

ASX ANNOUNCEMENT

21 June 2021

RRL1750D

Priority Offer in Cannon Resources Limited Participation Instructions

ROX RESOURCES LIMITED

ASX: RXL

Rox Resources Limited (ASX: RXL) is an Australian listed company with advanced gold and nickel projects in Western Australia: the Youanmi Gold Project, Mt Fisher Gold project, and the Fisher East and Collurabie Nickel projects.

DIRECTORS

Mr Stephen Dennis
Chairman

Mr Alex Passmore
Managing Director

Dr John Mair
Non-Executive Director

Shares on Issue 2,364m
Share Price \$0.027
Market Cap. \$63.8m
Cash & Receivables \$18.1m
(incl \$3.75m receivable, cash as at 31 Mar 2021)

Level 2, 87 Colin Street,
West Perth WA 6005

+61 8 9226 0044

admin@roxresources.com.au

Dear Shareholders,

Rox Resources Limited ("**Rox**" or the "**Company**") is pleased to provide guidance on how to participate in the Priority Offer ("**Priority Offer**") for shares in its nickel focussed spin-out Cannon Resources Limited ("**Cannon**").

The Priority Offer

Eligible Rox shareholders have been offered the opportunity to participate in the Priority Offer in Cannon on the basis of 1 new Cannon share offered for every 78.18 Rox shares held on the record date of 31 May 2021, rounded to the nearest 1,000 Cannon Shares ("**Entitlement**"). To determine your Entitlement the following examples have been provided:

Example number	Shareholding in Rox at 31 May 2021	Pro-rata Factor	Pro-rata	Priority Offer Entitlement
1.	50,000	78.18	640	1,000
2.	400,000	78.18	5,116	5,000
3.	3,500,000	78.18	44,768	45,000

Eligible Rox shareholders may also apply for less or more than their Entitlement.

Guidance on How to Apply for Cannon Shares

The simplest way to apply is to access your personalised Priority Offer Application Form online where you will be able to nominate your acceptance level and process payment through BPAY® or EFT. The Priority Offer Application Form is available at:

<https://investor.automic.com.au/#/ipo/cannonresourcespriority> .

Via the website you will be able access your personalised details.

You can access the Application Form even if you have not received an email or the instruction form has not arrived in the mail (please see further details below).

Via the website you will be asked to confirm that you have read the Cannon Prospectus ("**Cannon Prospectus**") and you agree to the terms and conditions of the Priority Offer.

Upon confirming you have read the Cannon Prospectus you will be requested to enter the dollar value of securities you are applying for. This may be all or part of your Entitlement, as determined by the method set out above. Eligible Rox shareholders may also apply for securities in excess of their Entitlement.

Once you have entered the dollar amount you wish to apply for you will be asked for your unique priority access code. This is the 10 digit code located in the top right hand corner of the Priority Offer letter emailed or posted to you. If you do not have this number, please contact Cannon's Share Registry - Automic on 1300 288 664 or email corporate.actions@automic.com.au.

Once you have entered your unique priority access code you will be asked to confirm your details. Once confirmed a BPAY® or direct credit advice will generated. The BPAY® reference number is unique to you and the system identifies you as the applicant for payments made using that BPAY® number.

The closing date for the Priority Offer is 2 July 2021 unless extended by the Board of Cannon.

About Cannon Resources Limited

Cannon was established to implement the demerger currently being undertaken by Rox for the purpose of maximising the value of the Fisher East and Collurabbie Nickel Projects ("**Projects**").

Both the Fisher East Project and Collurabbie Project represent excellent exploration opportunities and Cannon, through the Demerger, will be able to place a sharp focus on delivering value from these assets against a backdrop of strengthening demand and pricing for nickel. The Projects contain or are adjacent to known mineral systems and prospects that have been actively explored by Rox as well as previous owners with encouraging recent results.

Fisher East Project

The Fisher East Project is located approximately 430km north of Kalgoorlie and includes eleven granted exploration licences in the North-eastern Goldfields region of Western Australia. Historical exploration at the project has focussed along an ultramafic belt where significant nickel mineralisation has been drilled at the Camelwood, Cannonball and Musket areas. This project also hosts additional nickel exploration targets at multiple prospects within the Mt Fisher greenstone belt. These additional targets include the partly drilled Sabre prospect. Planned exploration activity by Cannon will focus on the drilling out of these exciting opportunities.

Collurabbie Project

The Collurabbie Project is located approximately 65km to the east of the Fisher East Project and consists of three granted exploration licences. The Collurabbie Project presents potential for additional intrusion related base metal mineralisation along with exploration potential for gold.

Refer to the Cannon Prospectus for further details on the Projects.

For further information on Cannon and to access the Cannon Prospectus please visit www.cannonres.com.au.

Authorised for release to the ASX by Alex Passmore, Managing Director.

*****ENDS*****

For more information:

Alex Passmore
Managing Director
Tel: +61 8 9226 0044
admin@roxresources.com.au