



Greenvale Energy Limited Market Update

ASX Release

13 March 2020

Greenvale Energy Limited and or its subsidiaries (**GRV**, the **Company or the Group**), advises the following:

Gold Basin

Ownership

As previously announced, the Group has since the successful announcement of the Maiden JORC Resource been working through achieving ownership of the various mining claims from the current owner, Aurum Explorations Inc (**Aurum**) that make up the Gold Basin project into a new company (**New Co**). New Co is to be owned 50.01% by a company called Greenvale Gold Basin Pty Ltd (**GGB**). GGB is to be in turn owned 50.01% by a wholly owned subsidiary of the Company and 49.99% by New England Metals Pty Ltd (**NEM**).

In addition to the above, it has been announced that a private company who is proposing to list on the Canadian Securities Exchange has acquired both the Aurum shareholding and NEM shareholding, giving it effectively a 75% economic interest in the Greenvale Gold Basin Project.

The representative of Aurum has rejected the proposed structure and joint venture agreement. The Company has requested for Aurum's representative to provide a structure and shareholder documentation for it to review and consider. Despite the Group's follow-up, no response has been received from Aurum's representative. The Group continues to pursue this matter in order to resolve the ownership as soon as possible.

NEM shareholding

As a result of the previously represented position by the private Canadian company that the acquisition of both the NEM and Aurum shareholding was completed, the Group has reason to believe that there has been a change in control of ownership in NEM. Should this change in control be correct, the opinion of the Company's legal advisers is that NEM would be under the shareholders agreement "a defaulting shareholder" and as such, Greenvale would have the right to purchase the 49.99% either an agreed value between the parties or 80% of the assessed fair value by an independent valuer. The Group would have to make a decision to purchase this interest within a period of 10 days following receipt of the valuation. Should this occur, the Group would own 100% of GGB, which in turn, would give it 50.01% of the joint venture project.

The Group has sought explanations from its officers and advisers and as at the date of this announcement, no information has been provided. The Company continues to monitor its position.



Alpha Resources Project

The Company has lodged its annual report in relation to the minimum expenditure for the 2020 financial year. The expenditure is below the minimum commitment amount. As previously announced, the Company sought for a variation of the terms of its meeting its commitments, but with the remaining total expenditure to remain unchanged. However, this was rejected by the Department of Mines and Natural Resources (**DNRME**) and instead, the Group has until 31 March 2020 to provide an explanation to the DNRME with a forward plan of developing a resource which is in line with the licence requirements. One of the proposed options would be to provide for a mining style operation.

The Group is working with SRK Australia to provide a submission prior to the 31 March 2020.

ENDS

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