



ASX ANNOUNCEMENT

17 January 2020

ASX Market Announcements
ASX Limited
20 Bridge Street
Sydney NSW 2000

Company Update – Vector Resources Limited (ASX:VEC)

Vector Resources Limited (“**Vector**” or the “**Company**”) would like to provide an update to the market and its shareholders in relation to its capital restructuring and capital raising activities.

The Company has previously advised that it had been negotiating with several key parties in relation to its capital restructuring. This includes the convertible note holders, the vendor for the Adidi-Kanga Gold Project (Mongbwalu Goldfields Investment Limited or MGI) and the local Congolese bank that currently holds security over the Project in relation to a previous debt of US\$20m on the Project.

The nature of these discussions requires agreement from all three of these parties, which will allow Vector to restructure its capital position and to raise appropriate capital funding to progress the Adidi-Kanga Gold Project.

Whilst all parties have and continue to work with the Company to find a suitable solution, the process has extended beyond the expectations of the parties involved. Despite this, the Company does believe that the restructuring activities will be finalised imminently and documented so that the Company can announce the full details of the proposed restructure.

The Company has also previously advised that it is considering a capital raising through an Entitlements Offer (Rights Issue) to all shareholders. Further details of the proposed Entitlements Offer will follow the restructure announcements.

On finalisation of the matters above the Company will focus its efforts on progressing the world-class Adidi-Kanga Gold Project, which will include an aggressive drilling campaign.

-ENDS-

For further information:

Simon Youds
Chief Executive Officer
Vector Resources

E-mail: info@vectorresources.com.au

Web: www.vectorres.com.au

Twitter: @VECResources

Facebook: @VECResources

About Vector Resources Limited

Vector Resources Limited (ASX:VEC) is an Australian Securities Exchange listed gold exploration and development company focused on the exploration and development of gold assets in the Democratic Republic of Congo.

Forward looking statements

Information included in this release constitutes forward-looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as "may", "will", "expect", "intend", "plan", "estimate", "anticipate", "continue", and "guidance", or other similar words and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the Company's actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licenses and permits and diminishing quantities or grades of reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the Company and its management's good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the Company's business and operations in the future. The Company does not give any assurance that the assumptions on which forward looking statements are based will prove to be correct, or that the Company's business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the Company or management or beyond the Company's control.

Although the Company attempts and has attempted to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be as anticipated, estimated or intended, and many events are beyond the reasonable control of the Company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements. Forward looking statements in these materials speak only at the date of issue. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward-looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.