

ASX Announcement

16 June 2020

\$8 million Standby Equity Funding Facility and Activities Update

BBX Minerals Ltd (ASX BBX) (BBX or the Company) is pleased to announce that an \$8,000,000 standby equity funding facility has been arranged with US-based institutional investment group LDA Capital (LDA).

The facility can be drawn at the discretion of the Company and will be used to advance the Company's construction of a metallurgical test plant and subsequent project development.

The Company has executed a Put Option agreement (POA) with LDA which will provide flexibility for the Company to access additional equity as required at the Company's election.

The facility enables the Company to issue shares to LDA over the next 3 years at the Company's discretion and receive funds for issue of those shares under the following key terms:

- Term 36 months
- Put option of up to \$8 million at Company's election
- The Put option is priced at 90% of the 15 day VWAP of the Company's shares following the exercise by the Company with a minimum price set by the Company
- The number of shares subject to a put option for a period is a maximum of 10 times the average daily number of the Company's shares traded on the ASX during a 15 day period before its exercise.
- 14.5 unlisted options issued by the Company's to LDA with a 3 year term exercisable at \$0.15cents. The options will be issued under the Company's existing 7.1 placement capacity.
- A commitment fee of 2% (A\$160,000) is payable by applying 20% of each put option towards its payment with at least A\$80,000 within 6 months with any balance due payable after 12 months.

LDA can hold a maximum of 9.95 percent of BBX Minerals' shares.

Any placement to LDA is expected to be issued under the Company's 7.1 capacity.

Activities Update

Despite ongoing high infection rates from COVID-19 in various parts of Brazil, including greater Rio de Janeiro, the Company is pleased to advise that it has been able to continue its test work programme with a reduced team including two key chemists. All necessary measures are being taken to ensure a safe working environment for BBX's staff and consultants, including the use of masks at all times and social distancing.

Test work is currently focused on the Company's preferred analytical method including smelting the sample with a proprietary flux and collector; then, quantifying the precious metals recovered in the resultant collector button. Next steps, pending finalisation of the preferred analytical method and lifting of COVID-related restrictions, are the initiation of drill-hole analysis, the resumption of process development work and the test plant design.

BBX Minerals Ltd.
ASX: BBX
www.bbxminerals.com.au

Issued Capital
412.27 million shares
8.20 million options
14.50 million options

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This announcement was approved by the board of BBX Minerals Limited

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About BBX Minerals Ltd

BBX Minerals Limited (ASX: BBX) is a mineral exploration and technology company listed on the Australian Securities Exchange. Its major focus is Brazil, mainly in the southern Amazon, a region BBX believes is vastly underexplored with high potential for the discovery of world class precious metal deposits.

BBX's key assets are the Juma East, Três Estados and Ema Gold Projects in the Apuí region, Amazonas State. The company has 58.1km² of exploration tenements within the prospective Colider Group, where the Company has identified a complex style of gold, silver and PGM mineralisation. The region is under-explored and has the potential to provide BBX with a pipeline of high-growth, greenfields precious metal discoveries.

About LDA Capital

LDA Capital is a global alternative investment group with expertise in complex, cross border transactions worldwide. The LDA team members have dedicated their careers to international and cross border opportunities having collectively executed over 200 transactions in both the public and private markets across 42 countries with aggregate transaction values of over US\$10 billion. For more information please visit: www.ldacap.com; For inquires please email: info@ldacap.com

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