



MAGNETITE MINES LIMITED
Making Steel Stronger

ASX Announcement

2 July 2018

Final Framework Agreement Extended

The Board of Magnetite Mines Limited (ASX:MGT) (**Company**) refers to its previous announcement of 29 March 2018 regarding the signing of a framework agreement between the Company, Coffee House Group Limited (**CHG**), Lodestone Equities Limited (**Lodestone**) and Toll Resources Limited (**Toll Resources**) (each counterparty an entity controlled by the Company's Executive Chairman, Mr Gordon Toll) as the basis for the negotiation and execution of a formal Share Sale and Purchase Agreement (and associated documents) (**SSPA**) for the proposed acquisition of Lodestone (a private Isle of Man company) by the Company (**Proposed Transaction**).

The Company has been liaising with ASX with respect to receiving approval for the terms of the Proposed Transaction. As a result of those discussions, the parties are in the process of agreeing further amendments to the Proposed Transaction terms which will then be put to ASX for approval.

The existing framework agreement provided that it would terminate on 30 June 2018 if the SSPA had not been executed. Accordingly, the parties have agreed to extend the end date of the final framework agreement to 30 September 2018.

The Company reminds investors that whilst the final framework agreement is legally binding on the parties, it does not create any legally binding obligation on any party to acquire or sell Lodestone until the SSPA is executed by the parties and certain conditions precedent are satisfied (see Annexure 1 of the Company's announcement dated 29 March 2018).

For further information, contact:

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