



ASX Announcement

27<sup>th</sup> March 2025

## Mining Terms Sheet Executed with Blue Cap Mining Devon Pit Gold Mine

### HIGHLIGHTS

- Matsa has executed a binding mining services Term Sheet with Blue Cap Mining Pty Ltd (“BCM”) to mine the Devon Pit Gold Mine
- Matsa’s Devon Pit Gold Mine (“Devon”) feasibility study illustrates a potential project cash flow surplus of A\$59.8M (pre-tax) over an 18-month period at a gold price of A\$4,250<sup>1</sup>
- BCM is an experienced open pit mine developer and operator who has successfully developed and monetised a number of similar gold projects to Devon
- BCM will advance the development, manage and operate the mine, in conjunction with Matsa on an open book cost basis. BCM’s margin and return being determined on a 20% profit share basis with Matsa for Devon
- BCM’s associated private equity arm, Blue Capital Equities Pty Ltd (“BCE”) will also provide part of the projects working capital requirements of up to \$6M
- A preferred processing option for the Devon ore has been selected with final form documents being advanced presently to facilitate processing
- Matsa and BCM expect to immediately start the preliminary and early mining works

### CORPORATE SUMMARY

#### Directors

Paul Poli - Executive Chairman

Pascal Blampain

Andrew Chapman

#### Shares on Issue

732.85 million

#### Unlisted Options

240.92 million @ \$0.05 - \$0.10

#### Top 20 shareholders

Hold 68.28%

#### Share Price on 26<sup>th</sup> March 2025

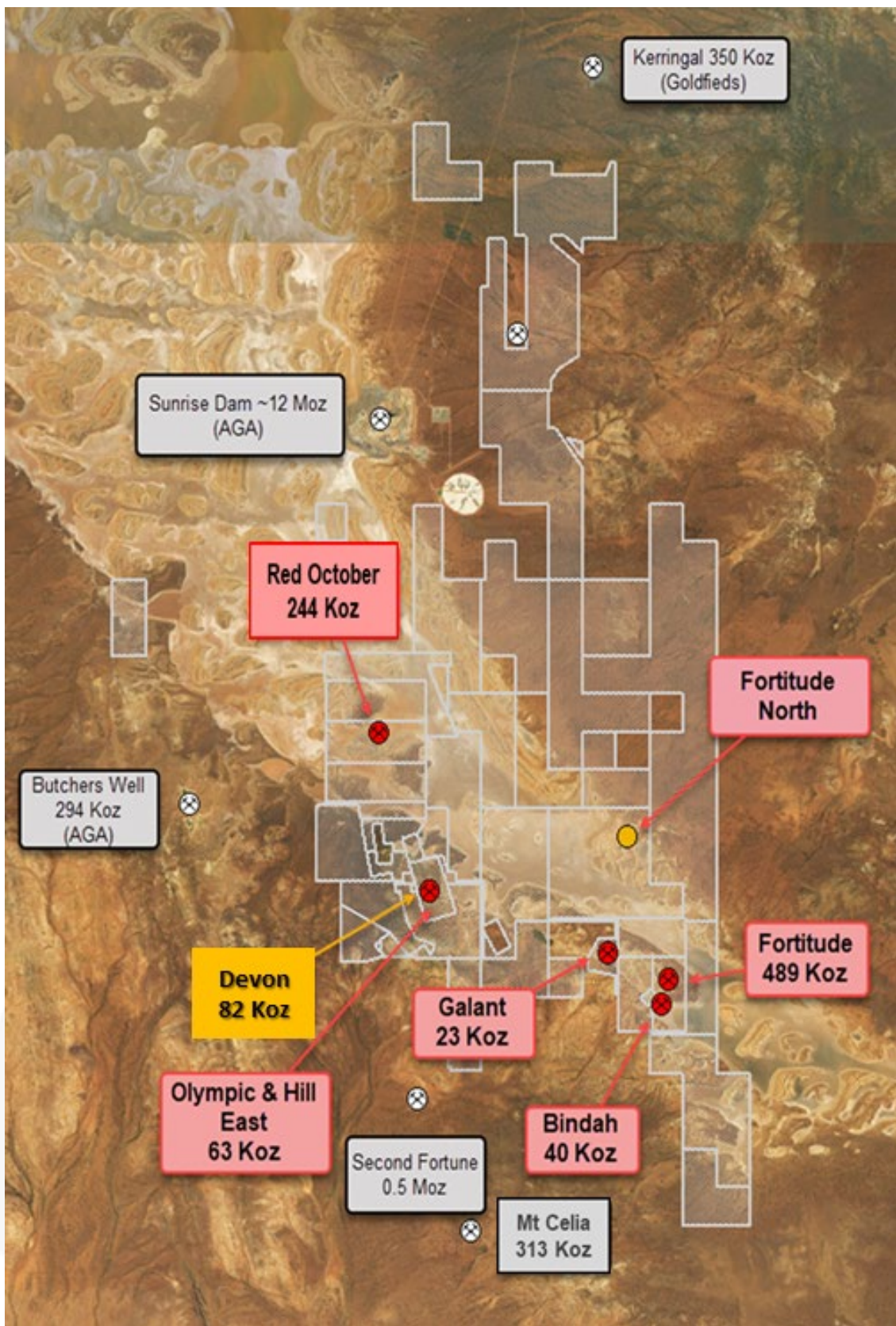
5.7 cents

#### Market Capitalisation

A\$41.04 million

<sup>1</sup> ASX Announcement 19 February 2025 – Devon Feasibility Study Delivers A\$60M Surplus Lake Carey Gold Project

Matsa Resources Limited (“Matsa”, “Company”) is pleased to advise that it has executed a binding Terms Sheet with Blue Cap Mining Pty Ltd (“BCM”) for the provision of mining services at the Devon Pit Gold Mine (Devon) (Figure 1), located within Matsa’s Lake Carey Gold Project south of Laverton.



**Figure 1: Matsa’s Lake Carey Gold Project and Devon Pit Gold Mine**

## About BCM and the Term Sheet

BCM is a privately owned mine developer and operator that specialises in surface open cut mining operations and who have a track record of partnering and investing with their mining partners to achieve optimal outcomes. BCM has developed a strong speciality in gold mining, supported by a team of experienced executives and mining operations managers.

The material terms of the binding Terms Sheet are as follows:

- BCM will be engaged under a Mining Services Agreement, which will include mining, equipment and personnel (including transport, energy, civil, earthmoving and other services) to be provided by BCM to Matsa in respect of Devon at cost on an open book basis.
- Matsa and BCM will jointly fund the development of Devon with BCM providing deferred payment terms in respect of 50% of the progressive service fees for its mining services up to a maximum of \$6M and Matsa funding the balance
- Upon attaining positive cashflow, BCM will receive its deferred service fees and after all costs, Matsa and BCM will share the Devon profits on a Matsa 80%/BCM 20% basis

### Matsa Executive Chairman Mr Paul Poli commented:

*“We are delighted with the appointment of Blue Cap as the mining contractor for the Devon Pit Gold Mine. Not only does Blue Cap provide the experience, technical services and operational skill sets that the project requires but they have also committed to partially funding mining operations and entering into a profit sharing arrangement whereby Blue Cap are just as invested as Matsa and generate the highest return from the project. I look forward to working with the Blue Cap team once again having previously worked together at our highly successful Red Dog open cut mine.*

*We expect initial siteworks, geotechnical and infill drilling as well as dewatering to commence imminently.*

Recent and relevant announcements relating to Devon lodged on the ASX include:

Date	Announcement
19 February 2025	Devon Feasibility Study Delivers A\$60M Surplus Lake Carey Gold Project
10 February 2025	Appointment General Manager Operations Devon Pit Gold Mine
30 January 2025	\$3M to Fast Track Development of Devon Pit Gold Mine
24 January 2025	Maiden Ore Reserve - Devon Pit Gold Project
30 October 2024	Devon Pit Gold Mine Fully Permitted and Mine Ready
5 September 2024	Matsa Extends Discussions with AngloGold re Lake Carey
22 March 2024	Further High-Grade Gold Assays - Devon Pit Gold Mine
15 March 2024	Approval of Licence to Take Water - Devon Pit Gold Mine
15 February 2024	Further High-Grade Assay Results - Devon Pit Gold Mine
19 December 2023	New High Grade Gold Assays - Devon Pit Gold Mine

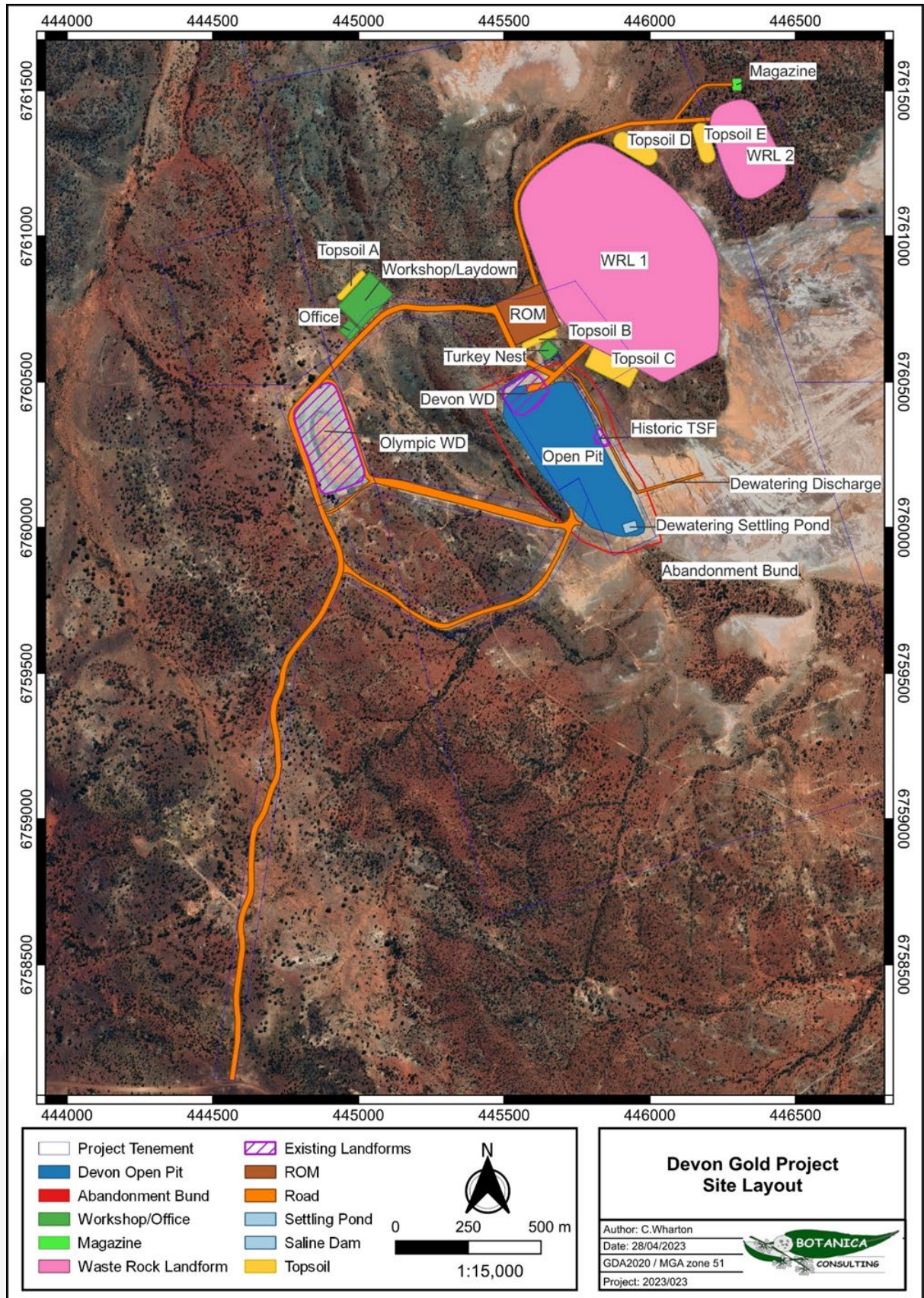


Figure 2: Devon Open Pit Gold Mine proposed layout for mining

## MINERAL RESOURCES

The global Mineral Resource Estimate for the Lake Carey Gold Project remains at **949,000oz @ 2.5g/t Au** as outlined in Table 1 below.

	Cutoff g/t Au	Measured		Indicated		Inferred		Total Resource		
		('000t)	g/t Au	('000t)	g/t Au	('000t)	g/t Au	('000t)	g/t Au	('000 oz)
<b>Red October</b>										
Red October UG	2.0	105	8.4	608	5.4	635	5.4	1348	5.6	244
<b>Red October Subtotal</b>		<b>105</b>	<b>8.4</b>	<b>608</b>	<b>5.4</b>	<b>635</b>	<b>5.4</b>	<b>1348</b>	<b>5.6</b>	<b>244</b>
<b>Devon</b>										
Devon Pit (OP)	1.0	18	4.4	450	5.3	21	5.4	488	5.2	82
Olympic (OP)	1.0	-	-	-	-	171	2.8	171	2.8	15
Hill East (OP)	1.0	-	-	-	-	748	2.0	748	2.0	48
<b>Devon Subtotal</b>		<b>-</b>	<b>-</b>	<b>450</b>	<b>5.3</b>	<b>940</b>	<b>2.2</b>	<b>1407</b>	<b>3.2</b>	<b>145</b>
<b>Fortitude</b>										
Fortitude	1.0	127	2.2	2,979	1.9	4,943	1.9	8,048	1.9	489
Gallant (OP)	1.0	-	-	-	-	341	2.1	341	2.1	23
Bindah (OP)	1.0	-	-	43	3.3	483	2.3	526	2.4	40
<b>Fortitude Subtotal</b>		<b>127</b>	<b>2.2</b>	<b>3021</b>	<b>2.0</b>	<b>5,767</b>	<b>1.9</b>	<b>8,915</b>	<b>1.9</b>	<b>553</b>
<b>Stockpiles</b>										
Stockpiles		-	-	-	-	191	1.0	191	1.0	6
<b>Total</b>		<b>232</b>	<b>5.0</b>	<b>4,079</b>	<b>2.8</b>	<b>7,342</b>	<b>2.2</b>	<b>11,861</b>	<b>2.5</b>	<b>949</b>

**Table 1: Lake Carey Resource\***

\*Matsa confirms that it is not aware of any new information or data that materially affects the Resource as stated. All material assumptions and technical parameters underpinning the Mineral Resource estimate continue to apply and have not changed since the last release dated 24 January 2025.

## MINERAL RESERVES

The global Mineral Reserve Estimate for the Lake Carey Gold Project now stands at **104,000oz @ 2.4g/t Au** as outlined in Table 2 below.

Project	Proven		Probable		Total Reserve		
	('000t)	g/t Au	('000t)	g/t Au	('000t)	g/t Au	('000 oz)
Red October UG	-	-	-	-	-	-	-
Devon Pit	-	-	309	4.6	309	4.6	46
Fortitude Pit <sup>1</sup>	-	-	1,029	1.8	1029	1.8	58
<b>Total</b>	<b>-</b>	<b>-</b>	<b>1,338</b>	<b>2.4</b>	<b>1,338</b>	<b>2.4</b>	<b>104</b>

**Table 2: Lake Carey Reserve\***

\*Matsa confirms that it is not aware of any new information or data that materially affects the Resource as stated. All material assumptions and technical parameters underpinning the Mineral Reserve estimate continue to apply and have not changed since the last release dated 24 January 2025.

The reserves are stated as at the delivery point of a 3<sup>rd</sup> Party processing plant.

This ASX announcement is authorised for release by the Board of Matsa Resources Limited.

For further information please contact:

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## **Competent Person Statement**

*The information in this report that relates to Exploration results, Mineral Resources, Ore Reserves or Feasibility Studies is based on information and compiled by Pascal Blampain, who is a Member of the Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists. Mr Blampain serves on the Board and is a full time employee of Matsa Resources Limited. Mr Blampain has sufficient experience which is relevant to the style of mineralisation and the type of ore deposit under consideration and the activities 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'. Mr Blampain consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

## **Forward Looking Statements**

*This ASX announcement may contain forward looking statements that are subject to risk factors associated with gold exploration, mining and production businesses. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially, including but not limited to price fluctuations, actual demand, currency fluctuations, drilling and production results, Reserve estimations, loss of market, industry competition, environmental risks, physical risks, legislative, fiscal and regulatory changes, economic and financial market conditions in various countries and regions, political risks, project delay or advancement, approvals and cost estimates.*

*Forward-looking statements, including projections, forecasts and estimates, are provided as a general guide only and should not be relied on as an indication or guarantee of future performance and involve known and unknown risks, uncertainties and other factors, many of which are outside the control of Matsa Resources Limited. Past performance is not necessarily a guide to future performance and no representation or warranty is made as to the likelihood of achievement or reasonableness of any forward looking statements or other forecast.*