



26 March 2020

## HOA Signed for Acquisition of 750 HA of Highly Prospective Tenement Adjoining Yerbas Buenas Project Area

### Highlights

- Contiguous tenements totalling approximately 750 hectares under negotiation – will take Freehill's total project area to over 1,250 hectares
- Highly attractive acquisition terms - ~75m shares (subject to six months' escrow) to be issued subject to shareholder approval
- Excellent address - situated in the southern end of Chilean IOCG belt and near to Chile's La Higuera copper mining area
- Area adjoins the northern boundary of Yerbas Buenas project

Freehill Mining Limited (ASX: FHS 'Freehill' or 'the Company') is pleased to advise that it has signed a Heads of Agreement (HOA) for the acquisition of approximately 750 hectares of highly prospective exploration acreage that adjoins the northern boundary of its existing Yerbas Buenas project area.

The tenements are being acquired from local company Minera El Dorado SCM.

The acquisition, which is subject to shareholder approval, would significantly increase Freehill's exploration and development area to over 1,250 hectares in Chile's iron ore-copper-gold belt.

Due diligence is in process, including further geological assessment of the tenements, and Freehill will provide further updates on the acquisition as it moves to finalisation. Under the HOA, the tenements will be acquired for ~75m fully paid ordinary shares in Freehill which will be subject to escrow for a period of six months from the date of their issue. The Company has an exclusivity arrangement with Minera El Dorado SCM with respect to dealings with the tenements, for a period of six months. In conjunction with the due diligence investigation, the Company will be progressing the preparation of formal documentation to effect the acquisition, as well as preparations for a general meeting of shareholders to approve the transaction in due course.

### Comment

**Chief Executive Officer Peter Hinner said:** *"Following on from the successful acquisition in 2019 of the Arenas XI property to the south where we are in the process of proving up a large high grade magnetite resource, we have now embarked on what we believe will be another highly productive acquisition to the north that is prospective for magnetite, copper and gold. These are very high quality tenements that will comfortably double the size of our exploration footprint. They are situated in a recognised copper-gold and iron ore region and only 7km from the historical La Higuera copper mining area."*

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*“Regional consolidation of high quality projects that are contiguous to Yerbas Buenas has been a key plank in our growth strategy as we can deliver both grade and scale through exploration and future mine development. We look forward to providing shareholders with more details on this excellent asset when we conclude terms, and also reporting more top quality assays from the recently completely drill program at Yerbas Buenas.”*

### **About Freehill Mining Limited**

Freehill Mining Limited (ASX: FHS) is a mineral exploration company focused on the development of its 100%-owned Yerbas Buenas magnetite project in Chile. Yerbas Buenas has proven magnetite mineralisation as well as being prospective for both gold and copper mineralisation. Drilling results to date have so far demonstrated that magnetite mineralisation extends along at least a 2km contiguous corridor of what is shown by geophysics to be a 3km long structure extending from the northern boundary to southern boundary of the property. The company has also identified copper and gold mineralisation testing has commenced with diamond drilling on two IP anomalies highlighted in earlier exploration.

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