



ASX ANNOUNCEMENT

4 October 2018

ASX Market Announcements
ASX Limited
20 Bridge Street
Sydney NSW 2000

ADIDI-KANGA GOLD PROJECT ACQUISITION NEARS COMPLETION

- Successful meetings in South Africa on Tuesday, 2 October 2018, between representatives of the Company's senior management and Board, lawyers and Chairman of Mongbwalu Goldfields Investment Limited as well as other key parties to the Adidi-Kanga Gold Project acquisition transaction, with satisfaction of final conditions precedent to be concluded on or before 16 October 2018
- Board meetings have also now been held in the DRC with Board approvals provided by Mongbwalu Goldfields Investment Limited (MGI), Adidi-Kanga Resources SA (AKR) and Mongbwalu Gold Mines SA (MGM) to proceed with the Vector transaction and execute all necessary documentation including the DRC Restructure Documents and proposed new joint venture Adidi-Kanga Gold Project development
- Company's proposed funding advanced with senior management and representatives of the Board completing final negotiations in London, Australia and Dubai with the proposed funding to meet the US\$5m up-front acquisition costs, US\$10m of Definitive Feasibility Study costs and meet initial project development costs

Vector Resources Limited ("Vector" or the "Company") and Mongbwalu Goldfields Investment Limited ("MGI") are pleased to provide an update on the remaining conditions precedent for the completion of Vectors acquisition of a 60% interest in the world-class Adidi-Kanga Gold Project ("Adidi-Kanga" or the "Project") in the Democratic Republic of Congo ("DRC").

The parties have all met in South Africa and reviewed the positive progress made and agreed to extend the deadline for the completion of the conditions precedent, a measure required to ensure that completion is finalised in accordance with the existing agreements for the acquisition. Accordingly, the parties have extended this date to 16 October 2018.

The Company is pleased to confirm that whilst the extension is required, progress has continued with the finalisation and agreement of the final form for the Loan Repayment Agreement. This agreement will be executed by the parties prior to 16 October 2018.

In addition, the relevant Board of Directors for Mongbwalu Goldfields Investment Limited ("MGI"), Adidi-Kanga Resources S.A. ("AKR") and Mongbwalu Gold Mines S.A. ("MGM") have all met in the DRC and approved the DRC Restructure Documents and the transfer of the licence (PE5105) from MGM to the new joint-venture company AKR.

The new DRC Restructure Documents are required to reflect Vector's role in the new joint venture, which is focused on the successful development of the Adidi-Kanga Gold Project.

For personal use only

A summary of the key conditions precedent and their status is summarised below:

CONDITIONS PRECEDENT TO SETTLEMENT	STATUS
Work-plan/ budget for Exploration and Definitive Feasibility Study agreed	SATISFIED
Execution of Escrow Agreement	SATISFIED
Execution of Loan Repayment Agreement	Finalised, awaiting execution by parties
Issuance of Standby Letter of Credit (or similar facility)	Facility Agreement executed, awaiting confirmation of satisfaction of CP
Execution of Codebition Agreement	Documentation being updated
Execution of new DRC JV documentation and associated agreements	MGI, AKR and MGM board meetings held and approval for documents obtained

In addition, as advised the Company has been advancing several competing funding proposals to meet up-front acquisition costs, costs to complete the Definitive Feasibility Study and to also meet some of the initial project development costs. Meetings have been held by representatives of the Company's executive management and Board in London, Australia and Dubai, to finalise these arrangements with documentation of the funding proposals ongoing and targeted to be completed by 16 October 2018.

- ENDS -

Simon Youds
Chief Executive Officer

For further information:

E-mail: info@vectorresources.com.au

Web: www.vectorres.com.au Twitter: @VECResources

Facebook: @VECResources

For personal use only

About Vector Resources Limited

Vector Resources Limited (ASX:VEC) is an Australian Securities Exchange listed gold exploration and development company focused on the Maniema Gold Project in the Democratic Republic of Congo.

The Maniema Gold Project was acquired by the Company in December 2016. The Project is located in the world renowned and under explored Twangiza-Namoya Gold corridor. The Project comprises seven granted exploitation licences: PR4792, PR4801, PR4803, PR4804, PR4805, PR4806 and PR4812 and which cover an area of over 500km² and include seven main prospects; Kabotshome, Mbutu, Mitunda, Mbala, Eveche, Lukele and Tubambo that have been defined within the project area from previous and recent exploration. The Kabotshome Gold Prospect is the most advanced with an Inferred Mineral Resource (JORC 2012) estimate of 7.0 million tonnes at 1.88g/t gold for 421,000 ounces of gold.

Competent Person Statement

The information in this release that relates to sampling techniques and data, exploration results, geological interpretation and Exploration Targets, Mineral Resource Estimates or Ore Reserves has been compiled by Mr Peter Stockman who is a full-time employee of Stockman Geological Solutions Pty Ltd. Mr Stockman is a member of the Australasian Institute of Mining and Metallurgy. Stockman Geological Solutions is engaged by Vector Resources Ltd as a consultant geologist.

Mr Stockman has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Stockman consents to the inclusion in this report of the matters based on information in the form and context in which it appears.

Forward looking statements

Information included in this release constitutes forward-looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as "may", "will", "expect", "intend", "plan", "estimate", "anticipate", "continue", and "guidance", or other similar words and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the Company's actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licenses and permits and diminishing quantities or grades of reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the Company and its management's good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the Company's business and operations in the future. The Company does not give any assurance that the assumptions on which forward looking statements are based will prove to be correct, or that the Company's business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the Company or management or beyond the Company's control.

Although the Company attempts and has attempted to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be as anticipated,

estimated or intended, and many events are beyond the reasonable control of the Company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements. Forward looking statements in these materials speak only at the date of issue. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.

For personal use only