

DARWIN EIS AND MOUNT PEAKE MINE SITE MMP PROGRESS UPDATE

Australian strategic metals company TNG Limited (ASX: TNG) (“TNG” or the “Company”) is pleased to provide an update on the final environmental assessment and permitting processes being undertaken for both the mine site and the proposed TIVAN® downstream Processing Plant Facility in Darwin, part of its flagship 100%-owned **Mount Peake Vanadium-Titanium-Iron Project** in the Northern Territory (Figure 1).

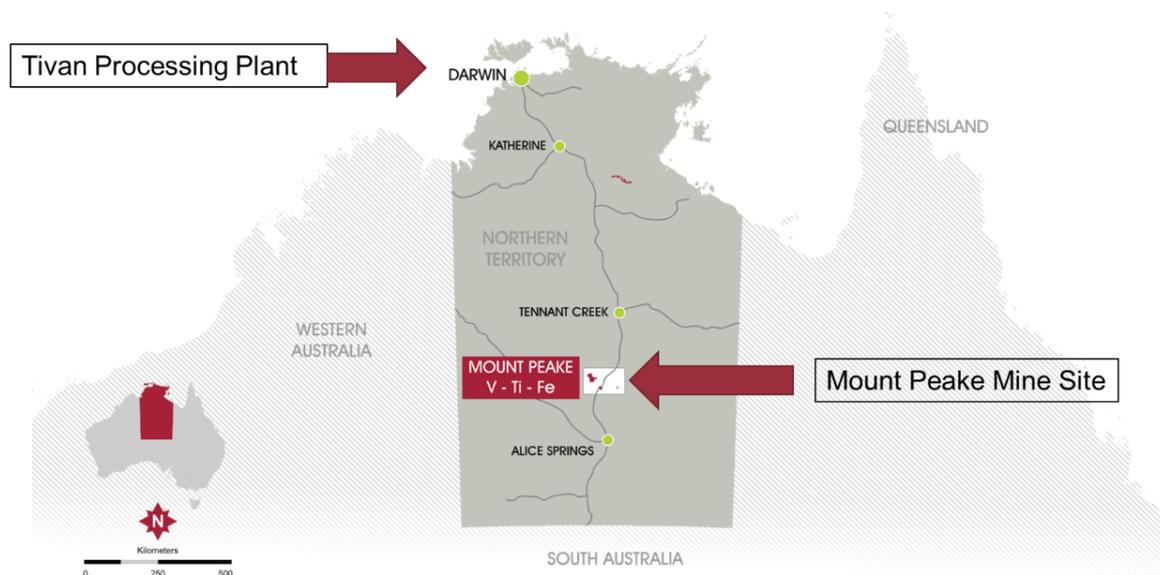


Figure 1: Proposed Mount Peake Project location plan in the Northern Territory.

DARWIN PROCESS PLANT ENVIRONMENTAL IMPACT STATEMENT (“EIS”)

As outlined in previous ASX releases, the EIS for the Darwin Processing Facility (“DPF”) is a major component of the Mount Peake Project, and has been progressed separately to the environmental approvals that were received for the Mount Peake Mine Site and Concentrator in early 2018 (see ASX announcements dated 20 March 2019 and 25 January 2018).

It was important to secure environmental approval for the Mount Peake mine site before finalising the DPF EIS in order to avoid any potential changes to the downstream processing site and, consequently, to the EIS terms. Any changes to the Mine Site and Concentrator flowsheets could affect the process flowsheet for the DPF plant equipment selection and, therefore, affect the matters dealt with under the Northern Territory Environment Protection Authority (“NTEPA”) Terms of Reference (“TOR”).

Progress

The DPF EIS – which is being managed by TNG’s principal environmental consultant, Animal Plant Mineral Pty Ltd (“APM”) under the TOR received from the NTEPA – has progressed well.

All ground and marine monitoring works are either complete or in their final stages, with the reports being compiled by the relevant contractors for inclusion into the EIS submission (refer to Table 1 below).

Some key work streams were delayed as the required information was directly linked to the completion of certain phases of the Front-End Engineering and Design (“FEED”) work currently being undertaken by SMS group. As a result, TNG applied for and received an extension from the NTEPA for submission of these items, and is confident they will be submitted as soon as possible.

Importantly, the Company notes that no hindrances or concerns with the EIS have been raised to date.

Table 1: EIS Technical Studies and Work Streams for the DPF

Contractor	Area of Work	Status
Elton Consulting Group Pty Ltd	Economic and Social Impact Assessment	Finalising
Vipac Engineers & Scientists Limited	Noise and Vibration Impact Modelling	Finalising
Vipac Engineers & Scientists Limited	Air Quality Impact Modelling	Finalising
Golder Associates	Site Soil Assessment	Completed / Reporting underway
Golder Associates	Hydrogeology	Completed / Reporting underway
Advisian	Terrestrial Hydrology	Completed / Reporting underway
Baird	Hydrodynamic Modelling	Completed / Reporting underway
O2 Marine	Marine Ecological Surveys and Near-shore Environmental Quality	Completed / Reporting underway
Aurora Environmental Service	Climate Study	Finalising
Tonkin Consulting	Traffic Impact Assessment	Completed / Reporting underway

Economic and Social Impact Assessment

A full Economic and Social Impact Assessment programme has been developed by the Company’s appointed experts, Elton Consulting, which has now commenced with the results expected to form part of the EIS. This programme will ensure that TNG has engaged effectively with all key stakeholders in the development of the Project, including meetings with relevant Government Departments, Ministers and local communities.

Land Site

The TIVAN® plant and associated plant and equipment will form part of a large chemical processing facility. The land offered to TNG is a large disturbed site which was used previously for building material extraction and is zoned for heavy industry (Figure 2). It is ideally located next to the railway line and approximately 10km from the Darwin Port.



Figure 2: Proposed Darwin Processing facility location.

Prior to the commencement of the EIS, the Company evaluated several sites in the Northern Territory to consider the most appropriate site for the TIVAN[®] facility. During the FEED study and the work undertaken by APM, the southern portion of the site was identified as being more suitable for TNG's requirements and resulting in a reduced environmental impact from the Project. The Company is pleased with this outcome, although it did require some additional groundwork to be undertaken.

The land site allocated to TNG for the Darwin Processing Plant Facility is currently Crown Land, and the Company continues to have discussions with the NT Government on suitable terms of acquisition.

MINE MANAGEMENT PLAN ("MMP")

Key environmental and project development approvals were secured for the Mount Peake Project Mine Site and Concentrator (Figure 1) last year with the receipt of State and Federal environmental approvals, the execution of a formal Native Title Mining Agreement and the award of the Mount Peake Mineral Leases (see ASX announcements dated 11 October 2018 and 21 November 2018).

Progress

The MMP includes Integrated Waste Landform detailed design, specialist ground water and surface water modelling, acid drainage monitoring and biological monitoring. Completion of these surveys – which have been undertaken by specific specialist external consultants and contractors – has taken longer than anticipated. However, the Company is pleased to advise that no issues have been highlighted during this process and the surveys are now complete and awaiting the final reports for inclusion into the MMP.

MAJOR PROJECTS GROUP AND SUPPORT

The Company has continued to meet with and liaise with the NT Government's Major Projects Group ("MPG") regarding the progress of the environmental work and mine site. Meetings are scheduled to take place each month with a Project Control Group, a group arranged by the MPG for assistance with progressing all aspects of the project including logistics, operational matters and permitting.

The Company also recently received written support for the Project's development from the Chief Minister of the NT, the Hon Michael Gunner.

MANAGEMENT COMMENT

Commenting on the approvals update, TNG's Managing Director and CEO, Mr Paul Burton, said: *"Both the EIS and the MMP are very important documents and it is essential to ensure that we submit the highest quality information and continue to operate under TNG's best-practice regime. The high standards we set now will continue to be the standards under which we develop and operate this world-class project into the future.*

"While I appreciate shareholder concerns regarding the apparent delays, we are close to finalising and submitting the final remaining permits. Most importantly, nothing at all of hindrance or concern has been identified during the vast body of work that has been undertaken and compiled to date by our extensive group of expert consultants.

"This is a real positive for a project of this scale and complexity and means that we are now very close to completing the lengthy permitting process for the Mount Peake Project."

Paul E Burton
Managing Director and CEO

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About TNG

TNG is building a world-scale strategic metals business based on its flagship 100%-owned Mount Peake Vanadium-Titanium-Iron Project in the Northern Territory. Located 235km north of Alice Springs, Mount Peake will be a long-life project producing a suite of high-quality, high-purity strategic metals products for global markets including vanadium pentoxide, titanium dioxide and iron ore fines. The project, which will be a top-10 global producer, has received Major Project Facilitation status from the Northern Territory Government.

Vanadium is a highly strategic metal which is used as an alloy in steel. It is also in strong demand for use in energy storage, with vanadium redox batteries used to store electricity generated by solar and wind power, and lithium-vanadium ion batteries used to power hybrid cars.

Forward-Looking Statements

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