

Tender documents issued for the Port Moresby Lime and Cement Project

HIGHLIGHTS:

- **Tender documents issued to a short list of international EPC groups for the Port Moresby Lime and Cement project**
- **Package includes the fully integrated lime quarry, clinker/cement plant, quicklime plant and associated power and wharf facilities**
- **Tender negotiations and finalisation expected over the coming months and will be a key verification and validation input to the finalisation of the definitive feasibility study and a significant step towards a financial investment decision (FID) for the project**

Mayur Resources Ltd (ASX:MRL) is pleased to announce that it has issued a suite of tender documents concerning the Engineering, Procurement and Construction (EPC) works for the Port Moresby Lime and Cement Project. EPC bidders have also been requested to propose EPC linked financing solutions which will be taken into consideration through the Company’s evaluation process.

MRL Managing Director, Paul Mulder stated “this is another key step in the process of bringing PNG’s first cement and quicklime project into reality. We have been encouraged by the interest from international EPC contractors and following the completion of a pre-qualification process to short list parties with the requisite experience, capability and capacity to deliver this project, we look forward to receipt of their bids in the coming months.”



Figure 1 – Location of Mayur's limestone JORC Resources north of Port Moresby, proposed site for the lime and cement project

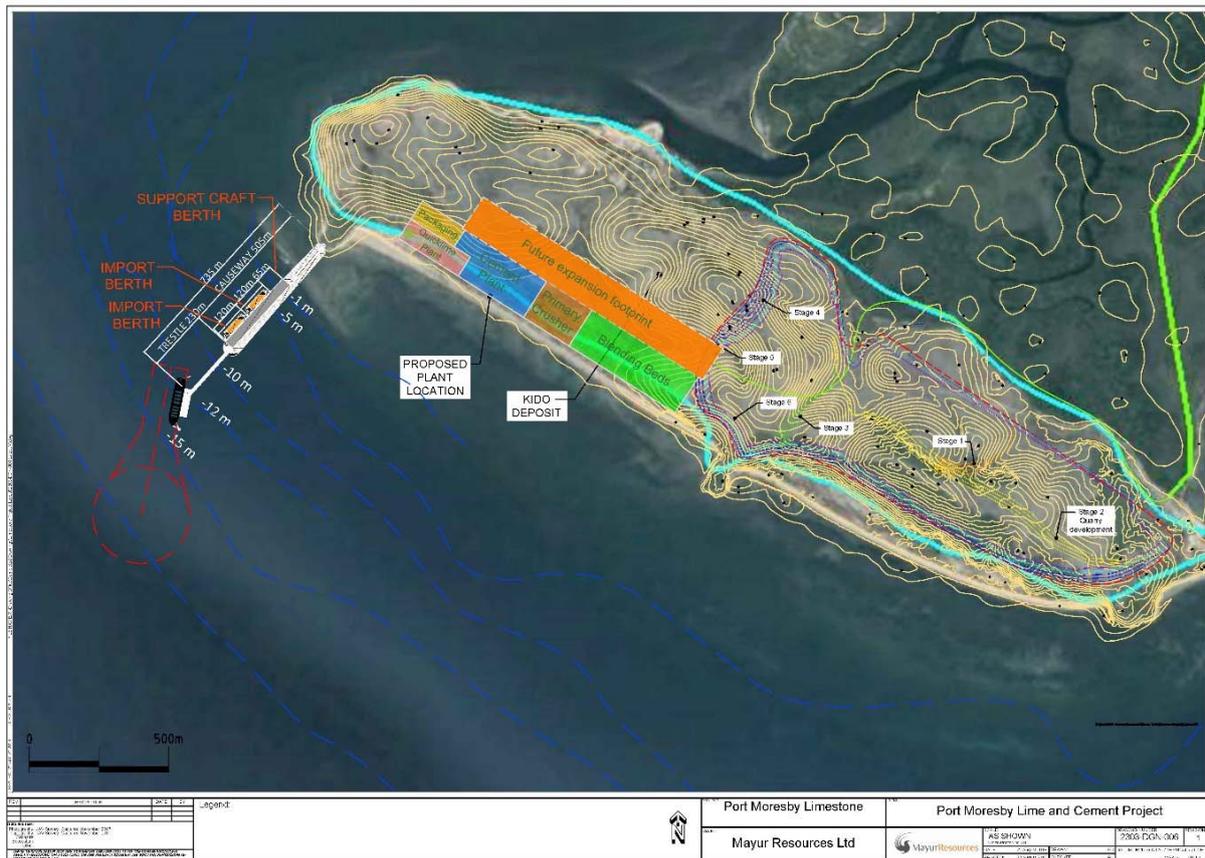


Figure 2 – Preliminary Project Layout – Kido

The proposed project involves the construction of an integrated Lime Quarry, Quicklime, Clinker and Cement plant, including power plant and wharf infrastructure centred on the 382 Mt high-grade limestone deposit¹ (across 2 deposits Kido and Lea Lea) located approximately 25km from Port Moresby and 7km from the Exxon PNG LNG Refinery.

Mr Mulder added “we are continuing to progress our DFS activities in parallel with engaging with the market for the delivery of this project for what promises to be an extremely exciting project that endeavours to produce 250,000 tonnes of quicklime and 1,500,000 of clinker/cement”²

Cautionary statement:

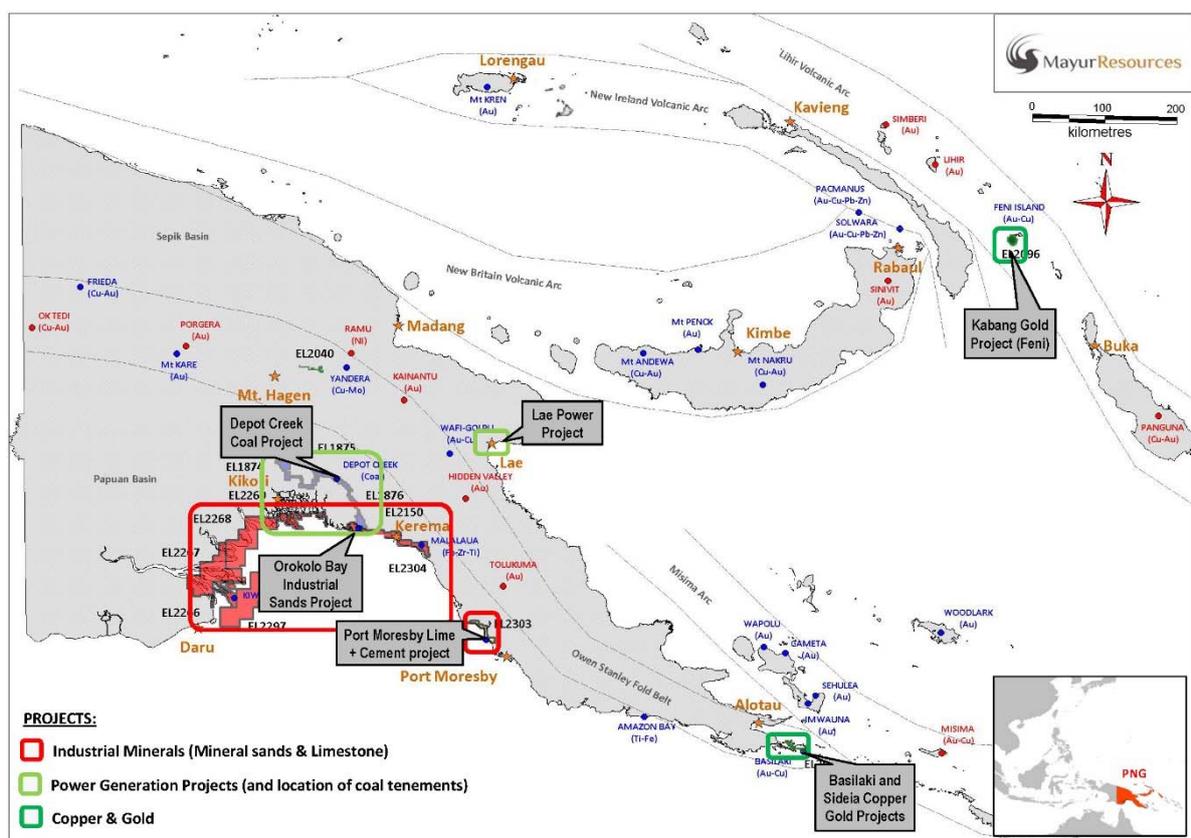
The information received as part of the EPC tender process will provide key verification and validation inputs into the Definitive Feasibility Study currently being undertaken by the Company. The Company has not conducted sufficient technical and economic assessments to support estimation of Ore Reserves or to provide assurance of an economic development case at this stage

¹ Port Moresby Limestone Project JORC Resource as disclosed in the ASX Announcement dated 12 January 2018. The Company is not aware of any new information or data that materially affects the information contained in that announcement
² Refer to ASX announcement dated 30 May 2018 titled MRL Lime and Cement presentation, and 25 June 2018 Environmental Permit granted for Port Moresby lime project – PNG’s first vertically integrated lime and cement project

About Mayur Resources

Mayur Resources is a diversified mineral exploration, development and energy company operating in Papua New Guinea (PNG) across the following divisions:

- (a) **Industrial Mineral Sands (construction sands, magnetite sands, heavy mineral sands)** The Company is advancing the Orokolo Bay Industrial Sands Project along the southern coast of PNG. A pre-feasibility study has been completed which identified an opportunity to establish a project producing fine grain construction sands, titanomagnetite (iron sands) and a zircon-rich Valuable Heavy Mineral Concentrate by-product. The next steps include preparation of a Definitive Feasibility Study and construction of a pilot demonstration plant.
- (b) **Lime and Cement.** Following the delineation of a maiden JORC Resource of 382 Mt at the Port Moresby Limestone Project located close to the national capital, the company is undertaking a DFS which contemplates the quarrying of high grade limestone together with the development of a vertically integrated downstream processing quicklime and clinker / cement plant for domestic (import replacement) and export markets.
- (c) **Copper and Gold.** The Company holds the Feni Island Project in New Ireland Province as well as the prospective Basilaki/ Sideia project in Milne Bay Province and the Sitipu project located in the Eastern Highlands region of the prolific Owen Stanley Fold Belt.
- (d) **Power Generation.** The Company is developing a vertically integrated domestic power project at PNG's second largest city of Lae. A detailed Power Purchase Agreement has been submitted to PNG Power, the state-owned power entity, for a 52.5MW (net) power facility (with future scalability to 200MW. A definitive feasibility study has been completed for the Lae project that contemplates the use of multi fuels (Enviro Energy Park) including renewables and coal, potentially from the Company's Depot Creek project in Gulf Province.



Mayur's mineral exploration licence (EL) and project portfolio in PNG

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