

20 May 2020

Market Release

AUSMEX WELCOMES THE QLD GOVERNMENT ANNOUNCEMENT OF SUPPORT FOR THE COPPERSTRING HT POWER SUPPLY TO CLONCURRY

Ausmex (AMG or the Company) is pleased to advise its support for the announcement made yesterday by the Queensland Government to provide \$14.8 million backing for the Copperstring Project which has potential to bring additional power, greater reliability in the power supply and enhanced investment opportunities in Ausmex's Cloncurry Project area.

The announcement by the Queensland Government indicates that it is providing strong financial and other encouragement for the project known as "CopperString", which includes for a new high voltage transmission system between Townsville through Cloncurry and on to Mt Isa, with an aim of providing cheaper power and to boost investment across what they describe as "the world-class North West Minerals Province".

The CopperString project has been estimated to be able to support additional minerals & mining projects and to create thousands of jobs for generations to come. This provides a welcome boost to Ausmex's future plans.

The government announcement indicates that the CopperString project will now continue its development activities in preparation for construction in 2021.

The Premier's announcement advised that the project will deliver a 1,100 kilometre long high-voltage transmission line, which she indicated is the nation's largest geographical expansion of the National Electricity Market (NEM) to integrate the North West's isolated power supply with North Queensland and the rest of the State's electricity network.

Ausmex Director and COO, Geoff Kidd stated *"While the development of our Mt Freda Mine will be well ahead of the Copperstring power supply project, this announcement is very welcome as it should boost our power supply options for our anticipated future developments at Cloncurry, which we are advancing at present.*

AMG is developing our Mt Freda and Golden Mile projects in and amongst existing infrastructure, which offers us cost & time advantages, so to also have the potential of a boost via a major new HT connection will add to our advantages."

Forward Looking Statements

The materials may include forward looking statements. Forward looking statements inherently involve subjective judgement, and analysis and are subject to significant uncertainties, risks, and contingencies, many of which are outside the control of, and may be unknown to, the company.

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Approved by the Board of Ausmex Mining Group Limited.

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