

24 November 2020

Company Announcements Office  
ASX Limited  
Level 4, 20 Bridge Street  
SYDNEY NSW 2000

## **ACTIVITIES AT THE RED HILL IRON ORE JOINT VENTURE (RHIOJV)**

Red Hill Iron Limited (RHI) has received from the RHIOJV manager, API Management Pty Ltd (API), the Project Frontier Scoping Study Report, which lays out a way for the West Pilbara Iron Ore Project to move forward towards mining development. The study incorporates mining iron ore deposits containing approximately 48% of the Mineral Resources of the RHIOJV in conjunction with resources owned by the API Joint Venture (APIJV) participants including those from the nearby Hardeys Project.

RHI's expenditure on the RHIOJV is carried by API until first resultant production is delivered to customers. If and when such delivery is achieved then RHI's 40% project interest would be reduced to a 19% participating interest with RHI being able to elect to convert that interest to a 2% FOB royalty. Unless RHI elects to convert to a royalty the carried expenditure is repayable from future production.

API have recommended to the APIJV participants that they proceed to a Definitive Feasibility Study on Project Frontier. Our mining consultants have begun the process of evaluating the Scoping Study and will advise the Company on the contained parameters and whether the proposed development concept is in the best interests of RHI.

Approved by the board

Joshua Pitt

Chairman