

ASX ANNOUNCEMENT

Coburn Mineral Sands Project
Contract Award In-pit Dozer Mining Units



STRANDLINE
resources limited

14 September 2020

Strandline awards Piacentini major equipment supply contract for Coburn development

HIGHLIGHTS

- **Strandline awards circa \$21m fixed-price contract to supply in-pit dozer mining units for its Coburn mineral sands project in WA**
- **The contract is with leading mineral sands mining and equipment specialist Piacentini & Son**
- **The scope includes the design, procurement, construction and commission of three dozer mining units capable to reliably receive, screen and pump ore from the mine to the processing facilities**
- **The contract is a key long-lead procurement package and is one of Strandline's conditions precedent to finalise project funding and prepare for production**
- **The contract follows the investment decision by the Northern Australia Infrastructure Facility (NAIF) to provide a A\$150m loan facility for the development of Coburn**
- **Strandline recently completed an equity raising to accelerate the development of Coburn, advancing front end detailed design, long lead procurement and early works construction**

Strandline Resources (**ASX: STA**) is pleased to announce that it has taken another important step towards development of its Coburn mineral sands project in Western Australia by appointing Piacentini & Son (**Piacentini**) to design and construct three mobile dozer mining units for the project.

The scope forms a key part of Coburn's efficient dry mining methodology, capable of receiving and delivering ore to the processing facilities at an average rate of 3,100 tph, based on two units in operation at any one time.

The contract follows Strandline's recent A\$18.5 million equity raising to advance early works development activities while finalising the balance of project funding. Strandline is making solid progress towards definitive finance documentation and conditions precedent for the NAIF A\$150m loan facility¹ and is advancing discussions on the commercial debt tranche which is expected to stand alongside.

Coburn has a world-scale Ore Reserve in a Tier-1 location and will produce premium quality zircon and titanium mineral sands products. The in-pit dozer mining units are designed to be frequently relocated as the mine progresses through the mine plan.

Piacentini, based in Bunbury WA, is established as a leader in the global mineral sands industry for mining, earthmoving and supply of mechanical plant solutions.

The parties have agreed final contract documentation (the Agreement) based on a fixed price, fixed schedule arrangement, which is in line with the assumptions contained within the Coburn Definitive Feasibility Study.

¹ The Northern Australia Infrastructure Facility (NAIF) made an investment decision to provide a A\$150m loan facility for the development of Coburn, subject to finalisation of finance documents and satisfaction of customary conditions precedent to first drawdown - refer ASX announcement 22 June 2020

Coburn Project – Award of in-pit dozer mining units to Piacentini & Son

The Agreement is subject to standard conditions precedent regarding the development of the Project and Strandline releasing a formal notice to proceed to commence the works under contract.

Strandline Managing Director Luke Graham said the contract marked another key step in its strategy to bring Coburn into production and establishes an important relationship with a leading services provider in Piacentini.

ABOUT PIACENTINI & SON

Piacentini & Son specialise in earthmoving, mining, and equipment manufacturing and sales. Starting predominantly in the mineral sands industry, Piacentini have evolved their range of services to include rehabilitation services and mining of bauxite, iron ore, nickel, coal and gold. Projects completed by Piacentini range from short term projects to 5+ year contracts in various locations across Australia and overseas. Refer website www.piacentini.com.au

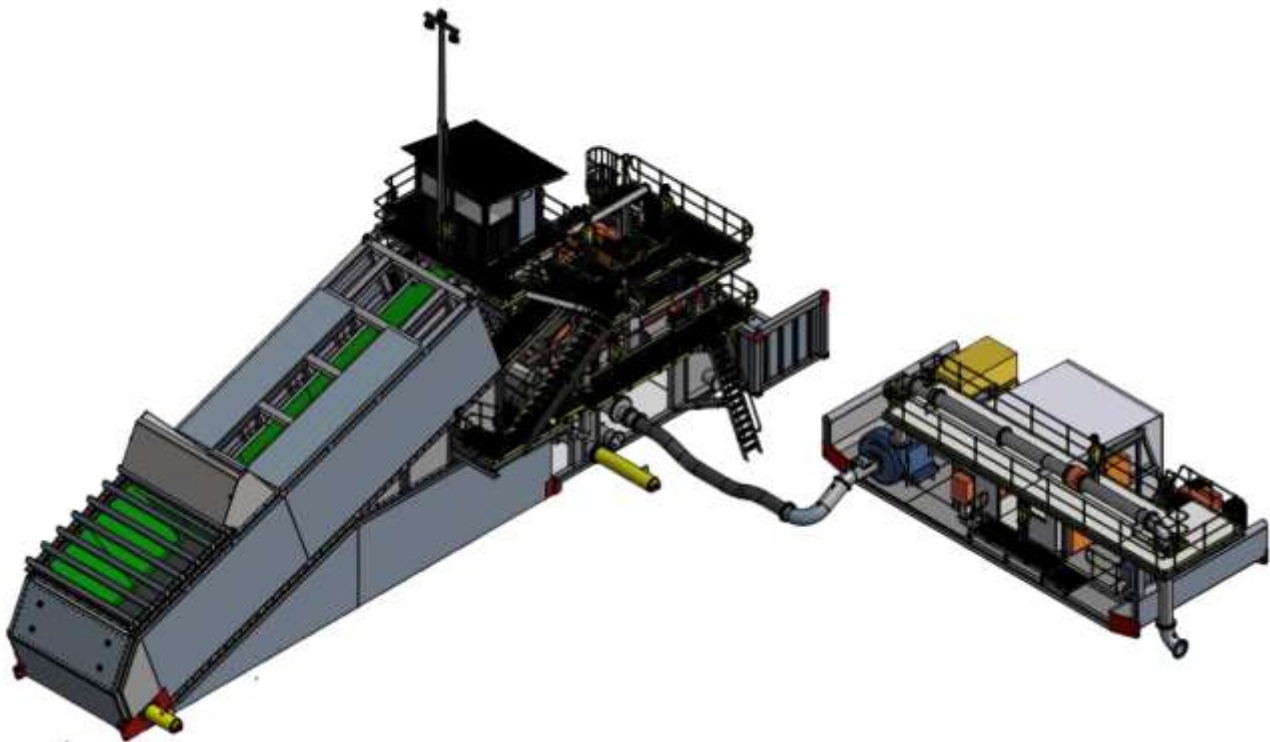


Figure 1 Conceptual image of Coburn's proposed in-pit dozer mining unit configuration

ABOUT STRANDLINE

Strandline Resources Limited (**ASX: STA**) is an emerging heavy mineral sands developer with a portfolio of 100%-owned development assets located in Western Australia and within the world's major zircon and titanium producing corridor in East Africa.

Strandline's strategy is to develop and operate high margin, expandable mining assets with market differentiation and global relevance.

Strandline's project portfolio contains high quality assets which offer a range of development options and timelines, geographic diversity and scalability. They include two zircon-titanium rich, 'development ready' projects, being the large Coburn Project in Western Australia and the Fungoni Project in central Tanzania, as well as a series of titanium dominated exploration projects spread along the highly prospective Tanzanian coastline, including the advanced and large scale Tajiri Project in northern Tanzania.

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