



VRXSILICA



RESOURCE CONNECT ASIA
**TRIBECA FUTURE FACING
COMMODITIES CONFERENCE**
SINGAPORE 2024

Silica Sand - Essential to World Growth



**Singapore
March 2024**



Important Information

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Compliance Statement

The information in this document that relates to the estimation and reporting of the Mineral Resources and Ore Reserves for the Company's silica sand projects and metallurgical testwork is extracted from releases to ASX on 28 August 2019, 11 November 2022 and 9 May 2023 (Arrowsmith North), 17 September 2019 (Arrowsmith Central), 9 May 2023 (Arrowsmith Brand), 18 October 2019 (Muchea) and 18 August 2022 (Boyatup). The Company confirms that it is not aware of any new information or data that materially affects the information included in this document and all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed.

“Humans are estimated to consume nearly 50 billion tons of sand every year”

World Construction Aggregates 2016

“Sand is the main material that modern cities are made of”

Vince Beiser

The World in a Grain 2018





Investment Highlights

WA-based, pure-play silica sand company with advanced silica sand projects

- ❑ 100% owner of five high value silica sand projects in Western Australia - Tier 1 mining region
- ❑ 100+ year life of mine across contiguous sand deposits with significant high-grade Resources
- ❑ Mining Leases granted over four projects with permitting and infrastructure preparations well-advanced
- ❑ Simple, proven, low-cost mining operations through proprietary mining process
- ❑ Arrowsmith North to lead the staggered development of projects. First production expected 2025
- ❑ Low CAPEX inclusive of working capital cA\$50-70m with a 6-8 month construction time from final approvals¹
- ❑ Environmental approval for Arrowsmith North expected mid-2024
- ❑ Strong interest from customers in Asia at a time of diminishing global supply and increasing demand
- ❑ Production planned to be ramped up from 1mt in year 1 to steady-stage 2mtpa in year 2
- ❑ Targeting a A\$20-30/t margin FOB

¹Dependent on project. Arrowsmith North capex estimated at \$67m.

Corporate Summary



Capital Structure

Share Price	8.3 cps *
Ordinary Shares on Issue	583 million
Options on Issue	58.7 million
Market Capitalisation	A\$48.4 million*
Cash	A\$2.3 million**
Debt	Nil
Enterprise Value	A\$46.1million

Shareholders

Board and Management	12%
Top 20 Total	33%

* Closing share price on ASX on 27 March 2024

** Cash at 31 December 2023

Our Team

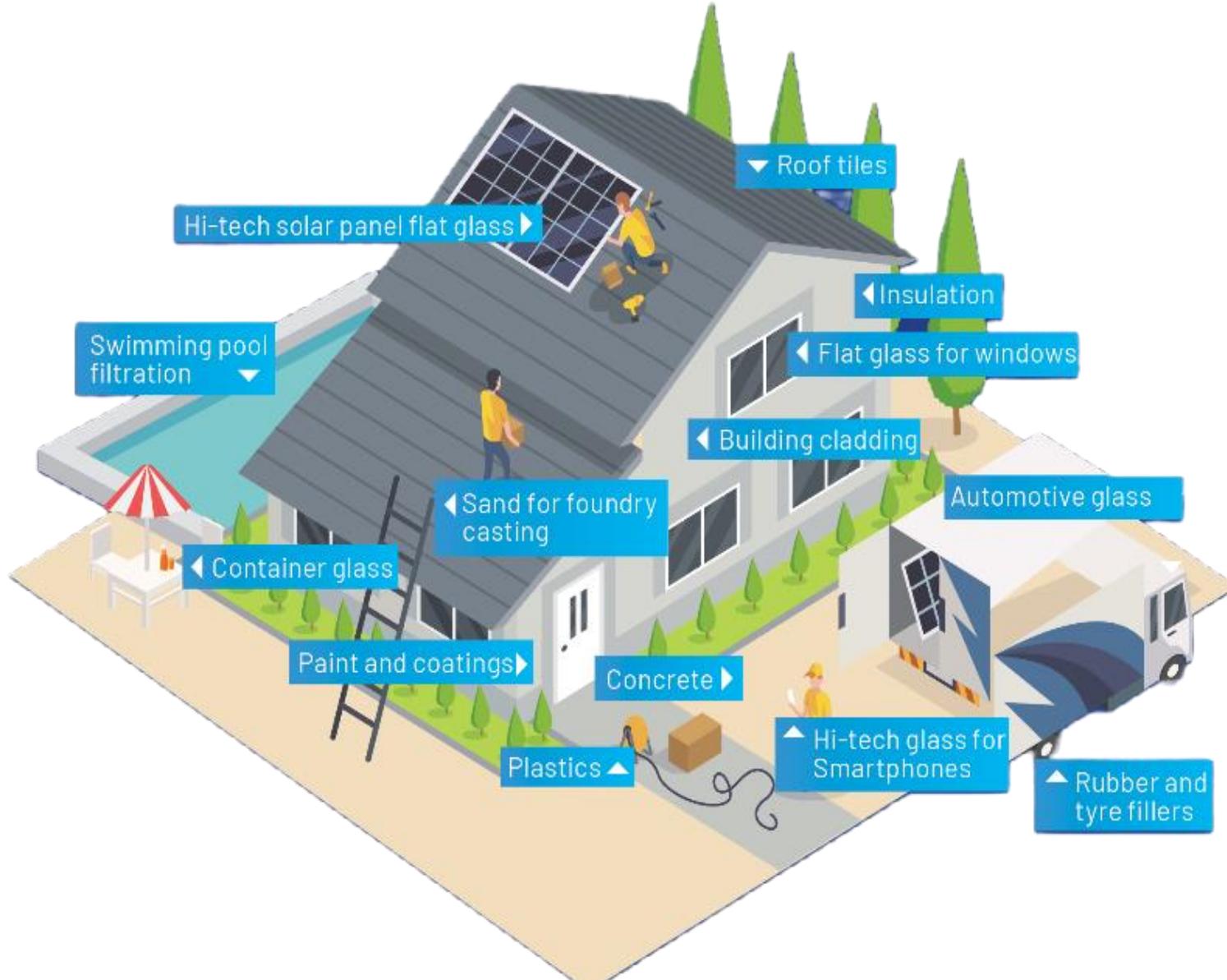
Board

Person	Role	Experience
Paul Boyatzis	Chairman	Governance: over 30 years' experience in investment, equity markets and managing public companies
Bruce Maluish	Managing Director	Technical and finance: over 40 years' experience in mining industry including previous roles as ASX MD and General Manager
Peter Pawlowitsch	Non-Executive Director	Senior executive: finance and corporate roles
David Welch	Non-Executive Director	Senior executive: responsible for strategy, business transformation and performance, commercial negotiations

Executive

Person	Role	Experience
Ryan Baxter	General Manager	Production: 15 years' experience in mining and construction with 10 years exporting silica sand
David Reid	Exploration Manager	Technical: responsible for exploration and mineral processing
Steven Papadopoulos	Commercial Manager	Legal and commercial: over 25 years' experience as corporate lawyer and commercial advisor in resources and other industries
Yoonil Kim	Marketing Manager	Marketing: 19 years' experience selling silica sand in the Asian market

Silica Sand: The Second-Most Consumed Material on Earth





VRX SILICA

The world is facing a global sand crisis

News ▾ Middle East Documentaries ▾ Shows ▾ Investigations

FEATURE / BUSINESS & ECONOMY

Running out of sand: in numbers

We illustrate the depletion of one the world's most sought-after commodities of the 21st century: sand.

Demand for sand leads to global ecological crisis

by Alexandra Popescu on 8 February 2018

A shore thing

An improbable global shortage: sand

Thanks to booming construction activity in Asia, sand is in high demand



Real Estate News / Latest Real Estate News / Industry

Industry ▾ Sand crisis in Madurai ▾ Sand scarcity in Madurai ▾ Madurai ▾ Madurai ▾ CREDIT: Madurai

Sand crisis hits construction workers hard in Madurai

What has made things worse is that M-sand (manufactured sand), the alternative prescribed for river sand, is available in very less quantity and its quality is also far from desirable.

TNN | January 23, 2018, 12:00 IST

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The world is facing a global sand crisis

September 8, 2017 6:22am AEST

Sand for use in hydraulic fracturing operations at a processing plant in Chippewa Falls, Wisconsin in 2011. AP Photo/Steve Karnowski, Author provided

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When people picture sand spread across idyllic beaches and endless deserts, they understandably think of it as an infinite resource. But as we discuss in a [just-published perspective](#) in the journal Science, over-exploitation of global supplies of sand is damaging the environment, endangering communities, causing shortages and promoting violent conflict.

Unchecked sand mining with unfettered mining to meet it, is strongly

TOPIC BELT AND ROAD INITIATIVE

HOME 2017 SUMMIT BACKGROUND COMMENT NATIONS PROJECTS

THE WORLD IS RUNNING OUT OF A RESOURCE, AND IT'S NOT OIL

A looming shortage of sand – a crucial resource once thought endless – could sink infrastructure projects, including those in China's Belt and Road Initiative

Global Shortage of Key Resource Could Doom Key Asian Infrastructure Projects

ENVIRONMENT 03:40 07.01.2018 (updated 07:18 07.01.2018) [Get short URL](#)

6 11 0

In the city of Kampot in southern Cambodia, the extraction of sand from an estuary on the Praek Tuek Chhu river is increasing and sand extraction is so common in Asia currently that the continent may deplete all of its sand in the not-too-distant future.

Philippines Indonesia

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Sand mining: Growing pains of cross-border trade

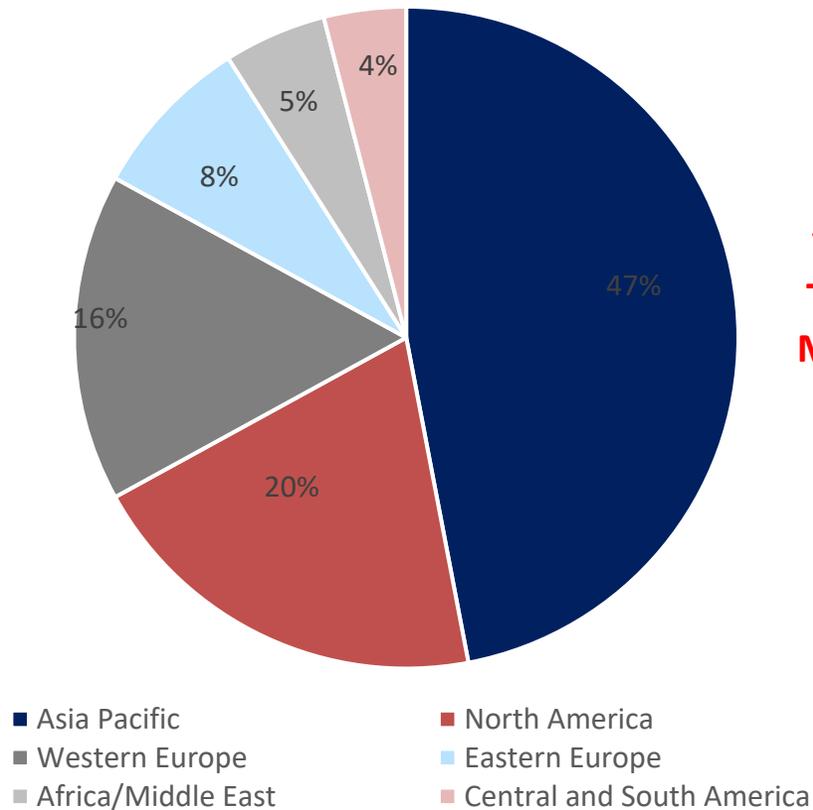
Unchecked sand mining with unfettered mining to meet it, is strongly

Market Outlook

Asian glass making production increasing 5-6% per year (~8 - 10Mtpa Growth)

**VRX Target Market - Float, Container, Solar Panel, and;
Metal Casting/Foundry for Automobile Parts**

Glassmaking silica sand demand by region*



**VRX's
Target
Market**

Use	Spec	Market in Asia	Growth in Asia
Float (Plate) Glass	99.5% SiO ₂	60 - 65Mt	5% - 6%
Container Glass	99.5% SiO ₂	70 - 75Mt	5% - 6%
Cover Glass (Solar Panels)	99.95% SiO ₂ & Low Fe	10 - 12Mt	+30%
Smart Glass (Ultra Clear)	99.97% SiO ₂ & Low Fe	1 - 2Mt	5% - 6%
Specialist Glass (Thin Screen)	99.97% SiO ₂	500 - 600kt	+10%

*Source: Freedonia estimate

Australian Production

Potential silica sand mining sector in Australia



Project development pipeline to ensure disciplined, staged development of world-class assets



- ❑ Five very large scale, high grade and low impurity silica sand projects, with each project capable of independent operation to supply processed material to diverse markets
- ❑ Most advanced non-private silica sand projects in Australia
- ❑ Simple, low impact mining and processing
- ❑ Very long life, high-grade silica sand supply with combined 1.4Bt Resource, 99.6% to 99.9% SiO₂ grade (see Appendix)
- ❑ Access to established infrastructure (logistics, power, water and gas)
 - rail lines to port run adjacent to all project tenements
 - gas pipelines run adjacent to each of the project areas
- ❑ Scale of projects provides long-term opportunity for silica sand export and potential glass manufacturing and downstream industries in Western Australia
- ❑ Once production at Arrowsmith North underway, opportunity for high-tech ultra-clear glass production capability from Muchea



WA Leading Silica Sand Projects

Arrowsmith North (100%)

- High-grade with exceptional financial metrics
- Close proximity to port and rail infrastructure
- Glass making and foundry products
- Potential +100 year mine life:
 - JORC Proved and Probable Reserve of
 - **221Mt @ 99.5% SiO₂** (see Appendix)
- Updated BFS completed Mar 2024

Muchea (100%)

- Very high-grade product with outstanding financial metrics
- Well located to key port and rail infrastructure
- Specialist solar panel glass products
- Potential +100 year mine life:
 - JORC Indicated and Inferred Resource
 - **208Mt @ 99.6% SiO₂** (see Appendix)
- BFS completed Oct 2019



WA-based, pure-play silica sand company with advanced silica sand projects

100+ year production life:

- ❑ Multi-decade-scale contiguous sand deposits with significant high-grade Resources
- ❑ Most-advanced non-private silica sand projects in Australia
- ❑ Mining Leases granted over four projects with permitting and infrastructure preparations well-advanced
- ❑ Arrowsmith North to lead staggered development.
 - First production expected 2025
 - Followed by Muchea, Arrowsmith Central, Boyatup and Arrowsmith Brand
- ❑ Strong interest from customers in Southeast Asia at a time of diminishing global supply and increasing demand

Near-term development opportunity for a world-class silica sand project

- ❑ Production to commence 6-8 months following final environmental approvals, expected mid 2024
- ❑ 221Mt Ore Reserve @99.5% SiO₂ (100-year production) (see Appendix)
- ❑ Grade controlled Proved Ore Reserve 9.2Mt for first 6 years of production
- ❑ Tailored 2Mtpa processing plant with patented process circuit, revised capital estimate and DFS underway
- ❑ Access to established infrastructure –
 - ❑ Unused rail line (from Eneabba to Geraldton) runs adjacent to project tenements
 - ❑ Water from Yarragadee North deep aquifer
 - ❑ Access by adjacent Brand Highway
 - ❑ Hybrid gas and solar power supply

Updated BFS Results (6 March 2024)

- Updated BFS demonstrates robust financial metrics for a World-class silica sand project 221Mt Ore Reserve @99.5% SiO₂ (100-year production)
- Ungeared NPV₁₀ of \$167m based on 25 years mining of a +100 year Resource
- Proved and Probable Ore Reserve of 221Mt @ 99.5% SiO₂
- Four products for international foundry and glassmaking industries
- Environmental approvals process nearing completion and VDT trials to commence

A made-for-purpose mining method designed around continuous rehabilitation

- ❑ VRX has developed a unique and progressive mining method for its silica sand projects
- ❑ The Vegetation Direct Transfer (VDT) method provides a rapid and comprehensive regeneration of mined areas based on continuous rehabilitation as mining progresses
- ❑ The VDT method removes a 400mm-deep sod with topsoil containing the vast majority of native flora and invertebrate fauna remaining intact
- ❑ Root structures in the loose sand are relatively shallow at 200-300mm in depth



Arrowsmith North/Central Vegetation Kwongan Heath

Loose sand/shallow root systems suitable for VDT

Arrowsmith North Environmental and Mining Approvals

- ❑ Confirmation by Commonwealth Department of Agriculture, Water and the Environment of accredited State approval under the EPBC Act
- ❑ State Department of Water and Environmental Regulation and Environmental Protection Authority (EPA) require PER assessment
- ❑ Environmental Review Document (ERD) lodged in April 2022 and amended June 2022 and again February 2023
- ❑ ERD Public Environmental Review period ended July 2023 and EPA provided Summary of Submissions September 2023
- ❑ VRX lodged the Response to Submissions (RtS) October 2023 for assessment by EPA
- ❑ EPA has collated comments from all relevant State Government departments and awaiting comments from the Commonwealth Department of Climate Change, Energy, the Environment and Water. RtS to be updated in response to all formal comments once they are provided by the EPA
- ❑ Mining proposal and Works Approval lodged for assessment in parallel with ERD

Large scale, world class high-grade and low impurity silica sand project

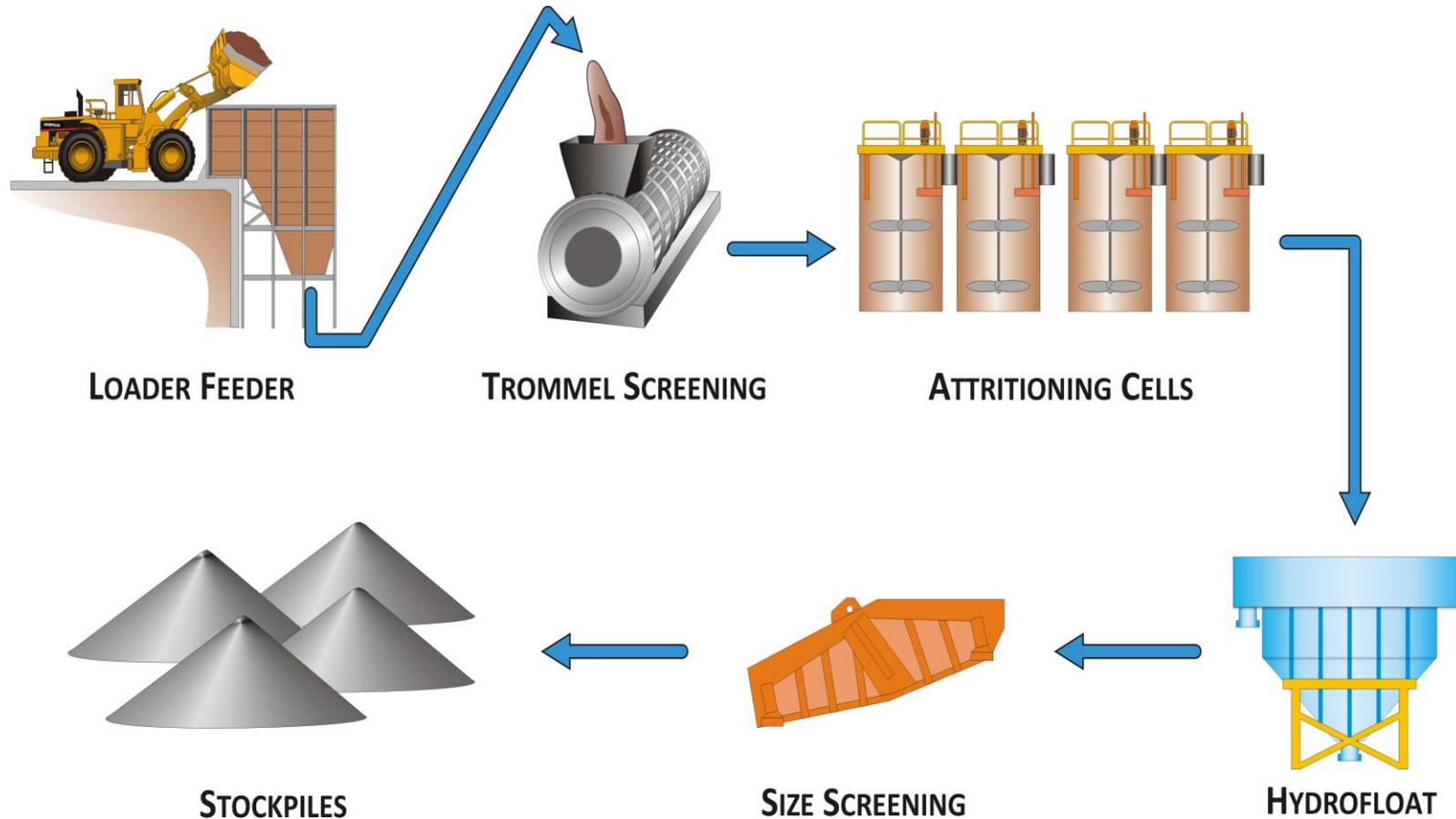
- ❑ Production to follow Arrowsmith North subject to EPA approval
- ❑ Utilise VDT and duplicate plant
- ❑ Access to established infrastructure
 - ❑ Underutilised railway connects to Kwinana (100km)
 - ❑ Grid power
 - ❑ Water from Yaragadee deep aquifer
 - ❑ Adjacent to Brand Highway
- ❑ Granted Mining Lease and Miscellaneous Licences for access
- ❑ Significant metallurgical testwork **+99.9% SiO₂ - <100ppm Fe₂O₃** after processing (high-grade, low impurity)
- ❑ Raw material for premium ultra-clear cover glass production for solar panels

Muchea Vegetation Banksia Woodland

Low grasses and sedges suitable for VDT

Processing Flowsheet

Simplified wet processing, multiple products, no dust, 2mtpa processing plant at each site

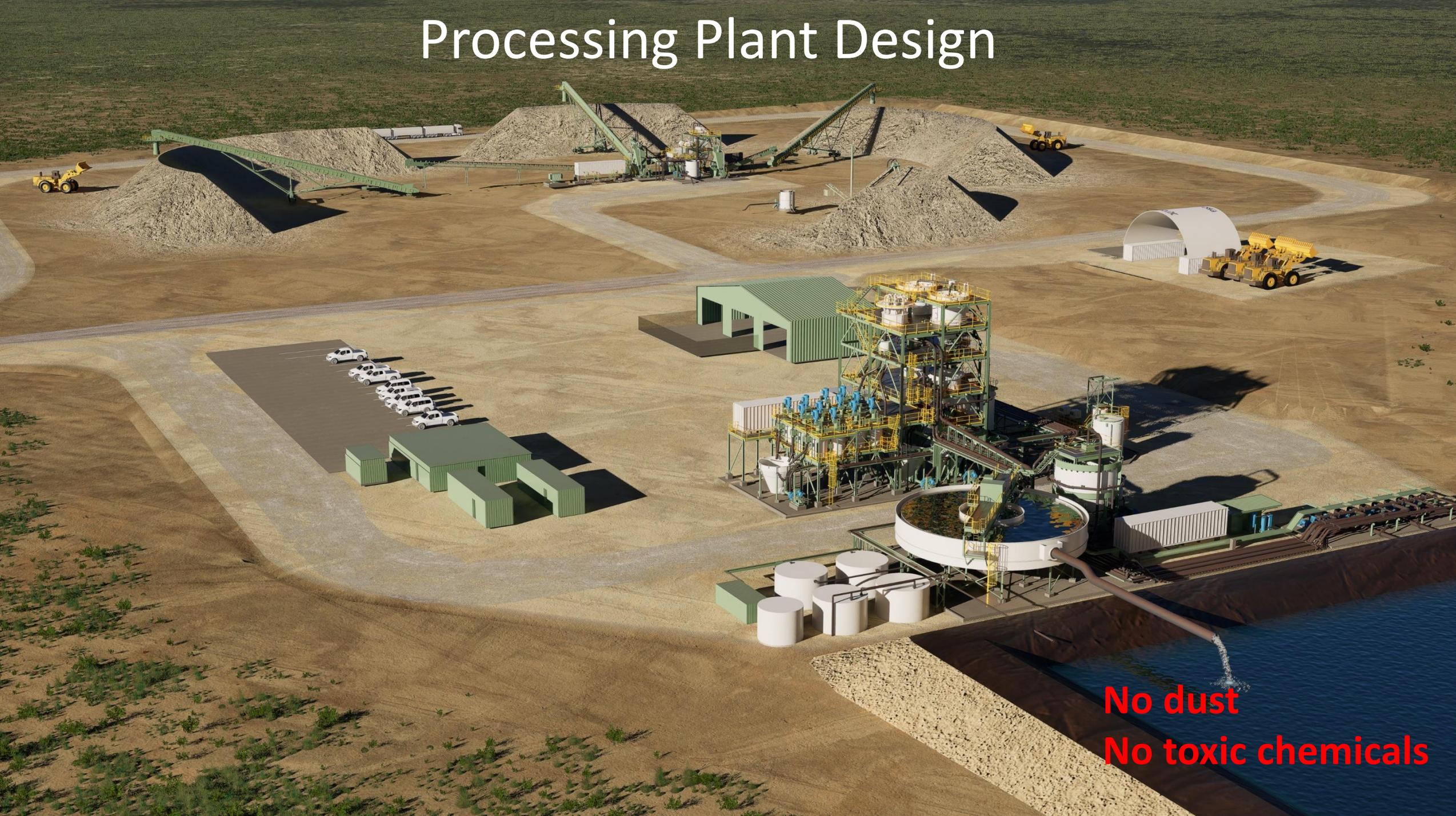


Processing Plant Design



- Arrowsmith North, Arrowsmith Central and Muchea to each have 2 Mtpa processing capacity
- No toxic reagents required

Processing Plant Design

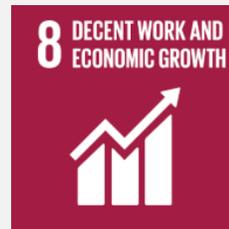


No dust
No toxic chemicals

Sustainability, Environment, Social and Governance (ESG)

VRX is delivering on its ESG responsibilities aligned to the UN’s Sustainable Development Goals

SUSTAINABLE DEVELOPMENT GOALS



CLEAN ENERGY

Utilising reliable, renewable modern energy

ECONOMIC GROWTH

Enhancing economic and productive employment

INDUSTRY INNOVATION

Building resilient infrastructure and fostering innovation

SUSTAINABLE COMMUNITIES

Respecting heritage values

RESPONSIBLE PRODUCTION

Employing sustainable mining methods

CLIMATE ACTION

Reducing emissions from production

REHABILITATION PLAN

Employing direct vegetation transfer as a unique rehabilitation method

VRX is investigating potential downstream products and cost saving initiatives

- ❑ Critical Minerals Prospectus – Muchea and Arrowsmith North included in the 2023 Critical Minerals Prospectus published by Austrade
- ❑ IAF Grant - VRX has received a grant from the State Innovation Attraction Fund to investigate the production of silica flour
 - ❑ 1 tonne sample successfully tested by specialist laboratory in Germany
 - ❑ Samples despatched to potential buyers
- ❑ Geothermal Energy – Granted a geothermal permit mid west
 - ❑ Farm-in agreement with Steam Resources to provide technical personnel and expertise for development of the project
- ❑ Trials of VDT - VRX has been granted approval for VDT trials at Muchea to test the practicalities of VDT in various vegetation types
 - ❑ VRX has fabricated the modified loader bucket required for VDT

Opportunity for WA to capture its economic advantages of abundant silica sand and domestic gas reserves to build world-class glass manufacturing and downstream processing industries

- ❑ Very long life, high-grade silica sand supply with combined 1.4 billion tonne Resource, 96% to 99.6% SiO₂ grade (see Appendix)
- ❑ WA domestic gas reserves and burgeoning hydrogen projects in mid-west
- ❑ Long term supply of essential raw materials and **green** energy for **glass** manufacturing (gas/wind/solar/hydrogen)
- ❑ High-tech ultra-clear glass and HPQ production capability from Muchea
- ❑ Manufacturing of solar panels in WA for a huge and growing market in Australasia



Mineral Resources - as at 30/06/2023

Project	Classification	Mt	SiO ₂ %	Al ₂ O ₃ %	Fe ₂ O ₃ %	TiO ₂ %	LOI %
Muchea	Indicated	29	99.6	0.1	0.03	0.1	0.2
	Inferred	179	99.6	0.1	0.02	0.1	0.2
	Total	208	99.6	0.1	0.02	0.1	0.2
Arrowsmith North	Measured	10	95.9	1.9	0.7	0.3	0.7
	Indicated	237	97.7	1.0	0.4	0.2	0.5
	Inferred	266	98.4	0.7	0.3	0.2	0.4
	Total	513	98.0	0.9	0.3	0.2	0.4
Arrowsmith Brand	Inferred	523	97.3	1.4	0.4	0.2	0.6
	Total	523	97.3	1.4	0.4	0.2	0.6
Arrowsmith Central	Indicated	28.2	96.6	1.7	0.4	0.2	0.7
	Inferred	48.3	96.9	1.5	0.4	0.2	0.7
	Total	76.5	96.8	1.5	0.4	0.2	0.7
Boyatup	Inferred	60	97.8	0.8	0.2	0.1	0.9
	Total	60	97.8	0.8	0.2	0.1	0.9

Total Mineral Resource 1,381 Million Tonnes

Ore Reserves - as at 30/06/2023

Project	Classification	Product	Mt	SiO ₂ %	Al ₂ O ₃ %	Fe ₂ O ₃ %	TiO ₂ %	LOI %	
Muchea	Probable	F80	10.2	99.9	0.02	0.008	0.03	0.1	
		F80C	4.25						
		F150	4.25	99.8	0.07	0.015	0.035	0.1	
Muchea Ore Reserve			18.7	Million Tonnes					
Arrowsmith North	Proved	AFS20	0.8	99.5	0.25	0.07	0.05	0.1	
		AFS35	3.9	99.5	0.5	0.06	0.05	0.1	
		AFS55	2.7	99.2	0.5	0.1	0.05	0.1	
		Local	1.8						
	Proved Ore Reserve			9.2	Million Tonnes				
	Probable	AFS20	24.2	99.5	0.25	0.07	0.05	0.1	
		AFS35	102.5	99.5	0.5	0.06	0.05	0.1	
		AFS55	51.1	99.2	0.5	0.1	0.05	0.1	
Local		34.1							
Probable Ore Reserve			212	Million Tonnes					
Arrowsmith North Ore Reserve			221	Million Tonnes					
Arrowsmith Central	Probable	CF400	4.2	99.6	0.25	0.04	0.03	0.1	
		C20	8.4						
		C40	4.2						
		High TiO ₂	2.2			<1%	2%		
Arrowsmith Central Ore Reserve			18.9	Million Tonnes					
Total Ore Reserve			259	Million Tonnes					

Thank you

Bruce Maluish

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