



ASX Announcement | Media Release
6 July 2020

EXTENSION OF AUSTSINO AGREEMENT

Sundance Resources Limited (**ASX: SDL**) ("**Sundance**" or the "**Company**") provides the following market update on the Agreement with AustSino Resources Group Ltd ("**AustSino**") and the noteholders in Sundance ("**Noteholders**") ("**Sundance Agreement**") as announced on 8 July 2019 and later updated with a letter agreement announced on 22 October 2019 ("**SDL Letter Agreement**").

AustSino announced on 3 June 2020 the placement agreement between AustSino and Western Australian Port Rail Construction (Shanghai) Ltd ("**WAPRC**") had been delayed and that, as a result, AustSino would not satisfy the conditions precedent in the WAPRC Agreement by 30 June 2020.

As per Sundance's announcement on 25 June 2020 AustSino said it had identified a new investor to replace WAPRC, however, because of the uncertainties created by the late change and the then pending expiry of the Sundance Agreement, Sundance adjourned the extraordinary general meeting it had called for 29 June 2020.

The Sundance Agreement expired on 30 June 2020.

On 2 July 2020, Sundance announced it was in negotiations with AustSino with a view to agreeing a further extension to the Sundance Agreement.

Sundance is pleased to announce that its negotiations with AustSino have progressed to the signing of a new extension letter agreement between AustSino and Sundance to extend the Sundance Agreement to 30 September 2020 ("**Further Extension Letter**"). This Further Extension Letter is now being circulated among the Noteholders for their execution by 17 July 2020 in order for the further extension to be effective.

The Further Extension Letter has a number of conditions:

1. The Agreement is extended to 30 September 2020 subject to:
 - (a) by July 10 AustSino must lodge a draft Notice of Meeting to the Australian Securities Exchange for review; and
 - (b) by July 17 AustSino needs to demonstrate to the reasonable satisfaction of Sundance that they have progressed the funding (e.g. \$29M) for completion of the Sundance Agreement.
2. AustSino will provide a further \$450K in funding to Sundance (this will be repayable in cash or equity only if the Sundance Agreement completes otherwise it will be revenue to Sundance). The first payment is \$50K and is payable on 17 July should (i) all Noteholders have consented to the further extension, and (ii) AustSino have satisfied the conditions in (a) and (b) above.

This Further Extension Letter and the key dates in it permits Sundance to take further action and allows Sundance to seek an alternative course if sufficient progress to our satisfaction is not achieved.

The Sundance shareholders' Extraordinary General Meeting, which was adjourned on 29 June 2020, is now expected to be reconvened before the end of July 2020 if AustSino satisfies the requirements of the Further Extension Letter. Shareholders will be kept advised with regards to the reconvened meeting.

This release has been authorised by the Board of Sundance.

Further information:

GIULIO CASELLO

Chief Executive Officer and Managing Director
Sundance Resources Limited
Tel: +61 8 9220 2300
Email: info@sundanceresources.com.au

Media:

Peter Klinger
Cannings Purple
Mob: +61 411 251 540
E: pklinger@canningspurple.com.au

About Sundance Resources

Sundance Resources is seeking to develop its flagship Mbalam-Nabeba Iron Ore Project, which straddles the border of Cameroon and the Republic of Congo in Central Africa. Stage One will be the production of a Direct Shipping Ore (“DSO”)-quality sinter fines product averaging >62.0% Fe at a rate of 40Mtpa for approximately 14 years based on blending material sourced from the deposits in the neighboring countries of Cameroon and Congo. Stage Two, which is currently at a Pre-Feasibility Stage, would then extend the life of the operation by further 15-plus years producing high-grade Itabirite hematite concentrate. In April 2011, Sundance completed the Definitive Feasibility Study for Stage One and Pre-Feasibility Study for Stage Two of the Mbalam-Nabeba Iron Ore Project. The Project will utilise the rail and port infrastructure to be financed, built and owned by the Government of Cameroon, a 540km rail line dedicated to the transport of iron ore through Cameroon and a dedicated mineral export terminal designed for taking bulk iron ore carriers of up to 300,000 tonnes.

