

**19 March 2019**

## HGM PROVIDES VICTORY BORE SALE UPDATE

High Grade Metals Ltd (ASX: HGM) ("**HGM**" or the "**Company**") is pleased to provide the following update with respect to the proposed sale of the Victory Bore Project to Surefire Resources NL (ASX:SRN).

### Background

On 21 August 2018, HGM announced it had agreed to sell its non core vanadium project located in Western Australia to ASX listed SRN. The Project is known as the Victory Bore Project ("**Project**").

Under the terms of the sale agreement, HGM is to receive the following consideration:

- A\$500k cash;
- 62.5m ordinary shares in SRN, escrowed for six months;
- A\$650k cash or share consideration within 60 days of SRN announcing a PFS for the Project that has an IRR of over 20%; and
- A\$650k cash or share consideration within 60 days of SRN announcing a decision to mine.

The sale was subject to a number of conditions including the following outstanding conditions as at 18 March 2019:

1. SRN raising A\$1m of equity capital or obtaining debt finance, on terms acceptable to SRN (acting reasonably) to fund the purchase of the Project;
2. ASX not imposing escrow on any of the shares in SRN to be issued to HGM pursuant to the sale agreement;
3. The parties satisfying all legislative and regulatory requirements applicable to the transactions contemplated in the sale agreement.

On 21 January 2019, HGM agreed to provide SRN with an extension of 60 days to complete the transaction as contemplated in the sale agreement.

On 6 March 2019, SRN received shareholder approval to complete the transaction. This satisfied a key condition that remained outstanding on 21 January 2019 when the extension of time was agreed.

### Sale Update

On 18 March 2019, HGM agreed to a further extension of time for SRN to satisfy the remaining conditions to complete the sale of the Project. The extension runs to 18 April 2019.

SRN has advised it believes the extension provides sufficient time to enable it to satisfy the remaining conditions and complete the transaction.

### ENDS

### For further information, contact:

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#### High Grade Metals Ltd

ACN: 062 879 583  
ASX: HGM

#### Issued Capital

452,937,867 Shares  
97,500,000 Options  
240,000,000 Perf Shares

#### Australian Registered Office

Level 17, 500 Collins Street  
Melbourne VIC 3000

#### Directors

Anthony Hall – Executive Chairman  
Steve Formica – Non-Executive Director  
Adrien Wing – Non-Executive Director / Company Secretary



**About High Grade Metals Ltd**

High Grade Metals (ASX: HGM) is an ASX listed mineral exploration company with a portfolio of brown fields cobalt, copper and gold assets in Austria.

The assets comprise nine exploration areas that are highly prospective for cobalt, nickel, copper and gold.

The Company is currently focused on cobalt/nickel/copper mineralisation at Leogang, and high grade gold potential at Schellgaden.



Figure 1. Location of High Grade Metals' Projects within Austria

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High Grade Metals Ltd	Issued Capital	Australian Registered Office	Directors
ACN: 062 879 583	452,937,867 Shares	Level 17, 500 Collins Street	Anthony Hall – Executive Chairman
ASX: HGM	97,500,000 Options	Melbourne VIC 3000	Steve Formica – Non-Executive Director
	240,000,000 Perf Shares		Adrien Wing – Non-Executive Director / Company Secretary