except in transactions exempt from, or not subject to, registration under the US Securities Act and applicable US state securities laws.



## Hong Kong

**WARNING:** This document has not been, and will not be, registered as a prospectus under the Companies (Winding Up and Miscellaneous Provisions) Ordinance (Cap. 32) of Hong Kong, nor has it been authorised by the Securities and Futures Commission in Hong Kong pursuant to the Securities and Futures Ordinance (Cap. 571) of the Laws of Hong Kong (the "SFO"). No action has been taken in Hong Kong to authorise or register this document or to permit the distribution of this document or any documents issued in connection with it. Accordingly, the New Shares have not been and will not be offered or sold in Hong Kong other than to "professional investors" (as defined in the SFO and any rules made under that ordinance).

No advertisement, invitation or document relating to the New Shares has been or will be issued, or has been or will be in the possession of any person for the purpose of issue, in Hong Kong or elsewhere that is directed at, or the contents of which are likely to be accessed or read by, the public of Hong Kong (except if permitted to do so under the securities laws of Hong Kong) other than with respect to New Shares that are or are intended to be disposed of only to persons outside Hong Kong or only to professional investors. No person allotted New Shares may sell, or offer to sell, such securities in circumstances that amount to an offer to the public in Hong Kong within six months following the date of issue of such securities.

The contents of this document have not been reviewed by any Hong Kong regulatory authority. You are advised to exercise caution in relation to the offer. If you are in doubt about any contents of this document, you should obtain independent professional advice.

## New Zealand

This document has not been registered, filed with or approved by any New Zealand regulatory authority under the Financial Markets Conduct Act 2013 (the "FMC Act"). The New Shares are not being offered or sold in New Zealand (or allotted with a view to being offered for sale in New Zealand) other than to a person who:

- is an investment business within the meaning of clause 37 of Schedule 1 of the FMC Act;
- meets the investment activity criteria specified in clause 38 of Schedule 1 of the FMC Act;
- is large within the meaning of clause 39 of Schedule 1 of the FMC Act;
- is a government agency within the meaning of clause 40 of Schedule 1 of the FMC Act; or
- is an eligible investor within the meaning of clause 41 of Schedule 1 of the FMC Act.

## Singapore

This document and any other materials relating to the New Shares have not been, and will not be, lodged or registered as a prospectus in Singapore with the Monetary Authority of Singapore. Accordingly, this document and any other document or materials in connection with the offer or sale, or invitation for subscription or purchase, of New Shares, may not be issued, circulated or distributed, nor may the New Shares be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to persons in Singapore except pursuant to and in accordance with exemptions in Subdivision (4) Division 1, Part XIII of the Securities and Futures Act, Chapter 289 of Singapore (the "SFA"), or as otherwise pursuant to, and in accordance with the conditions of any other applicable provisions of the SFA.

This document has been given to you on the basis that you are (i) an existing holder of the Company's shares, (ii) an "institutional investor" (as defined in the SFA) or (iii) an "accredited investor" (as defined in the SFA). In the event that you are not an investor falling within any of the categories set out above, please return this document immediately. You may not forward or circulate this document to any other person in Singapore.

Any offer is not made to you with a view to the New Shares being subsequently offered for sale to any other party. There are on-sale restrictions in Singapore that may be applicable to investors who acquire New Shares. As such, investors are advised to acquaint themselves with the SFA provisions relating to resale restrictions in Singapore and comply accordingly.

## United Kingdom

Neither this document nor any other document relating to the offer has been delivered for approval to the Financial Conduct Authority in the United Kingdom and no prospectus (within the meaning of section 85 of the Financial Services and Markets Act 2000, as amended ("FSMA")) has been published or is intended to be published in respect of the New Shares.

This document is issued on a confidential basis to "qualified investors" (within the meaning of section 86(7) of the FSMA) in the United Kingdom, and the New Shares may not be offered or sold in the United Kingdom by means of this document, any accompanying letter or any other document, except in circumstances which do not require the publication of a prospectus pursuant to section 86(1) of the FSMA. This document should not be distributed, published or reproduced, in whole or in part, nor may its contents be disclosed by recipients to any other person in the United Kingdom.

Any invitation or inducement to engage in investment activity (within the meaning of section 21 of the FSMA) received in connection with the issue or sale of the New Shares has only been communicated or caused to be communicated and will only be communicated or caused to be communicated in the United Kingdom in circumstances in which section 21(1) of the FSMA does not apply to the Company.

In the United Kingdom, this document is being distributed only to, and is directed at, persons (i) who have professional experience in matters relating to investments falling within Article 19(5) (investment professionals) of the Financial Services and Markets Act 2000 (Financial Promotions) Order 2005 ("FPO"), (ii) who fall within the categories of persons referred to in Article 49(2)(a) to (d) (high net worth companies, unincorporated associations, etc.) of the FPO or (iii) to whom it may otherwise be lawfully communicated (together "relevant persons"). The investments to which this document relates are available only to, and any offer or agreement to purchase will be engaged in only with, relevant persons. Any person who is not a relevant person should not act or rely on this document or any of its contents.





# MINCOR

## RESOURCES NL

ASX CODE: MCR

## Appendices



## Nickel Mineral Resources as at 5 November 2019

| RESOURCE                 | MEASURED       |            | INDICATED        |            | INFERRED       |            | TOTAL            |            |                |
|--------------------------|----------------|------------|------------------|------------|----------------|------------|------------------|------------|----------------|
|                          | Tonnes         | Ni (%)     | Tonnes           | Ni (%)     | Tonnes         | Ni (%)     | Tonnes           | Ni (%)     | Ni tonnes      |
| Cassini                  | -              | -          | 1,092,000        | 4.0        | 162,000        | 4.3        | 1,254,000        | 4.0        | 50,400         |
| Redross                  | 39,000         | 4.9        | 138,000          | 2.9        | 67,000         | 2.9        | 244,000          | 3.2        | 7,900          |
| Burnett                  | -              | -          | 241,000          | 4.0        | -              | -          | 241,000          | 4.0        | 9,700          |
| Miitel                   | 156,000        | 3.5        | 408,000          | 2.8        | 27,000         | 4.1        | 591,000          | 3.1        | 18,100         |
| Wannaway                 | -              | -          | 110,000          | 2.6        | 16,000         | 6.6        | 126,000          | 3.1        | 3,900          |
| Carnilya Hill*           | 33,000         | 3.6        | 40,000           | 2.2        | -              | -          | 73,000           | 2.8        | 2,100          |
| Otter Juan               | 2,000          | 6.9        | 51,000           | 4.1        | -              | -          | 53,000           | 4.3        | 2,300          |
| Ken/McMahon**            | 25,000         | 2.7        | 183,000          | 3.9        | 54,000         | 3.2        | 262,000          | 3.7        | 9,600          |
| Durkin North             | -              | -          | 417,000          | 5.3        | 10,000         | 3.8        | 427,000          | 5.2        | 22,400         |
| Durkin Oxide             | -              | -          | 154,000          | 3.2        | 22,000         | 1.7        | 176,000          | 3.0        | 5,200          |
| Gellatly                 | -              | -          | 29,000           | 3.4        | -              | -          | 29,000           | 3.4        | 1,000          |
| Voyce                    | -              | -          | 50,000           | 5.3        | 14,000         | 5.0        | 64,000           | 5.2        | 3,400          |
| Cameron                  | -              | -          | 96,000           | 3.3        | -              | -          | 96,000           | 3.3        | 3,200          |
| Stockwell                | -              | -          | 554,000          | 3.0        | -              | -          | 554,000          | 3.0        | 16,700         |
| Long                     | -              | -          | 410,000          | 4.0        | 340,000        | 4.4        | 750,000          | 4.2        | 32,000         |
| <b>TOTAL (incl Long)</b> | <b>256,000</b> | <b>3.7</b> | <b>3,973,000</b> | <b>3.7</b> | <b>712,000</b> | <b>4.1</b> | <b>4,940,000</b> | <b>3.8</b> | <b>187,900</b> |

Notes:

Figures have been rounded and hence may not add up exactly to the given totals.

Nickel Mineral Resources are inclusive of nickel Ore Reserves reported at 1.0% Ni cut-off.

\* Nickel Mineral Resource shown for Carnilya Hill are those attributable to Mincor – that is, 70% of the total Carnilya Hill nickel Mineral Resource.

\*\* Ken/McMahon also includes Coronet (in the 2010/11 Annual Report it was included in Otter Juan).

The information in this presentation that relates to nickel Exploration Results, Exploration Targets and Mineral Resources is based on information compiled and reviewed by Mr Hartley, who is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Hartley is a full-time employee of Mincor Resources NL. Mr Hartley has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Hartley consents to the inclusion in the presentation of the matters based on his information in the form and context in which it appears.



# Competent Person Statements (continued..)

## Gold Mineral Resources as at 30 June 2019

| RESOURCE      | MEASURED      |            | INDICATED        |            | INFERRED         |            | TOTAL            |            |                |
|---------------|---------------|------------|------------------|------------|------------------|------------|------------------|------------|----------------|
|               | Tonnes        | Au (g/t)   | Tonnes           | Au (g/t)   | Tonnes           | Au (g/t)   | Tonnes           | Au (g/t)   | Ounces         |
| West Oliver   | 48,000        | 1.2        | 478,000          | 1.5        | 105,000          | 2.4        | 631,000          | 1.6        | 32,500         |
| Jeffreys Find | -             | -          | 833,000          | 1.7        | 322,000          | 1.5        | 1,155,000        | 1.7        | 61,600         |
| Bass          | 8,000         | 1.9        | 222,000          | 1.9        | 434,000          | 2          | 664,000          | 2          | 42,500         |
| Hronsky       | -             | -          | 259,000          | 2          | 69,000           | 1.3        | 328,000          | 1.8        | 19,400         |
| Darlek        | -             | -          | 627,000          | 1.5        | 607,000          | 1.3        | 1,234,000        | 1.5        | 58,600         |
| Flinders      |               | 1.6        | 453,000          | 1.4        | 389,000          | 1.3        | 842,000          | 1.4        | 37,900         |
| Hillview      | -             | -          | -                | -          | 578,000          | 1.1        | 578,000          | 1.1        | 20,600         |
| <b>TOTAL</b>  | <b>56,000</b> | <b>1.3</b> | <b>2,872,000</b> | <b>1.6</b> | <b>2,504,000</b> | <b>1.4</b> | <b>5,432,000</b> | <b>1.6</b> | <b>273,100</b> |

Notes:

Figures have been rounded to the nearest 1,000 tonnes, 1.0g/t Au and 100 ounces; therefore, may not add up exactly to the given totals.

Gold Mineral Resources are inclusive of gold Ore Reserves reported at 0.5g/t Au cut-off.

The information in this presentation that relates to gold Exploration Results, Exploration Targets and Mineral Resources is based on information compiled by Mr Hartley, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Hartley is a full-time employee of Mincor Resources NL. Mr Hartley has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Hartley consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.



# Competent Person Statements (continued..)

## Nickel Ore Reserves as at 30 June 2019

| RESERVE      | PROVED        |            | PROBABLE         |            | TOTAL            |            |               |
|--------------|---------------|------------|------------------|------------|------------------|------------|---------------|
|              | Tonnes        | Ni (%)     | Tonnes           | Ni (%)     | Tonnes           | Ni (%)     | Ni tonnes     |
| Burnett      | -             | -          | 271,000          | 2.6        | 271,000          | 2.6        | 6,900         |
| Miitel       | 28,000        | 2.6        | 129,000          | 2.2        | 157,000          | 2.3        | 3,600         |
| Durkin North | -             | -          | 708,000          | 2.5        | 708,00           | 2.5        | 17,700        |
| <b>Total</b> | <b>28,000</b> | <b>2.6</b> | <b>1,108,000</b> | <b>2.5</b> | <b>1,136,000</b> | <b>2.5</b> | <b>28,200</b> |

Note:

Figures have been rounded and hence may not add up exactly to the given totals. Resources are inclusive of Reserves.

The information in this presentation that relates to nickel Ore Reserves is based on information compiled by Mr Paul Darcey, who is a full-time employee of Mincor Resources NL and is a member of the AusIMM. Mr Darcey has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" Mr Darcey consents to the inclusion in this presentation of the matters based on his information in the form and context in which it appears.

## Gold Ore Reserves as at 30 June 2019

| RESERVE      | PROVED         |            | PROBABLE      |            | TOTAL          |            |               |
|--------------|----------------|------------|---------------|------------|----------------|------------|---------------|
|              | Tonnes         | Au (g/t)   | Tonnes        | Au (g/t)   | Tonnes         | Au (g/t)   | Ounces        |
| Flinders     | 7,400          | 1.9        | 500           | 1.6        | 7,900          | 1.9        | 500           |
| Hronsky      | 130,000        | 2.0        | -             | -          | 130,000        | 2.0        | 8,300         |
| Darlek       | 59,000         | 2.4        | 70,000        | 2.0        | 128,000        | 2.2        | 8,900         |
| <b>TOTAL</b> | <b>196,400</b> | <b>2.1</b> | <b>70,500</b> | <b>2.0</b> | <b>265,000</b> | <b>2.1</b> | <b>17,700</b> |

Note:

Figures have been rounded to the nearest 1,000 tonnes, 0.1g/t Au grade and 100 ounces; differences may occur due to rounding.

The information in this presentation that relates to gold Ore Reserves is based on information compiled by Mr Gary McCrae, who is a full-time employee of Minecomp Pty Ltd and is a member of the AusIMM. Mr McCrae has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" Mr McCrae consents to the inclusion in this presentation of the matters based on his information in the form and context in which it appears.