



## ANGLO AMERICAN AGREEMENT

**Magnum Mining and Exploration Limited** ("Magnum" or "Company") (ASX: MGU) would like to announce that both Anglo American and Magnum have extended the exclusivity period to 4<sup>th</sup> November 2021 but expect to finalise well ahead of this date. The board does not expect the extension with Anglo American to have any impact on production timing as there is sufficient time for both parties to finalise their formal offtake agreements ahead of first shipment of ore.

Term Sheet will remain unchanged including rights of first refusal to Anglo American over the offtake of 100% of volumes of iron ore concentrate, hot briquetted iron (HBI) and Pig Iron from the Project Phase 2 as well as financing in connection with Phase 2.

The significant 'value added' opportunity for Magnum will be the delivery of HBI and Pig Iron from the Project ("**Phase 2**"), which attracts a significantly higher price with strong customer demand compared to DSO ("**Phase 1**") that is linked to the internationally traded export iron ore price.

Magnum is actively reviewing opportunities in the region to increase its resource from land located adjacent and near the existing Buena Vista mine. The board is also working towards a bankable feasibility study to accelerate the HBI and Pig Iron Project. Magnum is aiming to position itself as a substantial HBI/Pig Iron provider to customers in the West Coast of the United States.

Magnum owns 100% of the Buena Vista Magnetite Project, located in Nevada in the United States. The Buena Vista is an advanced magnetite iron ore project, with 232 million tonnes of ore. It is strategically located within a vast mineral district close to rail and transportation networks. Buena Vista is also the only mine that is fully permitted in the region and soon to be the only operating mine with an infrastructure and offtake agreement that can bring a premium product to market.



**Magnum Mining & Exploration Ltd**

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Magnum will provide an update to the ASX as and when formal agreements with Anglo American are complete. The Company requests that its securities are reinstated to official quotation with immediate effect.

The release of this announcement has been authorised by the Company Secretary.

For further information, please contact:

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A handwritten signature in black ink, appearing to read 'JD', is positioned to the left of the typed name and title.

John Dinan  
Company Secretary

13 August 2021