



Corona Resources Limited

ABN 99 617 982 000

Level 1,703 Murray Street

P O Box 183

West Perth WA 6872

Tel +61 (08) 9486 4482

admin@coronaresources.com.au

www.coronaresources.com.au

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ANNOUNCEMENT – SALE OF MINERAL INTERESTS IN \$6.5M + \$2.5M HEADLINE DEAL

Corona Resources Ltd (“Corona”) is pleased to announce that it has entered into a sale and purchase agreement with mid-cap Canadian-listed company Royal Nickel Corporation (TSE: RNX) (“RNC”) whereby RNC will purchase Corona’s operating subsidiary Corona Minerals Pty Ltd, which holds Corona’s interests in its mineral properties (at Spargos Reward in WA and Queenstown in Tasmania). RNC owns a 1.4 mtpa processing plant close to Spargos at Higginsville and intends to truck ore from Spargos to this plant in due course.

The principal terms of the sale agreement are as follows:

- A non-refundable payment of \$25,000 upon signing and a due diligence period of up to 3 months.
- Upon closing:
 - * \$4m payable in cash or RNC shares or a combination thereof, at RNC’s election (“Acquisition Payment”)
 - * \$1.5m in RNC shares on commencement of gold production at Spargos Reward in WA (“Milestone Payment 1”)
 - * \$1m in RNC shares if additional indicated gold resources of at least 165,000 ozs are delineated at Spargos Reward (“Milestone Payment 2”)
- Minimum spending commitment by RNC of \$2.5M on exploration and development at Spargos Reward within 2 years after closing.

Settlement of the Acquisition Payment will be conditional on the satisfaction of certain conditions precedent. These include RNC not identifying any material issues in its due diligence, obtaining all necessary regulatory approvals and third party consents.

In addition, any RNC shares issued pursuant to the Acquisition Payment, Milestone Payment 1 and Milestone Payment 2 shall be escrowed from the date of issue as follows – 30% for 6 months and 70% for 12 months.

HISTORY AND GOING AHEAD

As shareholders would be aware, Corona has been an unlisted company since its inception. As well as ongoing exploration, Directors have been working continuously for the last 5 years to achieve some sort of better commercial outcome for shareholders and liquidity of their shares, including two unsuccessful attempts to list on a stock exchange during that time.

Given ongoing difficulties in the junior IPO market, COVID 19 issues, and the reluctance to ask long-suffering shareholders for more funds, the Directors decided that the best way forward was to back the company's assets into a listed vehicle. To this end, discussions have been held over the last few months with a number of companies, culminating in the above deal with RNC, which Directors believe gives shareholders the best outcome and some sort of "liquidity event" as it were.

Assuming that all conditions are met, parent company Corona Resources will receive cash and/or listed shares in RNC, thereby allowing us to retain upside to any further success at Corona's projects. At completion and after any escrow periods have passed, cash and/or RNC shares will be the only remaining assets of Corona. At this time, Directors will assess Corona's position and decide further courses of action. These may include any or all of the following:

- Acquisition of new projects
- Sale of RNC shares
- Payment of dividends to shareholders
- Distribution of RNC shares in-specie to shareholders
- Future IPO

On behalf of the Board

CORONA RESOURCES LTD

A handwritten signature in black ink, appearing to read 'Michael Wright', written in a cursive style.

Michael Wright
Chairman

ABOUT CORONA RESOURCES

Corona Resources Ltd is an unlisted public company with over 300 shareholders. Originally spun out of the highly successful mining company Herald Resources which was taken over for \$580m, Corona holds interests in Western Australia at Spargos, (Corona 100%) where high grade gold resources have been already identified, and Tasmania at Queenstown (Corona 88%) where copper and gold targets are being pursued.

Corona is led by experienced mining professionals Terry Allen, Michael Wright and Brian Hurley, who were all previously directors of Herald Resources Ltd, and who held senior positions in other resource companies over many years.

ABOUT RNC

RNC is focused on growing gold production and reducing costs at its integrated Beta Hunt Gold Mine and Higginsville Gold Operations ("**HGO**") in Western Australia. The Higginsville treatment facility is a low-cost 1.4 Mtpa processing plant which is fed at capacity from RNC's underground Beta Hunt mine and open pit Higginsville mine. At Beta Hunt, a robust gold mineral resource and reserve is hosted in multiple gold shears, with gold intersections along a 4 km strike length remaining open in multiple directions. HGO is a highly prospective land package totalling approximately 1,800 square kilometres. In addition, RNC has a 28% interest in a nickel joint venture that owns the Dumont Nickel-Cobalt Project located in the Abitibi region of Quebec. Dumont contains the second largest nickel reserve and ninth largest cobalt reserve in the world. RNC has a strong Board and management team focused on delivering shareholder value. RNC's common shares trade on the TSX under the symbol RNX. RNC shares also trade on the OTCQX market under the symbol RNKLF.