

ASX ANNOUNCEMENT

Coburn Mineral Sands Project

Contract Award Civil Bulk Earthworks Construction



STRANDLINE
resources limited

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Strandline prepares for construction at Coburn with appointment of bulk earthworks contractor

Appointment of Macmahon to establish road access and bulk earthworks marks completion of another key condition required to finalise project funding

HIGHLIGHTS

- Strandline awards ~\$23m contract to leading civil and mining contractor Macmahon to construct road access and bulk earthworks at its Coburn mineral sands project in WA
- The scope includes construction of a 43km access road connecting the mine with the North West Coastal Highway, installation of other site roads, bulk earthworks pads, dams and drainage
- The award of this contract is completed as one of Strandline's debt finance conditions precedent and follows the completion of sufficient detailed design and a competitive tender process
- Awarding this contract follows the recent investment decision by the Northern Australia Infrastructure Facility (NAIF) to provide a A\$150m loan facility for the development of Coburn
- Strandline is moving to finalise the balance of project funding and prepare for mobilising construction activities

Strandline Resources (**ASX: STA**) is pleased to announce that it has taken another important step towards development of its Coburn mineral sands project in Western Australia by appointing Macmahon (**ASX: MAH**) as the principal contractor to provide site-wide civil and bulk earthworks construction services for the Project.

The scope includes construction of a 43km bitumen sealed access road connecting the mine with the North West Coastal Highway, installation of other site roads, bulk earthworks pads, dams and drainage associated with the mine and process infrastructure.

The contract is a key early works package to establish access and construction pads across the various project areas, including the accommodation village, processing facilities, power station, bore fields and site offices and buildings (amongst other areas).

The parties have agreed final contract documentation (the Agreement) with special provisions relating to schedule, cost, safety and environment, quality, local content and indigenous engagement.

The Agreement is subject to conditions precedent regarding the development of the Project and Strandline releasing a formal notice to proceed to commence the works under contract.

Macmahon's experience in civil and bulk earthworks construction and bulk material mining, means it is well credentialed to meet Coburn's early development requirements.

Macmahon's execution plan incorporates the use of local procurement initiatives and specialist sub-contractors to support the construction works, as well as aligning strongly with Strandline's approach to health, safety and environmental and indigenous engagement.



Coburn Project – Award of site civil bulk earthworks construction package

Strandline Managing Director Luke Graham said the contract marked another key step towards the start of construction at Coburn.

“This commercial milestone is the first of a series of material project contracts to be awarded as part of project financing in preparation for construction and Financial Close.” Mr Graham said.

“We are pleased to further our relationship with Macmahon and look forward to delivering the construction works safely, on time and budget,”

“Coburn has a world-scale Ore Reserve, situated in a Tier-1 location, we have binding offtake agreements in place with major customers, reputable contractors on board and project funding activities progressing rapidly.”

This announcement is authorised for release by the Board of Directors of Strandline Resources Limited.

ABOUT MACMAHON

Macmahon’s civil and surface mining business has more than 50 years’ experience in bulk and selective mining operations. Headquartered in Perth, with offices in Brisbane, Adelaide and Jakarta, Macmahon provides services throughout Australia and to large mines in Indonesia and South Africa across a range of commodities.

With a commitment to providing end to end services, Macmahon has built a reputation for successful project delivery and has achieved award winning results in safety, indigenous engagement, employment and training. The company won the 2019 WA Mentally Healthy Award for *its Strong Minds, Strong Mines* program, and has been recognised for its commitment to indigenous training and employment. Refer website www.macmahon.com.au.



Figure 1 Image of Coburn’s existing site access road and surrounding landscaping



ABOUT STRANDLINE

Strandline Resources Limited (**ASX: STA**) is an emerging heavy mineral sands developer with a portfolio of 100%-owned development assets located in Western Australia and within the world's major zircon and titanium producing corridor in East Africa.

Strandline's strategy is to develop and operate high margin, expandable mining assets with market differentiation and global relevance.

Strandline's project portfolio contains high quality assets which offer a range of development options and timelines, geographic diversity and scalability. They include two zircon-titanium rich, 'development ready' projects, being the large Coburn Project in Western Australia and the Fungoni Project in central Tanzania, as well as a series of titanium dominated exploration projects spread along the highly prospective Tanzanian coastline, including the advanced and large scale Tajiri Project in northern Tanzania.

Authorised for release by:

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