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## REX SUCCESSFULLY SECURES LOAN FACILITY

Rex Minerals Ltd (Rex or the Company) is pleased to announce that it has entered into an agreement for a A\$4.4 million loan facility.

There are no shares, options, warrants or other convertible securities issuable in connection with this loan facility.

Rex said: "This is a prudent decision to utilise a modest portion of our balance sheet to secure additional funds for our upcoming work programs.

"2020 is shaping up to be a very exciting year for Rex, with strong news flow expected. We have the added optionality of two distinct gold opportunities (Krista and Bells) at Hog Ranch in Nevada. We also expect to move our flagship Hillside Copper Project forward in South Australia. The value of this asset is highly leveraged to the global pivot, to the electrification of everything."

The Rex Board sought and considered numerous options to secure funding. Specifically, the Board considered the use of funds, the timing and the amount raised, along with the commercial and corporate implications, and the overall effective cost of each equity and/or debt opportunity.

Having considered all the above criteria, the Board has determined that the transaction was entered into on arm's length terms and is the better alternative open to Rex at this time.

The parties to the loan facility, which is secured as set out below, comprise a group of 12 lenders. This includes four Directors of the Company, who account for approximately one half of the facility and accordingly, an ASX Waiver in relation to Listing Rule 10.1 was requested and received. Two Directors, Mitch Hooke and Ron Douglas, remained independent to evaluate the merits of the loan facility.

The terms of the facility are similar to conventional market terms, and are no more favourable to the Directors than to the other lenders who are not directors. The key terms of the loan facility include the following:

- A single drawdown following execution of the Facility Agreement
- Repayment to occur 12 months from drawdown
- An interest rate of 10% applicable for the full 12 month period, payable at repayment
- Establishment fee of 2%

Security for the facility will be provided by way of a mortgage over freehold land in South Australia held by the Group.

Proceeds from the loan facility will be used to:

- continue to explore and develop the Hog Ranch Property in Nevada;
- complete the approval process and advance the Hillside Project in South Australia; and
- provide corporate administration working capital.

For more information about the Company and its projects, please visit our website '[www.rexminerals.com.au](http://www.rexminerals.com.au)' or contact:

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