



ASX RELEASE
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OPTION TO SELL BOYNE LIMESTONE FOR \$1,000,000

Highlights

- Option agreement executed to sell the non-core Boyne Limestone Project
- \$100,000 deposit to be paid within 5 business days
- \$900,000 balance on closing

Metallica Minerals Limited ("Metallica") ([ASX:MLM](#)) is pleased to advise that it has executed an option agreement ("Agreement") to sell two granted mining leases that form the Boyne Limestone Project for \$1 million to a private group ("Purchaser").

The Boyne Limestone Project which is located near Gladstone is held by Metallica's 100 per cent owned subsidiary, Phoenix Lime Pty Ltd ("Phoenix").

The Agreement provides for a \$100,000 deposit to be paid within 5 business days of execution, and the remaining \$900,000 to be paid on completion. Completion is contingent on the Purchaser exercising its option within the option period and certain conditions precedent being satisfied, including:

- An indicative approval from the Minister for Natural Resources and Mines for the transfer of the mining leases to the Purchaser;
- Metallica formalising access and compensation arrangements with landowners;
- the consent of landowners to assign the access and compensation agreements to the Purchaser; and
- other regulatory approvals which may be required.

The option term is 6 months but will be extended to 9 months where the required regulatory approval is not obtained within 6 months for reasons outside the parties' control.

If the Purchaser cannot obtain the necessary regulatory approval, 50% of the deposit is refundable. Otherwise, the deposit is only refundable if Metallica or Phoenix is in default.

Once the Purchaser exercises its option, Metallica has up to 6 months to satisfy the conditions precedent. The Agreement grants the Purchaser access to the mining leases during the option period to carry out operations, including exploration.

Metallica's CEO, Mr Simon Slesarewich:

"This agreement furthers our dual strategy of divesting non-core assets and focusing our resources on the development of core assets, like Esmeralda and Cape York. It follows the successful sale of the non-core Star and Ootann limestone projects, which delivered \$870,000 earlier in the year."

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