



Redmoor JV Update

ASX Release | 13 July 2016

ASX Code : NAE

New Age Exploration Limited (“NAE”) is pleased to report the following update on the Redmoor JV;

- Strategic Minerals Plc (AIM:SML) recently completed the second tranche payment for its initial subscription of shares in the Redmoor JV in accordance with the Binding Term Sheet signed between NAE and SML on 26th May 2016. SML has now completed payment of £104,998.47 (A\$183,000¹) for its initial subscription shares earning a 9.1% interest in the Redmoor JV.
- Also in accordance with the Binding Term Sheet, NAE has now taken up its second tranche of SML shares and has been issued a total of 35,000,000 SML shares at an issue price of 0.30 pence per share. NAE is free to sell these shares to fund its working capital requirement subject to a maximum sale of 8M shares per week. The value of these shares held by NAE based on SML’s closing share price yesterday (0.35 pence per share), along with cash from shares sold to date, is estimated at £118,476 (A\$206,000¹).
- SML now has until 31 December 2016 (the “Option Period”) to make a further payment of £945,348.96 in cash to increase its ownership in the Redmoor JV to 50% (“the Option Payment”).
- Following successful completion of a £429,000 placement by SML on 21 June and feedback SML’s Directors have received in relation to the Redmoor project and the ability of SML to fund its Option Payment, SML’s Directors are confident that SML can make the £945,348.96 Option Payment before the end of the Option Period (31 December 2016).
- The funds from the £945,348.96 Option Payment will be used to advance the planned exploration drilling program at Redmoor which would commence in the first half of 2017 subject to SML making the Option Payment. These funds are not effected by exchange rate movements as they will be retained in the UK.
- Should SML not complete the Option Payment before the end of the Option Period, then NAE has the right to purchase any Redmoor JV shares issued to SML for a total cost of £1 and remove SML’s director from the Redmoor JV company.

A copy of the announcement made on Monday by SML can be found on SML’s website (<http://www.strategicminerals.net/investors/rns-announcements.html>).

Gary Fietz, NAE’s Managing Director said: “We are very pleased with how the JV with SML on the Redmoor project is progressing. We are looking forward to commencing drilling at Redmoor next year which will target increasing the high grade tin-tungsten resource”.

¹ Transaction payments are payable in GBP. AUD conversions contained in this announcement are based on today’s exchange rate of 0.57479 GBP:AUD (rounded to A\$1,000). Actual AUD amounts may vary based on actual exchange rates at the time of transfer. Note that the GBP has fallen 15% relative to the AUD since the 26 May 2016.