

20 April 2018

## LATEST RESULTS AT AGUIA'S BIG RANCH OUTLINE 6 KM COPPER ANOMALY

### Highlights:

- **Sampling and mapping of Big Ranch Target in Rio Grande do Sul returned up to 7.74 g/t Au from a gossan sample, a strong indicator of possible copper-bearing sulfide minerals at shallow depth**
- **Soil sampling along the Big Ranch Target outlines a copper anomaly in excess of 6 km flanking the northern border of the Caçapava Granite**
- **Agua is infilling the initial reconnaissance soil survey lines and has begun detailed soil sampling where the gold-rich gossans occurred**
- **Next step will be a ground geophysical survey to follow-up soil geochemical anomalies using induced polarization (IP) techniques**
- **Preparations underway for the upcoming public hearings as part of the environmental permitting process of its Flagship Três Estradas phosphate project**

SYDNEY, AUSTRALIA, April 20, 2018 - Agua Resources Limited (ASX: AGR, TSXV:AGRL) ("Agua" or "Company") is pleased to announce that ongoing mapping and sampling along the Big Ranch target has returned up to 7.74 grams per tonne Au in a gossan sample. As announced previously, the Company has discovered a new zone of copper mineralisation on ground staked within the Rio Grande Copper Belt, as a result of regional exploration activities in the State of Rio Grande do Sul, Brazil.

The Big Ranch target is located along the northern edge of the Caçapava Granite and consists of an 8-km-long by 4-km-wide alteration zone where multiple zinc and copper showings have been identified including multiple outcrops of gossans within a mineralised and alteration aureole along the northern margin of the intrusion (Figure 1). Further mapping and rock sampling along this zone has identified multiple gossan occurrences that define a corridor extending at least 3 km in length along the northern margin of the granite (Figure 2). Wide spaced reconnaissance soil lines returned a continuous copper anomaly in excess of 6 km in length and up to 1 km wide. Agua is now completing detailed soil sampling

lines to follow up on the gold-rich gossan occurrences and to infill the initial reconnaissance lines. The Company plans to initiate a ground geophysical survey shortly to identify detailed drilling targets within these broad geochemical anomalies.

### **Três Estradas Project**

With the positive Bankable Feasibility Study completed at the flagship Três Estradas Phosphate project, Aguaia is now concentrating its efforts preparing for the upcoming public hearings that are a decisive step towards the environmental permitting of the project.

### **Commentary**

**Technical Director Fernando Tallarico commented:** “Big Ranch is developing very quickly and we are highly encouraged by the results to date. We now have a copper-in-soils anomaly of over 6 km of strike and up to 1 km wide and multiple gossan showings to follow up. The ground geophysical survey will allow us to define detailed drilling targets, which we expect to initiate shortly. We are extremely encouraged by the gossan sample that returned 7.74 gpt gold. The supergene nature and texture of this particular sample provides us with a strong indication of the possible presence of copper-bearing sulfide minerals at shallow depth, underneath the weathering profile. As sulfide minerals are weathered the base metals are leached out and gold is then relatively enriched and fixated in the gossan, which is the product of the alteration of primary sulfides. This interpretation also extends to the remainder of the gossan samples mapped in the Big Ranch Target, which can potentially reveal a zone of undercover sulfide minerals. We are now working to follow up these occurrences and determine the extent and depth of the gossan zone.”

**Managing Director Justin Reid added:** “These promising results from Big Ranch are a great follow up to the zone of copper mineralisation at the nearby Canhada target that we announced in February. With a successful \$5 million capital raising completed last week, we are now very well capitalised for the next 12 months to continue exploring these exciting new targets.

“Três Estradas is also advancing to plan with finalisation of the environmental permitting process anticipated very soon. This is a major milestone and value event for Aguaia. Our community events, workshops and consultations in Lavras do Sul have been proceeding well and we are focused on building strong relationships with our neighbours and local stakeholders.”

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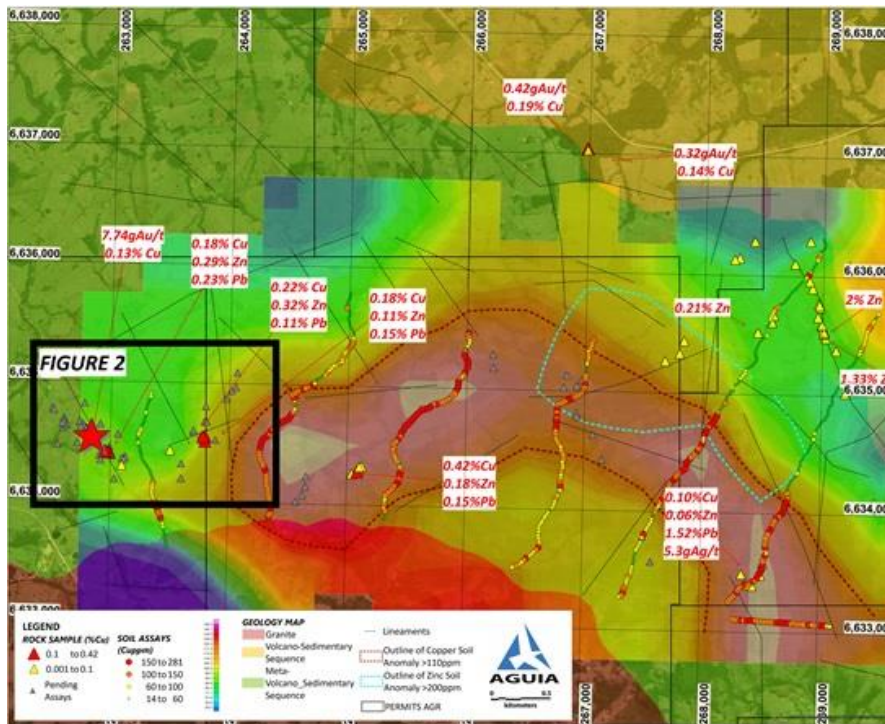


Figure 1. Work map of the Big Ranch Target, highlighting the recent results from rock grab samples and reconnaissance soil geochemistry samples. Note gossan samples returning up to 7.74 gpt gold and the significant size of the soil anomaly.

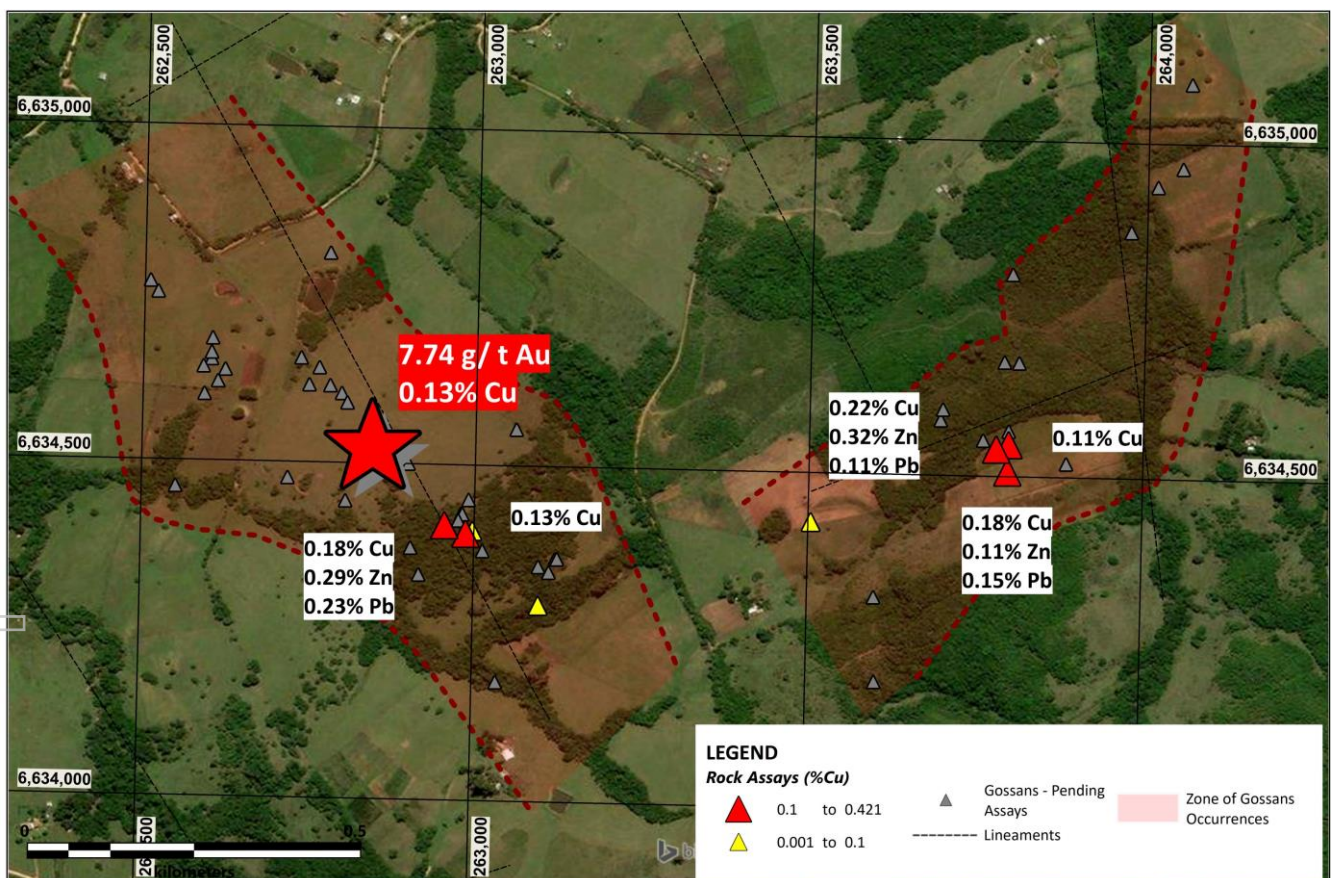


Figure 2. Detailed map of the western portion of the Big Ranch Target, highlighting the distribution of the gossan showings which appear to be structurally controlled. Detailed sampling and mapping of this zone is in progress to follow up on the 7.74 gpt Au gossan sample. Location of this map within the Big Ranch target is indicated in Figure 1.

Table 1. Rock sampling results from the Big Ranch Target - Rio Grande Copper Belt.

Sample	UTM_E	UTM_N	Elevation(m)	Auppm	Cu%	Zn%	Pb%
57483	269116	6635374	154	<0,01	0.02	0.07	0.04
57484	268452	6635516	154	<0,01	0.01	0.21	0.06
57485	269199	6635015	159	<0,01	0.01	0.01	0.00
57486	269462	6634100	194	<0,01	0.01	0.05	0.00
57487	268909	6635895	142	<0,01	0.02	0.01	0.00
57488	268586	6635663	148	<0,01	0.00	0.01	0.00
57489	268570	6635605	152	<0,01	0.00	0.11	0.07
57490	267674	6635262	187	<0,01	0.00	0.06	0.01
57491	267795	6635328	187	<0,01	0.01	0.09	0.12
57492	267831	6635435	208	<0,01	0.00	0.09	0.01
97976	268414	6636282	166	<0,01	0.00	0.01	0.00
97977	268414	6636282	166	<0,01	0.00	0.01	0.00
97978	268350	6633482	185	<0,01	0.00	0.01	0.00
97980	268443	6633386	176	<0,01	0.01	0.01	0.00
97981	263797	6634504	163	0.01	0.18	0.11	0.15
97982	263798	6634545	151	<0,01	0.22	0.32	0.11
97983	263780	6634538	154	0.01	0.11	0.07	0.06
97984	262850	6634524	164	7.74	0.13	0.03	0.01
97985	262997	6634401	180	0.02	0.10	0.14	0.09
97986	262987	6634395	180	0.02	0.13	0.08	0.02
97987	262955	6634407	178	0.02	0.18	0.29	0.23
97988	263098	6634291	166	<0,01	0.09	0.01	0.01
97989	269025	6635480	135	<0,01	0.01	0.01	0.00
97990	269009	6635511	137	<0,01	0.00	0.02	0.01
97991	269013	6635520	136	<0,01	0.00	0.02	0.00
97992	269015	6635533	136	<0,01	0.00	0.02	0.01
97993	269011	6635532	135	<0,01	0.01	0.01	0.00
97994	268993	6635590	135	<0,01	0.01	0.24	0.08
97995	268959	6635654	143	<0,01	0.00	0.00	0.00
97996	268979	6635738	141	<0,01	0.01	0.01	0.00
97997	268970	6635754	144	<0,01	0.01	0.30	0.08
97998	263504	6634425	180	<0,01	0.04	0.02	0.01
62995	268289	6636140	168	<0,01	0.01	0.01	0.01
62996	268248	6636127	168	<0,01	0.01	0.01	0.00
62997	268885	6636290	133	<0,01	0.00	0.01	0.00
62998	269220	6636088	148	<0,01	0.01	0.01	0.00
62999	268884	6635954	133	<0,01	0.00	0.01	0.00
63000	268757	6636097	133	<0,01	0.01	0.01	0.00
82595	265043	6634256	197	<0,01	0.02	0.01	0.00
82596	266985	6637029	178	0.42	0.19	0.00	0.00
82597	266984	6637037	179	0.32	0.14	0.00	0.00
82598	266987	6637020	179	0.06	0.00	0.01	0.00
57497	265127	6634321	196	<0,01	0.01	0.01	0.00
57498	265088	6634273	203	0.01	0.42	0.18	0.15
57499	265106	6634315	200	<0,01	0.02	0.01	0.00

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57500	268386	6633398	176	<0,01	0.02	0.01	0.00
74997	268511	6633475	199	0.01	0.10	0.06	1.52
74998	268529	6633574	182	<0,01	0.03	0.01	0.00
98967	266973	6635084	234	0	0.00	0.00	0.02
98968	266846	6635128	245	0	0.00	0.00	0.01
98969	266818	6635027	246	<0,01	0.00	0.01	0.00
98970	266890	6634934	257	0	0.00	0.00	0.00
98971	266930	6634814	249	<0,01	0.00	0.01	0.00
98972	266933	6634782	243	0	0.11	0.01	0.07
98973	267073	6634633	225	<0,01	0.01	0.01	0.00
98974	267149	6634425	239	<0,01	0.01	0.01	0.00
98975	266931	6635040	237	0	0.00	0.00	0.01
98976	267580	6633574	203	<0,01	0.01	0.01	0.00
98977	267508	6633783	190	<0,01	0.02	0.00	0.00
98978	266219	6635287	192	<0,01	0.00	0.04	0.00
98979	266224	6635177	191	<0,01	0.01	0.01	0.00
98980	264571	6634015	159	<0,01	0.01	0.01	0.00
98981	264625	6634072	159	<0,01	0.02	0.01	0.00
98982	264651	6634144	159	<0,01	0.02	0.01	0.00
98983	264659	6634228	158	<0,01	0.01	0.01	0.00
98984	263976	6634867	138	0	0.15	0.17	0.01

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#### **About Agua:**

*Agua Resources Limited, ("Agua") is an ASX and TSXV listed company whose primary focus is on the exploration and development of mineral projects in Brazil. Agua has an established and highly experienced in-country team based in Belo Horizonte, Brazil with corporate offices in Sydney, Australia. Agua's key projects are located in Rio Grande do Sul, a prime farming area which is 100% dependent on phosphate imports. The Rio Grande phosphate deposits exhibit high quality and low cost production characteristics, and are ideally located with proximity to road, rail, and port infrastructure. Agua's experienced management team has a proven track record of advancing high quality mining assets to production in Brazil.*

The information in this announcement that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dr Fernando Tallarico, who is a member of the Association of Professional Geoscientists of Ontario. Dr Tallarico is a full-time employee of the company. Dr Tallarico has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr Tallarico consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Qualified Person

The technical information in this press release has been reviewed and approved by Dr. Fernando Tallarico, who is a member of the Association of Professional Geoscientists of Ontario, Technical Director for Aguiá and a Qualified Person as defined by National Instrument 43-101. Dr. Tallarico consents to the inclusion of his name in this release.

### **Cautionary Statement on Forward Looking Information**

This press release contains "forward-looking information" within the meaning of applicable Canadian and Australian securities legislation. Forward-looking information includes, without limitation, statements regarding the results of exploration activities at the Canhada and Big Ranch Targets, soil and assay results, plans for future drilling and exploration programs, the mineral resource estimates, production targets, the anticipated timetable, permitting, forecast financial information, bankable feasibility study and ability to finance the project, and the prospectivity and potential of the Canhada and Big Ranch Targets.

Generally, forward-looking information can be identified by the use of forward-looking terminology such as "plans", "expects" or "does not expect", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates" or "does not anticipate", or "believes", or variations of such words and phrases or state that certain actions, events or results "may", "could", "would", "might" or "will be taken", "occur" or "be achieved".

Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of the Company to be materially different from those expressed or implied by such forward-looking information, including risks inherent in the mining industry and risks described in the public disclosure of the Company which is available under the profile of the Company on SEDAR at [www.sedar.com](http://www.sedar.com), on the ASX website at [www.asx.com.au](http://www.asx.com.au) and on the Company's website at [www.aguiasouces.com.au](http://www.aguiasouces.com.au). These risks should be considered carefully.

Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking information, there may be other factors that cause results not to be as anticipated, estimated or intended. Persons reading this news release are cautioned that such statements are only predictions and there can be no assurance that such information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking information. The Company disclaims any intent or obligation to update or revise any forward looking statements whether as a result of new information, estimates, options, future events, results or otherwise and does not undertake to update any forward-looking information, except in accordance with applicable securities laws.

**NEITHER THE AUSTRALIAN STOCK EXCHANGE, TSX VENTURE EXCHANGE NOR THEIR REGULATION SERVICES PROVIDER (AS THAT TERM IS DEFINED IN THE POLICIES OF THE TSX VENTURE EXCHANGE) ACCEPTS RESPONSIBILITY FOR THE ADEQUACY OR ACCURACY OF THIS RELEASE.**

## JORC Code, Table 1

### Section 1 Sampling Techniques and Data

(Criteria in this section apply to all succeeding sections.)

Criteria	JORC Code explanation	Commentary
Sampling techniques	<ul style="list-style-type: none"> <li>Nature and quality of sampling (eg cut channels, random chips, or specific specialised industry standard measurement tools appropriate to the minerals under investigation, such as down hole gamma sondes, or handheld XRF instruments, etc). These examples should not be taken as limiting the broad meaning of sampling.</li> </ul>	<ul style="list-style-type: none"> <li>Rock samples, from every outcropping rock, were collected initially along lines 400 metres apart, until the mineralized target was delineated;</li> <li>Soil samples on Canhada Target were collected on 400x25m grid, for a total of 1,006 soil samples. All soil samples targeted the B Horizon soil profile;</li> <li>Soil samples on Big Ranch Target were collected on 1000x25m grid, for a total of 601 soil samples collected to date. All soil samples targeted the B Horizon soil profile;</li> <li>31 rock samples were collected on Canhada target, 28 rock samples were collected within the DNPM 811.586/2015 area and 3 rock samples were collected within the DNPM 810.799/2012 area. 122 rock samples were collected on Big Ranch target, 29 rock samples were collected within the DNPM 811.294/2015 area, 10 samples were collected within DNPM 810.441/2016 area, 29 samples were collected within DNPM 810.549/2015 area and 54 sample was collected within the DNPM 811530/2015 area. These samples were sent to the SGS Laboratory in Vespasiano, Brazil for preparation and assaying.</li> </ul>
	<ul style="list-style-type: none"> <li>Include reference to measures taken to ensure sample representivity and the appropriate calibration of any measurement tools or systems used.</li> </ul>	<ul style="list-style-type: none"> <li>Sample location are picked up using handheld GPS, according to the local UTM coordinate system (SAD 69, Zone 22S). Sampling was carried out using comprehensive Agua protocols and QAQC procedures as per industry best practice.</li> </ul>
	<ul style="list-style-type: none"> <li>Aspects of the determination of mineralisation that are Material to the Public Report. In cases where 'industry standard' work has been done this would be relatively simple (eg 'reverse circulation drilling was used to obtain 1 m samples from which 3 kg was pulverised to produce a 30 g charge for fire assay'). In other cases more explanation may be required, such as where there is coarse gold that has inherent sampling problems. Unusual commodities or mineralisation types (eg submarine</li> </ul>	<ul style="list-style-type: none"> <li>Rock and soil samples were sent to SGS laboratories and analysed using method ICP90A – Sodium Peroxide Fusion – ICP OES. Elements assayed for include Al, As, Ba, Be, Ca, Cd, Co, Cr, Cu, Fe, K, La, Li, Mg, Mn, Mo, Nb, Ni, P, Pb, Sb, Sc, Sn, Sr, Ta, Ti, V, W, Y, Zn</li> </ul>

Criteria	JORC Code explanation	Commentary
	<i>nodules) may warrant disclosure of detailed information.</i>	
<i>Drilling techniques</i>	<ul style="list-style-type: none"> <li><i>Drill type (eg core, reverse circulation, open-hole hammer, rotary air blast, auger, Bangka, sonic, etc) and details (eg core diameter, triple or standard tube, depth of diamond tails, face-sampling bit or other type, whether core is oriented and if so, by what method, etc).</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
<i>Drill sample recovery</i>	<ul style="list-style-type: none"> <li><i>Method of recording and assessing core and chip sample recoveries and results assessed.</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li><i>Measures taken to maximise sample recovery and ensure representative nature of the samples.</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li><i>Whether a relationship exists between sample recovery and grade and whether sample bias may have occurred due to preferential loss/gain of fine/coarse material.</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
<i>Logging</i>	<ul style="list-style-type: none"> <li><i>Whether core and chip samples have been geologically and geotechnically logged to a level of detail to support appropriate Mineral Resource estimation, mining studies and metallurgical studies.</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li><i>Whether logging is qualitative or quantitative in nature. Core (or costean, channel, etc) photography.</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li><i>The total length and percentage of the relevant intersections logged</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
<i>Sub-sampling techniques and sample preparation</i>	<ul style="list-style-type: none"> <li><i>If core, whether cut or sawn and whether quarter, half or all core taken.</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li><i>If non-core, whether riffled, tube sampled, rotary split, etc and whether sampled wet or dry.</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li><i>For all sample types, the nature, quality and appropriateness of the sample preparation technique.</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li><i>Quality control procedures adopted for all sub-sampling stages to maximise representivity of samples.</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li><i>Measures taken to ensure that the sampling is representative of the in situ material collected, including for instance results for field duplicate/second-half sampling.</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li><i>Whether sample sizes are appropriate to the grain size of the material being sampled.</i></li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
<i>Quality of assay data and</i>	<ul style="list-style-type: none"> <li><i>The nature, quality and appropriateness of the assaying and laboratory procedures used and whether the technique is</i></li> </ul>	<ul style="list-style-type: none"> <li>The ICP method used is industry standard and considered appropriate for the analysis of base metal hosted mineralisation.</li> </ul>



Criteria	JORC Code explanation	Commentary
laboratory tests	<i>considered partial or total.</i>	<ul style="list-style-type: none"> <li>Sample preparation and analysis was completed at SGS's Belo Horizonte laboratory in Brazil using standard crushing and pulverization techniques.</li> <li>The prepared pulps are analysed by a sodium peroxide fusion ICP-OES (Inductively Coupled Plasma Optical Emission Spectrometry) for major and minor elements (Al, As, Ba, Be, Ca, Cd, Co, Cr, Cu, Fe, K, La, Li, Mg, Mn, Mo, Nb, Ni, P, Pb, Sb, Sc, Sn, Sr, Ta, Ti, V, W, Y, Zn) (Method code ICP90A).</li> <li>The preparation and analytical procedures are appropriate for the type of mineralization sampled and are reliable to deliver the total content of the analysed compounds.</li> </ul>
	<i>make and model, reading times, calibrations factors applied and their derivation, etc.</i>	<ul style="list-style-type: none"> <li>Where utilised, hand held XRF is an Delta Analyser CS-4000 by Innov-X Systems</li> </ul>
	<i>For geophysical tools, spectrometers, handheld XRF instruments, etc, the parameters used in determining the analysis including instrument</i>	<ul style="list-style-type: none"> <li>There is a calibration plate supplied by INOVV-X-Systems for the calibration of the Portable X Ray Fluorescence equipment.</li> </ul>
	<i>Nature of quality control procedures adopted (eg standards, blanks, duplicates, external laboratory checks) and whether acceptable levels of accuracy (ie lack of bias) and precision have been established.</i>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
Verification of sampling and assaying	<i>The verification of significant intersections by either independent or alternative company personnel.</i>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<i>The use of twinned holes.</i>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<i>Documentation of primary data, data entry procedures, data verification, data storage (physical and electronic) protocols.</i>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<i>Discuss any adjustment to assay data.</i>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
Location of data points	<i>Accuracy and quality of surveys used to locate drill holes (collar and down-hole surveys), trenches, mine workings and other locations used in Mineral Resource estimation.</i>	<ul style="list-style-type: none"> <li>Rock and soil samples were surveyed according to the local UTM coordinate system (South American Datum 1969 – SAD69, Zone 22S), using hand held GPS equipment.</li> </ul>
	<i>Specification of the grid system used.</i>	<ul style="list-style-type: none"> <li>SAD 1969 UTM system, Zons 22S</li> </ul>
	<i>Quality and adequacy of topographic control.</i>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
Data spacing and distribution	<i>Data spacing for reporting of Exploration Results.</i>	<ul style="list-style-type: none"> <li>Rock samples, from every outcropping rock, were collected initially along lines 400 metres apart from within DNPM 811586/2015, 810799/2012, 811294/2015, 810441/2016, 811530/2015 and</li> </ul>

Criteria	JORC Code explanation	Commentary
		811549/2015 areas; <ul style="list-style-type: none"> <li>• Soil samples on Canhada Target were collected on 400x25m grid from within DNPM 811586/2015 and 810799/2012 areas;</li> <li>• Soil samples on Big Ranch Target were collected on 1000x25m grid from within DNPM 811549/2015, 811530/2015, 811294/2015 and 811277/2015 areas</li> </ul>
	<ul style="list-style-type: none"> <li>• <i>Whether the data spacing and distribution is sufficient to establish the degree of geological and grade continuity appropriate for the Mineral Resource and Ore Reserve estimation procedure(s) and classifications applied.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li>• <i>Whether sample compositing has been applied.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Not applicable</li> </ul>
Orientation of data in relation to geological structure	<ul style="list-style-type: none"> <li>• <i>Whether the orientation of sampling achieves unbiased sampling of possible structures and the extent to which this is known, considering the deposit type.</i></li> </ul>	<ul style="list-style-type: none"> <li>• The sampling patterns used did not introduce an apparent sampling bias.</li> </ul>
	<ul style="list-style-type: none"> <li>• <i>If the relationship between the drilling orientation and the orientation of key mineralised structures is considered to have introduced a sampling bias, this should be assessed and reported if material.</i></li> </ul>	<ul style="list-style-type: none"> <li>• The sampling patterns used did not introduce an apparent sampling bias.</li> </ul>
Sample security	<ul style="list-style-type: none"> <li>• <i>The measures taken to ensure sample security.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Chain of custody of all sample material was maintained by Aguia. Samples were stored in a secured facility in Lavras do Sul until dispatch to the preparation laboratory by commercial carrier.</li> </ul>
Audits or reviews	<ul style="list-style-type: none"> <li>• <i>The results of any audits or reviews of sampling techniques and data.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Not applicable</li> </ul>

## Section 2 Reporting of Exploration Results

(Criteria listed in the preceding section also apply to this section.)

Criteria	JORC Code explanation	Commentary
Mineral tenement and land tenure status	<ul style="list-style-type: none"> <li>• <i>Type, reference name/number, location and ownership including agreements or material issues with third parties such as joint ventures, partnerships, overriding royalties, native title interests, historical sites, wilderness or national park and environmental settings.</i></li> <li>• <i>The security of the tenure held at the time of reporting along with any known impediments to obtaining a licence to operate in the area.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Canhada</li> </ul> <p>Permit DNPM 811.586/2015, 100% owned by Aguia Fertilizantes S.A. . Granted February 14<sup>th</sup> 2018, initial 3-years term expiry February 13<sup>th</sup> 2021.</p> <p>Permit DNPM 810799/2012 owned by Aguia Fertilizantes S.A. Initial 3 year term expiry April 29, 2016. Titleholder has presented a Partial exploration Report and has submitted</p>

Criteria	JORC Code explanation	Commentary
		<p>a request for renewal of the exploration for another three years.</p> <ul style="list-style-type: none"> <li>• Big Ranch</li> </ul> <p>Permits DNPM 811.294/15 and 811.549/2015, 100% owned by Aguia Fertilizantes S.A. Granted December 8<sup>th</sup> 2015, initial 3-years term expiry December 7<sup>th</sup> 2018.</p> <p>Permit DNPM 810.441/16, 100% owned by Aguia Fertilizantes S.A. Granted September 1<sup>st</sup> 2016, initial 3-years term expiry August 30<sup>th</sup> 2019.</p> <p>Permit DNPM 810.530/15, 100% owned by Aguia Fertilizantes S.A. Granted October 26<sup>th</sup> 2016, initial 3-years term expiry October 25<sup>th</sup> 2019.</p> <p>Permit DNPM 811.277/15, 100% owned by Aguia Fertilizantes S.A. Granted May 27<sup>th</sup> 2016, initial 3-years term expiry May 27<sup>th</sup> 2019.</p>
<p><i>Exploration done by other parties</i></p>	<ul style="list-style-type: none"> <li>• <i>Acknowledgment and appraisal of exploration by other parties.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Big Ranch</li> </ul> <p>Exploration works, as airborne geophysics and soil geochemistry, was undertaken during the period 2007-2013 by Mining Ventures as part of DNPM 810674/2007.</p>
<p><i>Geology</i></p>	<ul style="list-style-type: none"> <li>• <i>Deposit type, geological setting and style of mineralisation.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Canhada</li> </ul> <p>The mineralisation is a copper hosted deposit in andesitic rocks, with malachite and azurite as the secondary copper bearing mineral. Secondary copper minerals occur filling fractures in stock-work pattern with intense hydrothermal alteration. It is hosted in the Hilario Formation, within the Neoproterozoic Camaqua Basin Domain of the Achaean to Proterozoic Sul-rio-grandense Shield.</p> <ul style="list-style-type: none"> <li>• Big Ranch</li> </ul> <p>Big Ranch target is located along the northern edge of the Caçapava Granite and consist of a 8-km-long by 4-km-wide zone where multiple zinc and copper showings were fund including multiple outcrops of gossans suggesting alteration aureole along the northern margin of the intrusion. The host sequence includes a variety of metasedimentary rocks displaying penetrative diapiric foliation and radial fracturing clearly</p>

Criteria	JORC Code explanation	Commentary
		associated with the emplacement of the granite
Drill hole Information	<ul style="list-style-type: none"> <li>A summary of all information material to the understanding of the exploration results including a tabulation of the following information for all Material drill holes: <ul style="list-style-type: none"> <li>easting and northing of the drill hole collar</li> <li>elevation or RL (Reduced Level – elevation above sea level in metres) of the drill hole collar</li> <li>dip and azimuth of the hole</li> <li>down hole length and interception depth</li> <li>hole length.</li> </ul> </li> <li>If the exclusion of this information is justified on the basis that the information is not Material and this exclusion does not detract from the understanding of the report, the Competent Person should clearly explain why this is the case.</li> </ul>	Refer Announcement - Table 1. Rock sampling results from the Big Ranch Target - Rio Grande Copper Belt.
Data aggregation methods	<ul style="list-style-type: none"> <li>In reporting Exploration Results, weighting averaging techniques, maximum and/or minimum grade truncations (eg cutting of high grades) and cut-off grades are usually Material and should be stated.</li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li>Where aggregate intercepts incorporate short lengths of high grade results and longer lengths of low grade results, the procedure used for such aggregation should be stated and some typical examples of such aggregations should be shown in detail.</li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li>The assumptions used for any reporting of metal equivalent values should be clearly stated.</li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
Relationship between mineralisation widths and intercept lengths	<ul style="list-style-type: none"> <li>These relationships are particularly important in the reporting of Exploration Results.</li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li>If the geometry of the mineralisation with respect to the drill hole angle is known, its nature should be reported.</li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
	<ul style="list-style-type: none"> <li>If it is not known and only the down hole lengths are reported, there should be a clear statement to this effect (eg 'down hole length, true width not known').</li> </ul>	<ul style="list-style-type: none"> <li>Not applicable</li> </ul>
Diagrams	<ul style="list-style-type: none"> <li>Appropriate maps and sections (with scales) and tabulations of intercepts</li> </ul>	<ul style="list-style-type: none"> <li>Refer to maps and sections in release</li> </ul>

Criteria	JORC Code explanation	Commentary
	<i>should be included for any significant discovery being reported These should include, but not be limited to a plan view of drill hole collar locations and appropriate sectional views.</i>	
<i>Balanced reporting</i>	<ul style="list-style-type: none"> <li>• <i>Where comprehensive reporting of all Exploration Results is not practicable, representative reporting of both low and high grades and/or widths should be practiced to avoid misleading reporting of Exploration Results.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Not applicable</li> </ul>
<i>Other substantive exploration data</i>	<ul style="list-style-type: none"> <li>• <i>Other exploration data, if meaningful and material, should be reported including (but not limited to): geological observations; geophysical survey results; geochemical survey results; bulk samples – size and method of treatment; metallurgical test results; bulk density, groundwater, geotechnical and rock characteristics; potential deleterious or contaminating substances.</i></li> </ul>	<ul style="list-style-type: none"> <li>• <i>Agua made use of an airborne magnetic geophysical survey completed by CPRM to aid in exploration targeting.</i></li> </ul>
<i>Further work</i>	<ul style="list-style-type: none"> <li>• <i>The nature and scale of planned further work (eg tests for lateral extensions or depth extensions or large-scale step-out drilling).</i></li> </ul>	<ul style="list-style-type: none"> <li>• As presented in the text of this report</li> </ul>
	<ul style="list-style-type: none"> <li>• <i>Diagrams clearly highlighting the areas of possible extensions, including the main geological interpretations and future drilling areas, provided this information is not commercially sensitive.</i></li> </ul>	<ul style="list-style-type: none"> <li>• As presented in the text of this report</li> </ul>

### Section 3 Estimation and Reporting of Mineral Resources

Not applicable to this release – this does not include mineral resource estimations

### Section 4: Estimation and Reporting of Ore Reserves

Not applicable to this release

### Section 5: Estimation and Reporting of Diamonds and Other Gemstones

Not applicable to this release

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