



## ASX ANNOUNCEMENT

1 March 2023

### Investor Webinar Presentation

VRX Silica Limited (ASX: VRX) (**VRX** or **Company**) is pleased to announce its participation in the ShareCafe Small Cap "Hidden Gems" Webinar, to be held Friday, 3 March 2023 from 12:30pm AEDT/9:30am AWST.

Bruce Maluish, VRX Managing Director, will provide an overview of the Company, which is developing world-class, high-grade silica sand projects in Western Australia, and an update on these projects.

This webinar can be viewed live via Zoom and will provide viewers the opportunity to hear from, and engage with, a range of ASX-listed leading micro/mid cap companies.

To access further details of the event and to register at no cost, please copy and paste the following link into your internet browser:

[https://us02web.zoom.us/webinar/register/WN\\_QHDjGR87S22HWSzdGDBIHA](https://us02web.zoom.us/webinar/register/WN_QHDjGR87S22HWSzdGDBIHA)

A copy of the investor presentation to be delivered during the webinar is attached to this announcement.

A recorded copy of the webinar will be made available following the event.

This announcement has been authorised for release to ASX by the Managing Director, Bruce Maluish.

---

#### **ASX: VRX**

#### **Capital Structure**

*Shares on Issue:*  
558.4 million

*Unlisted Options:*  
35.3 million

#### **Corporate Directory**

##### **Paul Boyatzis**

*Non-Executive Chairman*

##### **Bruce Maluish**

*Managing Director*

##### **Peter Pawlowitsch**

*Non-Executive Director*

##### **David Welch**

*Non-Executive Director*

##### **Ian Hobson**

*Company Secretary*

#### **Silica Sand Projects**

*Arrowsmith Silica Sand  
Projects, 270km north of  
Perth, WA.*

*Muchea Silica Sand  
Project, 50km north of  
Perth, WA.*

*Boyatup Silica Sand  
Project, 100km east of  
Esperance, WA.*

*The Company is actively  
assessing other silica sand  
projects in Australia.*

---

#### **Further information:**

Bruce Maluish  
Managing Director  
[brucem@vrxsilica.com.au](mailto:brucem@vrxsilica.com.au)  
0418 940 417

Peter Klinger  
Cannings Purple  
[pklinger@canningspurple.com.au](mailto:pklinger@canningspurple.com.au)  
0411 251 540

## About VRX Silica

VRX Silica Ltd (ASX: VRX) is developing world-class, high-grade silica sand projects in Western Australia.

The Arrowsmith North and Arrowsmith Central Silica Sand Projects, 270km north of Perth, comprise five granted exploration licences and two granted mining leases. Bankable feasibility studies for both projects have demonstrated exceptional financial metrics.

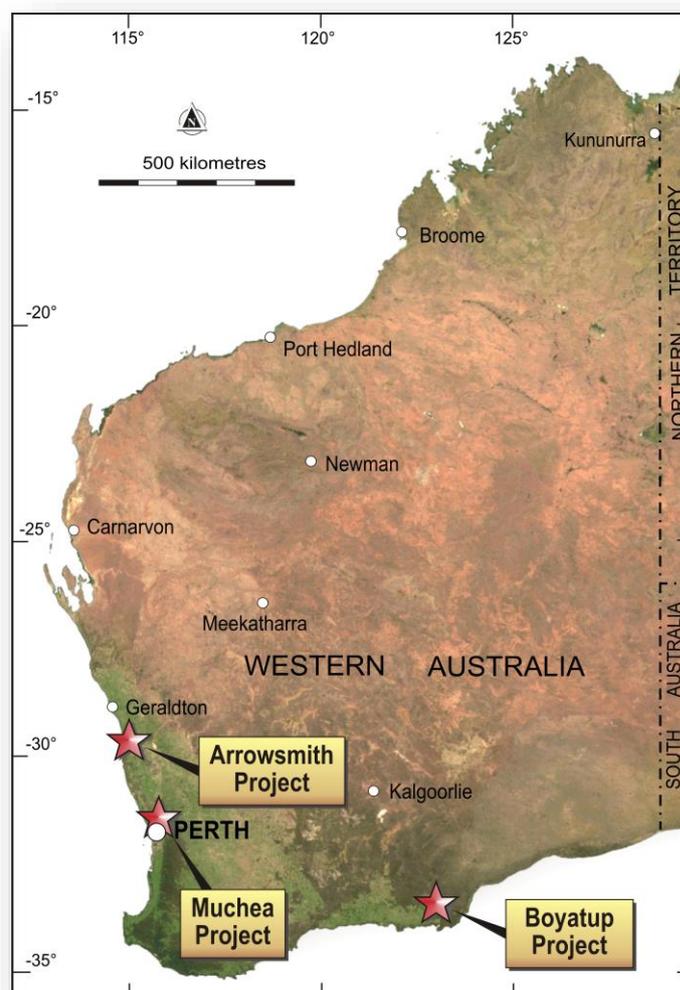
The Muchea Silica Sand Project, 50km north of Perth, comprises two granted and one under-application exploration licences as well as one granted mining lease. Muchea is a world-class project with high-purity silica sand in situ. A bankable feasibility study has demonstrated outstanding financial metrics.

The Boyatup Silica Sand Project, 100km east of Esperance, comprises two adjacent granted exploration licences. Initial indications are that this project can complement the Arrowsmith and Muchea projects and add to the range of silica products VRX Silica may be capable of producing.

## Proven Management

VRX Silica's Board and Leadership Team have extensive experience in mineral exploration and mine development-to-production and in the management of publicly listed mining and exploration companies.

## Silica Sand Projects Locations





# Silica Sand An Emerging Mining Sector

Western Australian  
Silica Sand Projects

---

March 2023





**VRXSILICA**

#### Disclaimer

This document has been prepared by VRX Silica Limited. The information contained in this document is for information purposes only and has been prepared for use in conjunction with a verbal presentation and should be read in that context.

The information contained in this document is not investment or financial product advice and is not intended to be used as the basis for making an investment decision. In preparing and providing this document, VRX has not considered the objectives, investment profile, financial position or needs of any particular recipient. Mineral exploration is subject to significant risk. There is no guarantee of exploration success, and even if exploration success is achieved, there is no guarantee that development of any mineral deposit will be economically viable. VRX strongly suggests that investors consult a financial advisor prior to making an investment decision.

No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions and conclusions contained in this presentation. To the maximum extent permitted by law, none of VRX, its related bodies corporate, or their shareholders, directors, officers, employees, contractors, agents or advisors, nor any other person accepts any liability, including, without limitation, any liability arising out of fault or negligence for any loss arising from the use of information contained in this document.

This document may include “forward looking statements” within the meaning of securities laws of applicable jurisdictions. Forward looking statements can generally be identified by the use of the words “anticipate”, “believe”, “expect”, “project”, “forecast”, “estimate”, “likely”, “intend”, “should”, “could”, “may”, “target”, “plan”, “guideline”, and other similar expressions. Indications of, and guidance on, revenue models, pricing, earnings and financial position and performance are also forward looking statements.

Such forward looking statements are not guarantees of future pricing, performance and events, and involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of VRX, its related bodies corporate, and their directors, officers, employees, contractors, agents and advisors, that may cause actual results to differ materially from those expressed or implied in such statement. Actual results, performance or achievements may vary materially from any projections and forward looking statements and the assumptions on which those statements are based. In particular, potential revenue opportunities and guideline pricing models set out in this document are based on certain assumptions which may in time prove to be false, inaccurate or incorrect. Readers are cautioned not to place undue reliance on forward looking statements and VRX assumes no obligation to update such information.

This document is not, and does not constitute, an offer to sell or the solicitation, invitation or recommendation to purchase any securities in any jurisdiction, and neither this presentation nor anything contained in it forms the basis of any contract or commitment. Without limiting the foregoing, this document does not constitute an offer to sell, or a solicitation of an offer to buy, any securities in the United States. The securities of VRX have not been, and will not be, registered under the US Securities Act of 1933 as amended (Securities Act) or the securities laws of any state or other jurisdiction of the United States, and may not be offered or sold in the United States except in compliance with the registration requirements of the Securities Act and any other applicable securities laws or pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act and any other applicable securities laws.

#### Competent Persons Statement

The information in this document that relates to Arrowsmith North, Arrowsmith Central and Muchea Exploration Results and Muchea Aircore Drilling Area Mineral Resources are based on data collected and compiled under the supervision of Mr David Reid, who is a full-time employee of VRX Silica. Mr Reid, BSc (Geology), is a registered member of the Australian Institute of Geoscientists and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and the activity being undertaken to qualify as a Competent Person under the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code). Mr Reid consents to the inclusion of the data in the form and context in which it appears.

The information in this report that relates to Arrowsmith North, Arrowsmith Central and Muchea Auger area Mineral Resources is based on information compiled by Mr Grant Louw who is a full-time employee of CSA Global, under the direction and supervision of Dr Andrew Scogings, who is an Associate of CSA Global. Dr Scogings is a Member of the Australasian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientists. He is a Registered Professional Geologist in Industrial Minerals. Dr Scogings has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as Competent Person as defined in the 2012 edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources, and Ore Reserves (JORC Code). Dr Scogings consents to the disclosure of information in this report in the form and context in which it appears.

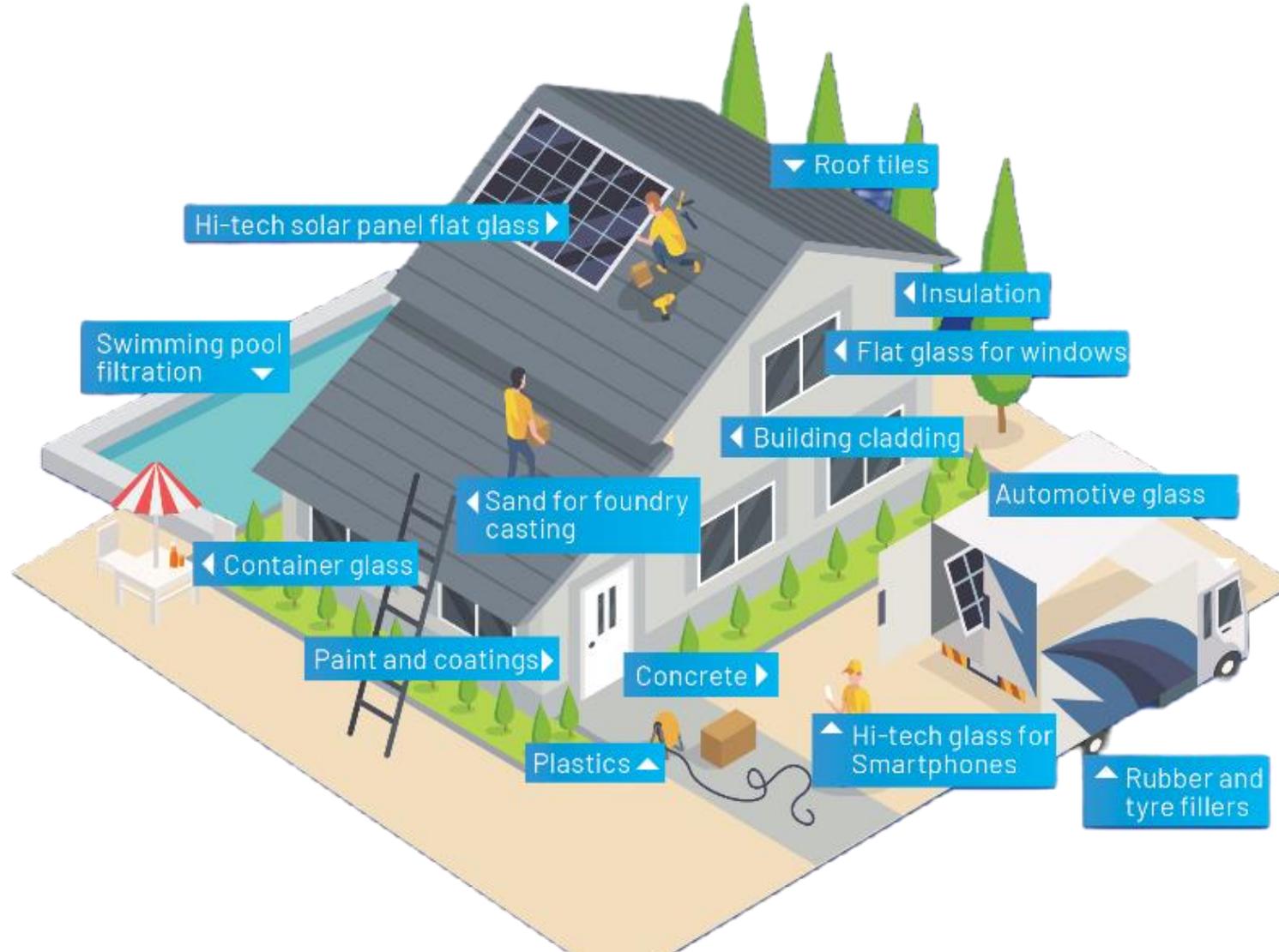
The information in this report that relates to Arrowsmith North, Arrowsmith Central and Muchea Probable Ore Reserves is based on data collected and compiled under the supervision of Mr David Reid, who is a full-time employee of VRX Silica. Mr Reid, BSc (Geology), is a registered member of the Australian Institute of Geoscientists and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and the activity being undertaken to qualify as a Competent Person under the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code). Mr Reid consents to the inclusion of the data in the form and context in which it appears.

#### Assumptions Underpinning Mineral Resources and Ore Reserves

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 is extracted from releases to ASX on 28 August 2019 and 11 November 2022 (Arrowsmith North), 17 September 2019 (Arrowsmith Central) and 18 October 2019 (Muchea). 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.



# Silica Sand - the Second-most Consumed Material on Earth





VRXSILICA

# Portfolio Highlights

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

**100+ year production life**

- ❑ 100% owner of four high value silica sand projects in Western Australia - Tier 1 mining region
- ❑ Multi-decade-scale contiguous sand deposits with significant high-grade Resources
- ❑ Most-advanced non-private silica sand projects in Australia
- ❑ Mining Leases granted over three projects with permitting and infrastructure preparations well-advanced
- ❑ Arrowsmith North to lead staggered development. First production expected 2023 – followed by Muchea, Arrowsmith Central and Boyatup
- ❑ Strong interest from customers in Southeast Asia at a time of diminishing global supply and increasing demand
- ❑ Scale of projects provides long-term opportunity for silica sand export and glass manufacturing and downstream industries in Western Australia



# Silica Sand – World Class Portfolio

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



- ❑ WA-based company and management team
- ❑ Most advanced non-private silica sand projects in Australia
- ❑ Four large scale, high grade and low impurity silica sand projects – Arrowsmith North, Arrowsmith Central, Muchea and Boyatup
- ❑ Each project capable of independent operation to supply raw material to diverse markets
- ❑ Simple, low impact mining and processing
- ❑ 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
- ❑ Infrastructure planning and permitting well-advanced



# Arrowsmith North

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

- ❑ Production expected to commence 2023 (subject to final environmental approvals)
- ❑ 221Mt Ore Reserve @99.7% SiO<sub>2</sub> (100-year production) (See Reserve Table)
- ❑ 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



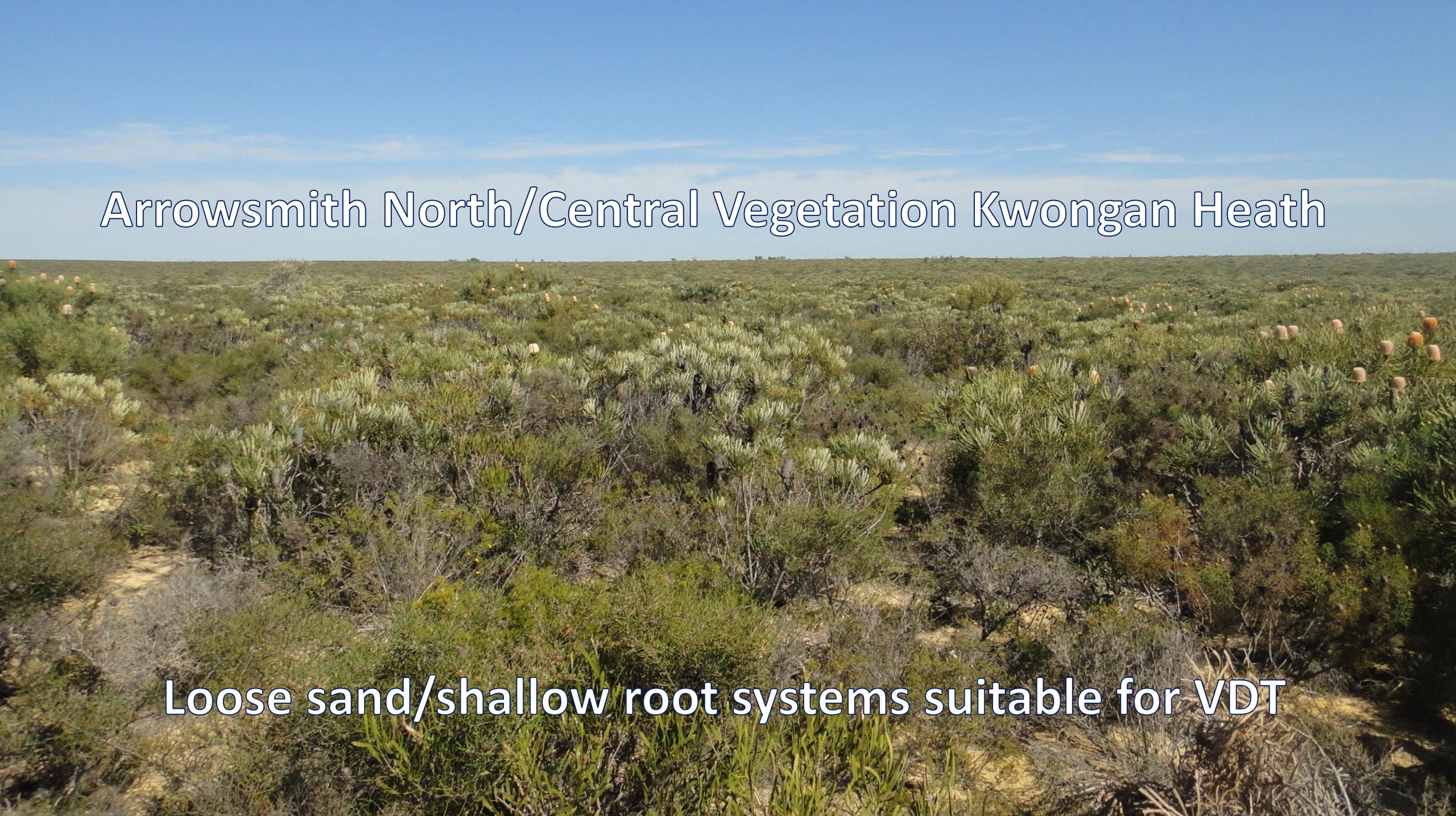
# Arrowsmith North Environmental and Mining Approvals

- 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 Scoping Document (ESD) approved in March 2022
- Environmental Review Document (ERD) lodged in April 2022 and amended June 2022
- Comments on ERD from Govt Agencies received from EPA in mid-November 2022
- VRX responded December 2022 with confirmation for publication of ERD for public consultation yet to be notified
- Mining proposal for DMIRS to be lodged in parallel



# Arrowsmith Central Environmental and Mining Approvals

- Confirmation by Commonwealth Department of Agriculture, Water and the Environment of accredited approval under the EPBC Act
- State Department of Water and Environmental Regulation and Environmental Protection Authority (EPA) require PER assessment
- Environmental Scoping Document (ESD) lodged with EPA in June 2022
- Environmental Review Document (ERD) prepared and will lodge on ESD approval

A wide-angle photograph of a vast, flat landscape covered in low-lying vegetation. The plants are a mix of green and brown, with many small, round, orange-brown fruits or seed pods scattered throughout. The horizon is a straight line in the distance under a clear, bright blue sky with a few wispy clouds near the horizon.

# Arrowsmith North/Central Vegetation Kwongan Heath

Loose sand/shallow root systems suitable for VDT



# Muchea

## 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% SiO<sub>2</sub> - <100ppm Fe<sub>2</sub>O<sub>3</sub> after processing (high-grade, low impurity)
- Raw material for premium ultra-clear cover glass production for solar panels
- Potential for manufacturing cover glass from adjacent gas/hydrogen pipeline



Muchea Vegetation Banksia Woodland

Low grasses and sedges suitable for VDT



**VRX**SILICA

# Responsible Mining – the VRX Way

## 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

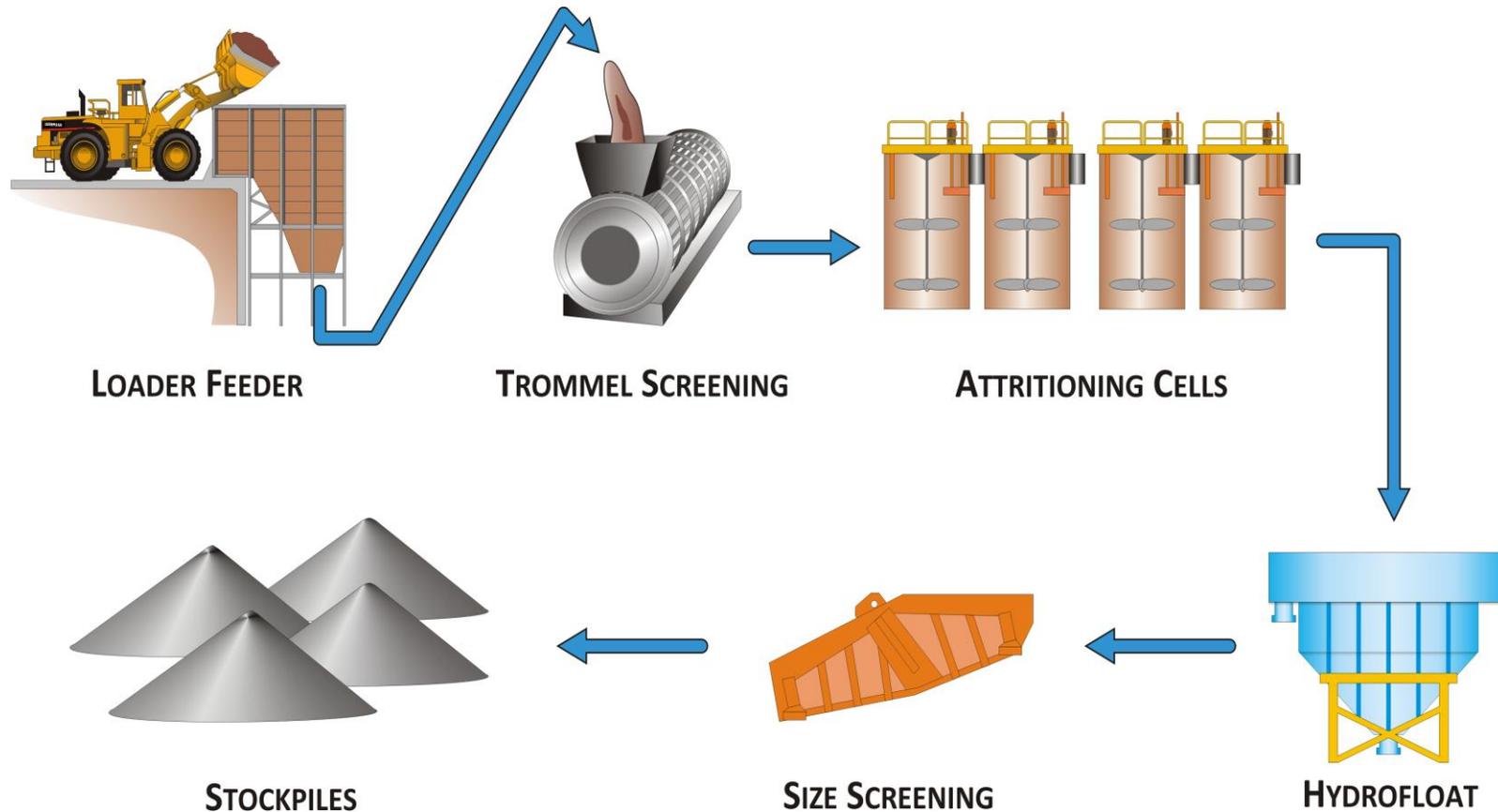




VRXSILICA

# Processing Flowsheet

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



### Processing Plant Design

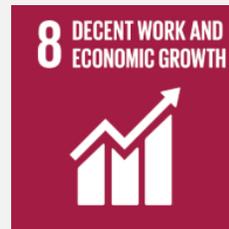
- Arrowsmith North, Arrowsmith Central and Muchea to each have 2 Mtpa processing capacity
- No toxic reagents required



# Sustainability, Environmental, 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



# Other Initiatives

## **VRX is investigating other potential downstream products and cost saving alternatives**

- IAF Grant - VRX is shortlisted for a grant from the State Innovation Attraction Fund to investigate the production of silica flour
- Critical Minerals Prospectus – VRX projects at Arrowsmith North and Muchea were included in the Critical Minerals Prospectus published by Austrade
- Trials of VDT - VRX has applied for a NVCP at Muchea to trial the practicalities of VDT in various vegetation types at Muchea
- Geothermal power - VRX has made application for three geothermal permits near Arrowsmith
- Gas fired power – VRX is investigating potential power sources at a gas wellhead in the vicinity of the Arrowsmith deposits



# Our Team

## Board

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

## Executive

Person	Role	Experience
<b>Ryan Baxter</b>	General Manager	Production: 15 years' experience in mining and construction with last 9 years exporting silica sand
<b>David Reid</b>	Exploration Manager	Technical: responsible for exploration and mineral processing
<b>Steven Papadopoulos</b>	Commercial Manager	Legal and commercial: over 20 years' experience as corporate lawyer and commercial advisor in resources and other industries
<b>Yoonil Kim</b>	Marketing Manager	Marketing: 17 years' experience selling silica sand in the Asian market



# Corporate Summary



## Capital Structure

Share Price	10.5cps *
Ordinary Shares on Issue	558 million
Options on Issue	35 million
Market Capitalisation	\$59 million*
Cash	\$5 million
Debt	Nil
Enterprise Value	\$54 million

## Shareholders

Board and Management	12%
Top 20 Total	33%

## Broker Coverage

Euroz Hartleys	EUROZ HARTLEYS
----------------	----------------

\* Closing share price on ASX on 2 March 2023



**VRX**SILICA

# Right Time, Right Place

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

- Very long life, high-grade silica sand supply with combined 1.1 billion tonne Resource, 99.6% to 99.9% SiO<sub>2</sub> grade**
- 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/solar/hydrogen)**
- High-tech ultra-clear glass production capability from Muchea**
- Manufacturing of solar panels in WA for a huge and growing market in Australia**



**VRXSILICA**

# Thank you

## **Bruce Maluish**

---

Managing Director  
Ground Floor, 52 Kings Park Road  
West Perth WA 6005

Phone: 08 9226 3780  
Email: [info@vrxsilica.com.au](mailto:info@vrxsilica.com.au)



**VRXSILICA**

# VRX Resources and Reserves

Project	Classification	Mt	SiO <sub>2</sub> %	Al <sub>2</sub> O <sub>3</sub> %	Fe <sub>2</sub> O <sub>3</sub> %	TiO <sub>2</sub> %	LOI %
Muchea	Indicated	29	99.6	0.09	0.03	0.07	0.22
	Inferred	172	99.6	0.05	0.02	0.10	0.23
	<b>Total</b>	<b>208</b>	<b>99.6</b>	<b>0.06</b>	<b>0.02</b>	<b>0.10</b>	<b>0.23</b>
Arrowsmith North	Measured	10	95.9	1.90	0.70	0.30	0.70
	Indicated	237	97.7	1.00	0.40	0.20	0.50
	Inferred	521	98.2	0.80	0.30	0.20	0.40
	<b>Total</b>	<b>768</b>	<b>98.0</b>	<b>0.90</b>	<b>0.30</b>	<b>0.20</b>	<b>0.40</b>
Arrowsmith Central	Indicated	28.2	96.6	1.70	0.40	0.20	0.70
	Inferred	48.3	96.9	1.50	0.40	0.20	0.70
	<b>Total</b>	<b>76.5</b>	<b>96.8</b>	<b>1.50</b>	<b>0.40</b>	<b>0.20</b>	<b>0.70</b>
Boyatup	Inferred	60	67.8	0.83	0.23	0.13	0.88
	<b>Total</b>	<b>60</b>	<b>67.8</b>	<b>0.83</b>	<b>0.23</b>	<b>0.13</b>	<b>0.88</b>

**Total Mineral Resource 1,113 Million Tonnes**

Project	Classification	Product	Mt	SiO <sub>2</sub> %	Al <sub>2</sub> O <sub>3</sub> %	Fe <sub>2</sub> O <sub>3</sub> %	TiO <sub>2</sub> %	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	
<b>Muchea Ore Reserve</b>			<b>18.7</b>	<b>Million Tonnes</b>					
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						
	<b>Proved Ore Reserve</b>			<b>9.2</b>	<b>Million Tonnes</b>				
	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							
<b>Probable Ore Reserve</b>			<b>212</b>	<b>Million Tonnes</b>					
<b>Arrowsmith North Ore Reserve</b>			<b>221</b>	<b>Million Tonnes</b>					
Arrowsmith Central	Probable	CF400	4.2	99.6	0.25	0.04	0.03	0.1	
		C20	8.4						
		C40	4.2						
		High TiO <sub>2</sub>	2.2			<1%	2%		
<b>Arrowsmith Central Ore Reserve</b>			<b>18.9</b>	<b>Million Tonnes</b>					

**Total Ore Reserve 259 Million Tonnes**