



VALOR RESOURCES

ASX Release

3 February 2020

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VARIATION TO RADIO PROJECT ACQUISITION & DEBT FACILITY

Valor Resources Limited (**ASX: VAL**) (**Valor**) is pleased to announce a variation in the terms of the agreement entered with Sulphide-X Limited (**Sulphide-X**) in respect of Valor's acquisition of Bullfinch One Pty Ltd (**Bullfinch One**) (**Acquisition**) originally announced on 4 September 2019.

Highlights

- Acquisition creates a near-term gold production opportunity with excellent exploration upside;
- Restructured deal with Sulphide-X, substantially reduces the Shares to be issued for the acquisition;
- Bullfinch One currently holds a direct 6.25% interest in the Radio Gold Mine plus it retains 50% of the proceeds of product sales after recouping operating cost.

Dr Nick Lindsay, CEO commented: *"This variation in terms is an excellent development that will allow this project to advance to production with minimal dilution to shareholders. The acquisition of Bullfinch One reflects a near-term opportunity for Valor to take advantage of the strength of gold in one of the most productive gold mining regions in the world to generate value for its shareholders."*

Under the terms of the revised transaction, Valor will issue to Sulphide-X a total of 20,000,000 fully paid ordinary Valor shares (**Shares**) (varied from 100,000,000 Shares on settlement of the acquisition and 300,000,000 Shares upon completion of certain milestones under the original terms).

Bullfinch One currently holds a direct interest of 6.25% of the Radio Gold Mine project located 40km north of Southern Cross, Western Australia (**Radio Project**) with additional rights to acquire a direct interest up to a total of 75% of the Radio Project. Bullfinch One currently retains 50% of the proceeds of product sales after recouping operating cost.

The reason for the variation in terms is that, pursuant to the original terms of the Acquisition, Bullfinch One was required to hold a net cash balance of a minimum of \$700,000 at settlement. Bullfinch One failed to meet that condition and under the terms of the variation, Valor has agreed to remove this requirement in consideration for reducing the consideration payable to Sulphide-X.

The Company's broker and major shareholder, CPS Capital has arranged for the Company to have access to a loan facility in order to meet any immediate working capital requirements. Further details will be announced once the terms of a facility are agreed and finalised.

This announcement has been authorised for release by the Board of Directors.

For further information, please contact:

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