

4 FEBRUARY 2020

## SHAREHOLDER UPDATE – FURTHER COMMENTS FROM SRK REGARDING THEIR INDEPENDENT SPECIALIST REPORT ON THE MINERAL ASSETS OF ALITA RESOURCES LIMITED (SUBJECT TO DEED OF COMPANY ARRANGEMENT)

We refer to the previous announcements made to the ASX and SGXNet in relation to the application for relief under section 444GA of the *Corporations Act 2001* (Cth) ('**Section 444GA Application**') which has been filed by the Deed Administrators in the Supreme Court of Western Australia ('**Court**') (proceeding number COR 251 of 2019) and which contemplates the transfer of 100% of the shares in Alita Resources Limited (Subject to Deed of Company Arrangement) ('**Alita**') to the proponent of the Deed of Company Arrangement for nil consideration.

We also refer to the announcement dated 14 January 2020 which (amongst other things) attached an explanatory statement which included an expert's report prepared by KordaMentha ('**Expert's Report**').

### 1. Publication of letter from SRK

A letter from SRK Consulting (Australasia) Pty Ltd ('**SRK**') providing further comments in relation to their independent specialist report on the mineral assets of Alita (Appendix 8 to the Expert's Report) ('**2019 Report**'), has been published on the Deed Administrator's website ([www.kordamentha.com/creditors](http://www.kordamentha.com/creditors)) and Alita's website ([www.allianceminerals.com.au](http://www.allianceminerals.com.au)). This letter was prepared as a result of a request from the Deed Administrators to SRK to prepare a summary letter describing the material differences between SRK's independent valuation Report as announced on 20 August 2018 and 2019 Report.

### 2. Options for shareholder participation in the Section 444GA Application

We remind shareholders that they have two options to put forward any objection they may have in relation to the Section 444GA Application.

If shareholders wish to enter an appearance and formally participate in the Court proceeding, they can file an appearance and serve it on the Deed Administrators by no later than 4.00pm (AWST) on 6 February 2020 by way of email to [alita@kordamentha.com](mailto:alita@kordamentha.com) or [Sam.Dundas@au.kwm.com](mailto:Sam.Dundas@au.kwm.com). The appearance puts the Court and the Deed Administrators on notice that a person wishes to participate in the Court proceeding for the Section 444GA Application.

If shareholders do not wish to enter an appearance and formally participate in the Court proceeding, they may still wish to provide the Deed Administrators with their views in relation to the Section 444GA Application and have those views brought to the attention of the Court. If shareholders wish to provide the Deed Administrators with their views they may do so by way of email to [alita@kordamentha.com](mailto:alita@kordamentha.com) no later than 5 business days before the Final Hearing (i.e. by no later than 24 February 2020) so the Deed Administrators can provide those views to the Court, for the judge's attention.

**We recommend that shareholders obtain independent legal advice regarding the most appropriate option for them to pursue in the circumstances.**

**If you have any concerns, objections or questions in relation to the Section 444GA Application, please contact the Deed Administrators as soon as possible by calling +618 9220 9333 or by emailing [alita@kordamentha.com](mailto:alita@kordamentha.com).**

Richard Tucker

Deed Administrator

**Alita Resources Ltd (Subject to Deed of Company Arrangement)**