



21 August 2018

\$5 Million Institutional Placement Appointment of Corporate Advisors

Canyon Resources Limited (ASX: CAY) ("**Canyon**" or "**the Company**") is pleased to announce that it has received commitments from institutional and sophisticated investors to raise \$5.0 million in a heavily oversubscribed placement.

The Company will issue 32,258,064 new shares at \$0.155 per share under the Company's existing 7.1 placement capacity. The proceeds will be used to further develop the Company's Minim Martap Bauxite Project in Cameroon, providing the Company with the ability to accelerate work on;

- Reviewing existing geological, metallurgical and environmental data;
- Commencing geological works, including confirmatory and exploration drilling;
- Commencing geological, environmental, community & infrastructure studies; and
- Defining an initial JORC (2012) compliant resource

The placement price represents a 8.3% discount to the 30-day volume weighted average price (VWAP) of \$0.163 and a 16.9% discount to the 15 day VWAP of \$0.181. The Company expects to complete the capital raising within the next 5 business days.

BW Equities Pty Ltd was the Lead Manager to the placement.

Canyon Resources Managing Director Phillip Gallagher stated: "We are delighted to welcome new, high calibre institutional investors onto our register. The investors have the capacity to support the Company as we advance the Minim Martap Bauxite Project in Cameroon. We are now in a strong financial position as we start the exciting process of developing such a large-scale bauxite asset."

Canyon Resources is the 100% owner of the Minim Martap Bauxite Project, a large-scale bauxite deposit located in the Adamawa region of Cameroon, alongside Canyon's existing Birsok Bauxite Project. The Minim Martap Project encompasses two deposits, namely the Nguouandal and Minim Martap deposits, which are located within 25 km of each other. The total area of the permits is 1349 km².

The project is located alongside an existing operating rail line and Cameroon has recently built a new deep water port that is potentially suitable for the export of commercial quantities of bauxite.

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Mr Robert Marusco

Company Secretary

ASX Code: CAY

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Appointment of BW Equities

Canyon is also pleased announce the appointment of BW Equities Pty Ltd (BW) as the Company's corporate advisors.

BW have been appointed to an initial 12 month term and will assist the Company with capital requirements, strategy and market communications.

BW will receive a monthly retainer of \$5,000 per month for corporate advisory services and will be issued an allocation of 5,000,000 options to acquire Canyon shares with an exercise price of \$0.20 and an expiry of 36 months from the date of issue.

About Canyon Resources Limited

Canyon Resources was granted the Minim Martap Bauxite Project on 1st August 2018. The Minim Martap Project is a very large scale project located adjacent to Company's existing Birsok Project. The Projects are considered to be highly prospective for high grade DSO bauxite. The bauxite projects are strategically located in an emerging bauxite region of Cameroon and are approximately 10km from an operating rail line.

In addition to the bauxite assets, Canyon has an established portfolio of prospective mineral exploration projects in Burkina Faso, which cover numerous permits in the Birimian greenstone belts of the West African craton.

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