



4 March 2020

KABANGA NORTH AND NORTH EAST TANAZANIAN NICKEL TENEMENTS GRANTED

Highlights

- **Tanzanian nickel tenement concessions granted for Kabanga North and North East, covering over 400 km², adjoining the Kabanga Nickel Project.**
- **The Kabanga Nickel Project is in a highly prospective nickel region and holds one of the world's largest undeveloped high-grade nickel sulphide resources of 58Mt @ 2.62% Nickel.**
- **BHP Billiton (ASX:BHP) was a historic owner of the tenements.**
- **Adavale is currently in discussion with potential JV partners regarding the Kabanga Nickel Project.**
- **Nickel targets have been identified from historic data, with field work to commence immediately.**

Adavale Resources Limited (**ASX:ADD**) ("**Adavale**", or "**Company**") is extremely pleased to announce that the Tanzanian nickel tenements have been granted for Kabanga North and North East, covering over 400 km², adjoining the Kabanga Nickel Project ("**Project**"), which holds one of the largest undeveloped high-grade nickel sulphide resources of 58Mt @ 2.62% Nickel.

On 9 January 2020, Adavale announced that the Company had submitted applications over the new tenements in the highly prospective high grade nickel region, which hosts the world class Kabanga Nickel Project.

Following this, the Tanzanian Ministry of Minerals and Mining Commission on 3 March 2020 officially granted Adavale the Kabanga North and Kabanga North East tenements highlighted in **Figure 1**.

It should also be noted that one of the previous owners of the tenements was BHP Billiton (ASX:BHP), who conducted airborne radiometric surveys and a several other activities

Kabanga Nickel Project

The Kabanga Nickel Project holds a JORC Resource of 57Mt @ 2.62% Nickel, and has demonstrated an easily floated sulphide ore, with approximately 70% of the resource in Measured and Indicated categories. Data suggests that the quality of the mineralisation is exceptional with low-risk sulphide metallurgy producing low impurity nickel.

In recent times there has been significant interest in acquiring the Kabanga Nickel project from the government, including interest expressed by top-tier mining companies in addition to some of the world's largest nickel producers.

Adavale is currently in discussions with potential JV partners regarding tendering for the Kabanga Nickel Project.

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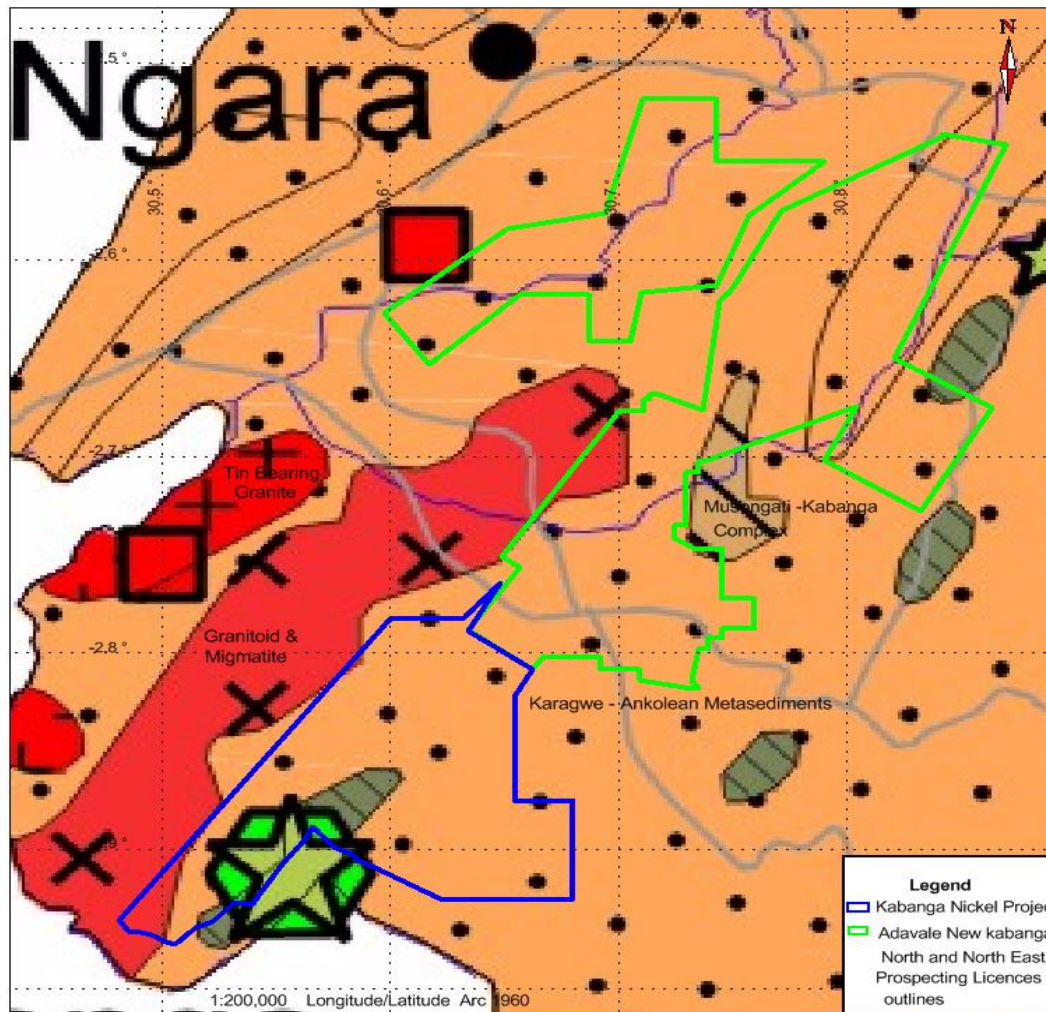


Figure 1 – Outline of Adavale applications and the Kabanga Nickel Project

Chairman of Adavale Resources Limited, Louis Clinton, commented: “We are excited with the new Kabanga Nickel tenements being successfully granted, as it significantly increases the potential of the Project and creates a significant opportunity for the Company. Adavale’s Board and management intends work closely with the team on the ground to assess the high priority targets and the Company looks forward to updating the market further.”

Next Steps

Adavale plans to test high grade targets identified via historic data, with field work to commence shortly. The Company’s geological team has also reviewed historic data, which has been obtained with high priority targets to be assessed in the near future.

This announcement has been authorised for release by the Board of Adavale Resources.

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