



MALACHITE TO ACQUIRE SUNSHINE MINERALS LIMITED SOLOMON ISLANDS NICKEL

Malachite Resources Limited (ASX: MAR) is pleased to advise that it has signed a Term Sheet to acquire the remaining 85% interest in Sunshine Mineral Limited that it does not already own.

Malachite has previously acquired 15% of Sunshine Minerals Limited ("Sunshine"), a private company incorporated in the Solomon Islands. Sunshine owns 80% of Sunshine Nickel which holds PL 01/18 located on the south coast of Santa Isabel Island. The remaining 20% of Sunshine Nickel is owned by local landowners. The Jejevo Nickel Project is located within the PL 01/18 project area.

The Jejevo Nickel Project:

The Jejevo Nickel Project is an advanced stage direct shipping ore nickel laterite project with excellent potential for development. The project was previously drilled in 2013 and the initial objective is to do sufficient work to confirm a 2012 JORC Resource at the earliest opportunity.

The Jejevo Nickel Project has a number of positive aspects including its close proximity to the coast, no processing requirements, low capital route to direct shipping ore production and local landowner support. It is envisaged that mining of the project could potentially commence within 2 years.

Key Terms of the Term Sheet to acquire Sunshine:

The key terms of the proposed acquisition of Sunshine are summarised below:

- a) Payment of \$1,000,000 by the issue of up to 12,500,000 fully paid ordinary shares in Malachite at a deemed issue price of \$0.08 (Upfront Consideration Shares);
- b) Payment of \$1,300,000 (less any debts not disclosed to Malachite in the Term Sheet) by the issue of up to 16,250,000 fully paid ordinary shares in Malachite at a deemed issued price of \$0.08 upon the valid application for a mining lease for PL 01-18 being approved by the Mines Department (Deferred Consideration Shares);
- c) All Malachite shares issued to the vendors to be subject to voluntary escrow arrangements for a 12 month escrow period.

The proposed acquisition is subject to the following conditions precedent:

- The parties to enter into a formal share sale agreement;
- Malachite completing a minimum \$300,000 equity capital raising;

Malachite will seek shareholder and any necessary regulatory approvals for the proposed acquisition of Sunshine.



Authorised by the Board.

For further information please contact:

Email: info@malachite.com.au

Please visit the company's website at www.malachite.com.au