



13 February 2024

Secures New Purchase Order from Cementos Melón

Freehill Mining Limited (ASX: FHS 'Freehill' or 'the Company') is pleased to confirm that it has secured a purchase order from one of Chile's largest cement companies, Cementos Melón ('Melón'), with a gross sales value of approximately A\$282,000¹.

The purchase order is for the supply of material to Melón's Coquimbo cement plant from the Company's 100%-owned Yerbas Buenas project in Chile. The material will be delivered over a two-month period, likely to commence in mid March 2024. The volume and price secured per cubic metre under this purchase order is confidential given the Company is currently negotiating similar, and prospectively larger, supply agreements with other customers and new groups. However, it represents the largest single purchase order secured to date since operations commenced at Yerbas Buenas under our new contractor in August 2023.

Beyond this purchase order and other ongoing negotiations, Freehill's local subsidiary company is negotiating a longer-term supply contract with Melón for larger volumes to be delivered over multiple months. These negotiations are yet to be concluded.

This purchase order has been secured due to Freehill developing new materials at Yerbas Buenas that are in demand from local cement and construction companies currently engaged in large-scale infrastructure projects underway in this region of Chile. As well, the acquisition of a state-of-the-art materials processing plant has given customers increased confidence that Freehill can now supply larger volumes of material to support these projects (*see ASX announcement 24 January 2024*).

The Company has been working with multiple groups for a number of months to establish Yerbas Buenas as a reliable and dependable supplier of material to the cement, construction and infrastructure sectors. This purchase order reflects the growing confidence customers have in the operation, and Freehill anticipates future purchase orders to materialise as a result.

Non-Executive Chairman Ben Jarvis said: *"This purchase order with Melón marks the first step of a major scale-up of activities at Yerbas Buenas. For the past six months, our focus has been to establish confidence with our customers so they regard Freehill as a dependable supplier that can deliver larger volumes of material needed for large infrastructure projects. Now that we have achieved this, we are ramping up supply and thus increasing revenue. Whilst the value of this purchase order is pleasing, we are confident that much larger orders will materialise very soon. As well, we will use the initial delivery to Melón as a catalyst to negotiate a longer term contract with them over an extended time frame. We anticipate having our larger plant operational at Yerbas Buenas by the end of this month."*

-ENDS-

This ASX Release has been approved by the Board of Directors of Freehill Mining Limited

¹ Based on Exchange Rate of A\$1.00 for CLP623.73 as at 12 February 2024

For further information, please contact:

Paul Davies

Chief Executive Officer

Freehill Mining Limited

+61 419 363 630

Ben Jarvis

Non-Executive Chairman

0413 150 448

ben.jarvis@sdir.com.au



Follow [@FreehillMining](#) on X



Follow [Freehill Mining](#) on LinkedIn