



ASX RELEASE (31 JULY 2023)

Zeehan Zinc Project Sale

Additional ongoing revenues post Zinc Slag sales

Highlights:

- Negotiated sale of Zeehan Zinc Project for a total of \$750,000 plus bonus payments on higher gold price and/or higher than anticipated gold production to Tailtek Pty Ltd.
- Tailtek focusses on extracting precious and base metals from tailings.
- R3D retains the ability to export the remaining Zinc slag from the Zeehan Project.
- Rehabilitation costs and process will now be attributable to Tailtek Pty Ltd.
- Above terms have been agreed, binding agreement awaiting confirmation of metallurgical testwork.

R3D Resources Limited (ASX: **R3D**) (the **Company**), is pleased to announce that it has negotiated the sale of its Zeehan zinc slag project in Western Tasmania to Tailtek Pty Ltd - a company focused on extracting precious and base metals from a tailings dam present below and to the south of the Zinc slag stockpiles. We understand that the tailings were deposited as part of flotation testwork of Hercules and Rosebery mine sulphide ores conducted early last century.

Salient terms of the agreement are:

- \$750,000 paid in three equal payments of \$250,000 with the first payment within 20 business days of signing the agreement, the second at the start of processing the tailings and the final payment within 6 months of the signing of the agreement.
- Tailtek Pty Ltd to manage the required permitting to mine and process the tailings.
- Tailtek Pty Ltd to manage and pay for site rehabilitation.
- R3D retains the right to mine, crush and export remaining zinc slag piles.

There are also additional bonus payments to R3D relating to gold price increases and if gold production is higher than expectations.

The final binding agreement is anticipated to be executed within two weeks.

R3D Resources Limited (ASX: R3D)

ACN: 111 398 040

r3dresources.com.au

R3D Managing Director Stephen Bartrop commented:

“The transaction is a win – win situation for both companies. R3D is nearing completion of its zinc slag exports and is now focussing on its projects in the Chillagoe region including the commencement of copper sulphate production at Tartana. Tailtek has specialist metallurgical expertise in retreating tailings to extract gold and base metals and is seeking to process the tailings underneath the slag stockpiles. As part of the proposed transaction, Tailtek will cover the rehabilitation costs of the Zeehan site.”

This announcement has been approved by the Board of R3D Resources Limited.

Further Information:

Stephen Bartrop

Managing Director

R3D Resources Limited

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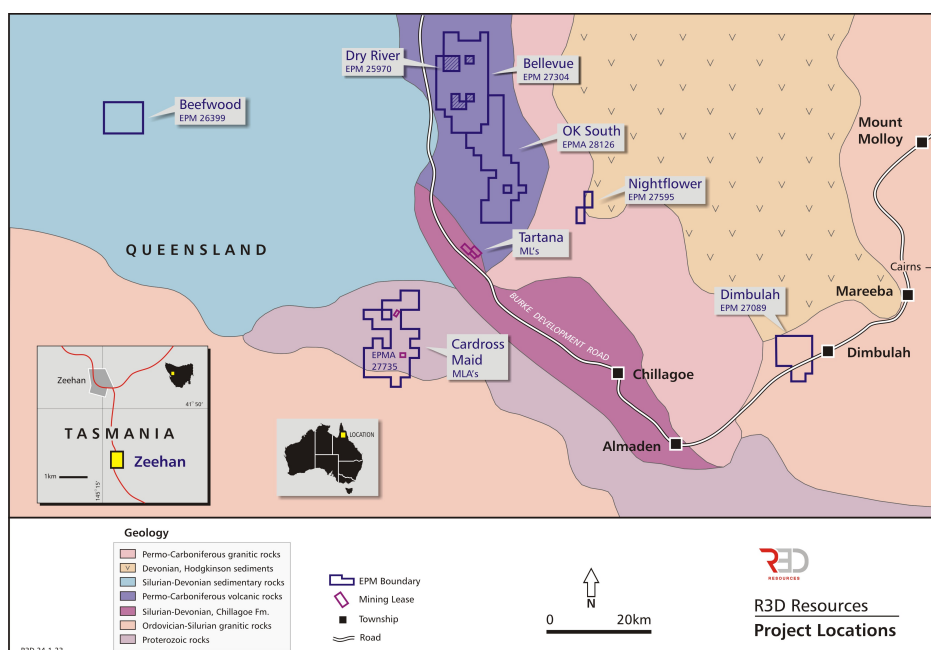
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About Tailtek Pty Ltd

Tailtek is a private company specialising in metallurgical processes to recover precious and base metals from tailings deposits.

About R3D Resources Limited

R3D Resources is a significant copper, gold, silver and zinc explorer and developer in the Chillagoe Region of Far North Queensland. R3D owns several projects of varying maturity, with the most advanced being the Tartana mining leases, which contain an existing heap leach – solvent extraction – crystallisation plant nestled between resource estimates of 45,000 tonnes of Copper at Tartana and 39,000 tonnes of Zinc at Queen Grade and 415,000 ounces of Gold at Mountain Maid, all reported to JORC standards.



Competent Person's Statement

The information in this announcement that relates to Exploration Results based on information compiled by Dr Stephen Bartrop who is a Fellow of the Australian Institute of Geoscientists (AIG) and a Member of the Australasian Institute of Mining and Metallurgy (AusIMM). Dr Bartrop has sufficient experience that is relevant to the styles of mineralisation and types of deposit under consideration, and to the activity that is being undertaken to qualify as a Competent Person, as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' Dr Bartrop is an employee of R3D Resources Limited, and consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Disclaimer Regarding Forward Looking Statements

This ASX announcement contains various forward-looking statements. All statements, other than statements of historical fact, are forward-looking statements. Forward-looking statements are inherently subject to uncertainties in that they may be affected by a variety of known and unknown risks, variables and factors which could cause actual values or results, performance or achievements to differ materially from the expectations described in such forward-looking statements.

R3D Resources does not give any assurance that the anticipated results, performance or achievements expressed or implied in those forward-looking statements will be achieved.