



RECEIPT OF INTENTION TO MAKE A PROPORTIONAL OFF-MARKET TAKEOVER OFFER

Bauxite Resources Limited (ASX:BAU) (**Bauxite**) has become aware through an announcement to the Australian Securities Exchange dated 8 November 2017 that a wholly owned subsidiary of Mercantile Investment Company Limited (ASX:MVT), Mercantile OFM Pty Ltd (**Mercantile OFM**) intends to make an unsolicited proportional takeover offer to purchase one of every two fully paid ordinary shares in Bauxite that it does not already own (**Announcement**).

The Board of Bauxite is considering its response to the Announcement.

Bauxite shareholders are advised to **TAKE NO ACTION** in relation to the Announcement or any document received from Mercantile OFM in relation to the proposed proportional takeover offer until they receive the Directors' formal recommendation.

The Board of Bauxite will keep shareholders fully informed of further developments as they occur.

DATE: 9 November 2017

ASX Code: BAU

BAUXITE RESOURCES LTD

ABN: 72 119 699 982

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Non Executive Chairman

Luke Atkins

Non Executive Director

Neil Lithgow

Non Executive Director

Zhaozhong Wang

Non Executive Director

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