



ASX Announcement

20 July 2020

Results of Share Purchase Plan

Corporate and Project Update

Further to the Company's release of 17 July 2020, the Board of Directors of Dark Horse Resources (ASX: DHR) is delighted to announce the results of its recently completed Share Purchase Plan (SPP).

The SPP was initially targeted to raise between \$750,000 and \$1,000,000 via a combination of cash and debt conversion. However, as outlined in the SPP Booklet dispatched to shareholders on 25 June 2020, the Directors reserved the right to accept further applications on the basis of demand, to upscale the raising if appropriate.

Given the level of demand from shareholders, particularly as experienced in the last 48 hours of the offer period, the Board has determined to honor all applications, with the SPP raising a total of \$1,532,000 representing \$1,277,000 in cash and \$255,000 in debt converted. These debts all relate to conversions by Directors and senior executives of accrued remuneration, services and expenses.

The shares for SPP participants are expected to be allotted by the Company Share Registry on Tuesday 21 July 2020. An updated Appendix 3B is attached. An Appendix 2A for the actual allotment will be prepared and lodged tomorrow.

Dark Horse CEO, Mr David Mason said: "The Board has been most impressed with the participation in the SPP from our loyal shareholders who took up their allocations, and I extend my sincerest thanks to them. I would also like to thank my fellow Directors, led by Chairman Nick Mather, and our senior executives, for supporting the Company over the past year by not taking their remuneration in cash, and now converting most into stock, reiterating their confidence in the future success of the Company.

The cash received through the SPP and the recent Placement will allow the Company to implement its aggressive exploration plans for the new Finland Gold projects, once the transaction has settled, which is expected over the next couple of months. Dark Horse looks forward to galloping towards the achievement of its goals, in a responsible and effective manner, and the Placement and SPP will allow the company to do so."

Project Update

As previously announced, Dark Horse has a Term Sheet in place to acquire 100% of seven (7) Gold Exploration Permits in the Tampere Gold region of Finland, the **Tampere Gold Project**, and seven (7) Tungsten Exploration Permits in Sweden the **Bergslagen Tungsten Project**, for a total consideration of €150,000 cash payment, plus transaction documentation costs.

The Permit Purchase Agreement (PPA) between Dark Horse and the vendor, Sotkamo Silver AB (Sotkamo) is in the final stage of completion and is expected to be executed within the very near future within the designated 45 day exclusivity period. Once executed, the transfer of exploration permits will commence, from Sotkamo to the newly established 100% owned, DHR Finnish subsidiary companies. One subsidiary is for the Gold permits, the other for the Tungsten permits.



This process is expected to take one to two months, which is the expected time period for such permit transfers in Finland and Sweden.

The technical team has been compiling and evaluating all historic geological data to enable the design of a comprehensive and systematic exploration program at the Finland Tampere Gold Project. These include drilling on the more advanced Hopeavuori permits.

The Company's next steps are to:

- execute the PPA with Sotkamo;
- transfer the Gold and Tungsten exploration permits into the DHR Finnish subsidiaries and settle the transaction with Sotkamo;
- complete the design of the Finland Tampere Gold exploration and drilling program;
- plan and secure all logistics and permitting that may be required for implementation;
- negotiate and execute a drilling contract (negotiations underway);
- undertake a comprehensive review of the Tungsten resources at the Swedish exploration permits (Bergslagen Tungsten Project); and
- implement the field programs, planned for commencement in the final quarter of 2020.

Corporate Update

As previously advised to the market, some funding of the Company's activities over the past 6 months has been provided by Managing Director Mr David Mason. Currently, this amounts to approximately USD120,000 (AUD175,000). In order to preserve the capital recently raised for project related expenditures, Mr Mason has agreed not to draw back the funds at this time, and instead treat them as a loan, to be repaid on a mutually agreed basis, and bearing interest at 9% per annum.

Additionally, to preserve cash for operating activities, some members of the Board and senior management will consider maintaining their position of accruing a portion of their remuneration, and potentially converting to Company stock in the future.

As previously advised, the Company is preparing materials to convene an Extraordinary General Meeting to consider a range of matters, including the change of the Company's name to NewPeak Metals Limited.

The proceeds of the Company's recent capital raising efforts will be used to:

- meet the €150,000 acquisition price of the Sotkamo Finland Gold and Sweden Tungsten Exploration Permits (**ASX announcement 9 June 2020**);
- fund an initial drilling program at the Finland Tampere Gold Project;
- continue efforts to source a joint venture partner for the Cachi and Las Openas Gold projects in Argentina, or alternative funding mechanisms to enable drilling at each property; and
- working capital.

The Board looks forward to keeping shareholders and interested investors apprised of further developments on the above matters.



This release was authorised by the Board of Directors

On behalf of the Board

Mr Karl Schlobohm

Company Secretary

For further information contact:

Mr David Mason

Executive Director, Dark Horse Resources Ltd

Ph: 0400 707 329

Karl Schlobohm

Company Secretary, Dark Horse Resources Ltd

Ph: 07 3303 0661

About Dark Horse Resources

Dark Horse Resources Ltd is an Australian, publicly listed mineral resource company (ASX: DHR), with a particular focus on discovering a Gold deposit and defining a resource to JORC standards. DHR has executed a term sheet to acquire 100% of a group of Gold permits in Finland. In addition to this DHR has two Tier 1 Gold projects in Argentina being the Las Opeñas Gold Project and the Cachi Gold Project. In 2020 the DHR management team announced an expansion strategy to acquire additional precious metal properties in alternative geographic jurisdictions. The Company is currently reviewing acquisition options of various projects in Europe, North America and Australasia.

Dark Horse also has a substantial holding (approx. 30%) in Australian-based and ASX-listed oil and gas exploration company Lakes Oil NL (ASX:LKO).

Company website: www.darkhorseresources.com.au

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