



KORAB RESOURCES LIMITED

KORAB HOUSE

www.korab.com.au

16 January 2020

Issued Capital

Issued Shares: 322 Mln
Last Price: 1.0 cents
Capitalisation: \$3 Mln

Listing Codes

ASX: KOR
BERLIN: C6S

Directors

Andrej K. Karpinski
Executive Chairman
Director

Rodney H. Skeet
Non-executive Director
(Independent)

Anthony G. Wills
Non-executive Director
(Independent)

Projects

**Winchester
(Rum Jungle, NT)**
Magnesium carbonate
(MgCO₃)

**Batchelor
(Rum Jungle, NT)**
Au, Ag, Zn, Pb, Ni, Cu, Co, Sc,
Mn

**Geolsec
(Rum Jungle, NT)**
Phosphate rock
(P₂O₅)
(Sub-leased to third party)

**Mt. Elephant
(Ashburton, WA)**
Au, Cu
(Optioned for sale)

**Bobrikovo
(Luhansk, UKRAINE)**
Au, Ag, Zn

OPERATIONS UPDATE

Korab Resources Limited (ASX: KOR) (Korab) provides the following operations update.

WINCHESTER MAGNESIUM CARBONATE (MAGNESITE) PROJECT (RUM JUNGLE IN THE NORTHERN TERRITORY)

PERMITTING

Korab continues the work on the permitting for the Winchester quarry including the Notice of Intent (NOI). The NOI is currently undergoing additional amendments to address most recent comments and suggestions. This process is being advanced as rapidly as possible. Once this process is completed, the NOI will be submitted for review, and subject to there being no further comments or suggestions, it will then be lodged with NTEPA. The Company will advise the market after the NOI has been lodged with the NTEPA.

OFFTAKES

Korab Group continues discussions and negotiations with various parties including trading houses, refractory ceramics producers, other potential buyers of magnesium carbonate rock, CCM, and DBM, as well as kiln operators, and equipment suppliers. Discussions with interested parties are ongoing but are incomplete and details are confidential. There can be no certainty that any agreement or agreements can be reached or that any transaction will eventuate from these discussions. Other than the agreement with ZM Ropczyce reported during the March 2019 quarter, no commercial terms have been agreed between the parties. Accordingly, no investment decision should be made on the basis of this information. Korab will advise the market if and when an agreement or agreements regarding offtakes and/or toll-treatment have been reached.

BOBRIKOV GOLD PROJECT (LUHANSK REGION IN EASTERN UKRAINE)

The situation in Eastern Ukraine is improving following meetings between presidents of Ukraine and Russia held over recent months. The meetings have led to multiple exchanges of prisoners of war and to other positive measures aimed at resolving the conflict. Korab continues discussions with parties interested in acquiring mineral assets located in eastern Ukraine regarding a potential sale of the Bobrikovo project. Currently, the discussions regarding the Bobrikovo project are incomplete and confidential and there can be no certainty that any agreement or agreements can be reached or that any transaction will eventuate. No commercial terms have been agreed between the parties. Accordingly, no investment decision should be made on the basis of this information. Korab will advise the market if and when an agreement or agreements have been reached.

MT. ELEPHANT (ASHBURTON MINERAL FIELD IN WESTERN AUSTRALIA)

On 12 June 2018 Korab advised that Ashcroft Resources Pty Ltd ("Ashcroft") has lodged an application for forfeiture of Exploration Licence E08/2115 which is held by Australian Copper Holdings Pty Ltd, a wholly owned subsidiary of Australian Copper Pty Ltd, a wholly owned subsidiary of Korab. Exploration Licence E08/2115 is part of the Mt. Elephant Project.

A substantive hearing was held in the Wardens Court on 10 and 11 April 2019 in regard to this application and the Warden reserved his decision. Korab will advise the market of the outcome of this forfeiture application once the decision of the Warden is received.

- END -



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ACN 082 140 252



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This announcement has been made by the order of the Board of Directors of the Company.

FOR FURTHER INFORMATION CONTACT:

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International: +61 8 9474 6166

ABOUT KORAB RESOURCES

Korab Resources Ltd is an international mining and exploration company with operations in Australia and Europe. Korab's projects include Winchester magnesium carbonate deposit at Batchelor in the Northern Territory of Australia, Geolsec phosphate rock deposit also at Batchelor, and other gold, silver, copper, cobalt, nickel, and polymetallic projects in Australia and overseas. More information about Korab's projects can be sourced from Korab's website at www.korab.com.au. Korab's shares are traded on Australian Securities Exchange (ASX) and on the Berlin Stock Exchange (Berliner Börse) through Equiduct electronic trading platform.

DISCLAIMER AND CAUTIONARY STATEMENT

Forward-looking statements are statements that are not historical facts. Words such as "expect(s)", "expected", "feel(s)", "believe(s)", "will", "may", "anticipate(s)", "should", "envisage(s)" and similar expressions are intended to identify such forward-looking information. This information includes, but is not limited to statements regarding future exploration results, resources, or reserves, and production. Anyone reading this report is cautioned not to place undue reliance on these forward-looking statements. All of such statements are subject to risks and uncertainties (many of which are difficult to predict and which generally are beyond the control of the Company) that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include, but are not limited to: those relating to the interpretation of exploration results (including drill results), the geology, grade and continuity of mineral deposits and conclusions of economic evaluations; risks relating to possible variations in reserves, grade, mining dilution, ore loss, and recovery rates; risks relating to changes in project financial and technical parameters; risks relating to the potential for delays in exploration programs, project evaluation/review, completion of feasibility studies and project development; risks related to commodity prices and foreign exchange rate fluctuations; risks related to failure to secure adequate financing on a timely basis and on acceptable terms; risks related to delays in obtaining governmental, or other permits and approvals; risks related to security of tenure; and other risks and uncertainties related to the Company's prospects, properties and business strategy. Any forward-looking information contained in this report is provided as of the date of this report. Except as required under applicable listing rules and securities laws, the Company does not intend, and does not assume any obligation, to update this forward-looking information.

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