Mayur Secures 10-Year Exclusive Premium Quicklime Supply Strategic Alliance

17 October 2024

HIGHLIGHTS

- **Exclusive 10-Year Strategic Alliance Agreement**: Mayur Resources has secured an exclusive long-term Strategic Alliance with a privately owned High-Grade Quicklime and Limestone supplier, enabling the immediate launch of Mayur-branded Lime Products into the Australian and Pacific markets, supplementing Mayur's future PNG-based Quicklime production.
- **High-Quality Lime**: The Quicklime supplied through this Strategic Alliance expands our position in the market to offer superior products with Mayur's Premium and Premium+ Grades of Quicklime products, surpassing the quality of both domestic Australian production and key imports from Malaysia and Thailand.
- **Sales Launch**: Market engagement through product lab trials and reviews from targeted customers has commenced, which confirmed the quality, suitability, and interest in this Premium+ Quicklime.
- **Significant Production Capacity**: This agreement unlocks and leverages our partner's production capacity which currently totals 2 million tonnes per annum, providing Mayur a secure and reliable source of High-Grade Lime Products.
- **Enhanced Supply Continuity**: This Strategic Alliance guarantees that Mayur can offer customers a greater customizable product range, multi-jurisdictional supply chain, all managed through one organization, with superior grade Quicklime sourced from multiple locations.
- **Additional Revenue Generation**: With early access to Mayur Premium+ Grade Quicklime, additional sales through this strategic alliance will supplement other early cashflow revenue initiatives from Mayur's PNG Limestone and aggregate sales, to be transported through Mayur's international wharf facilities.

Mayur Resources Limited (ASX: MRL) is pleased to announce the signing of a 10-year exclusive Strategic Alliance Agreement (Strategic Alliance) with Guangxi Zhongzi New Materials Co. Limited, a privately owned large-scale Quicklime and Limestone producer operating primarily in China. This agreement provides Mayur with immediate access to superior quality lime products, similar to what will be produced by Mayur's Central Lime Project (CLP) in the future. A summary of the key terms are included in Appendix A to this announcement.

Strategic Alliance Benefits

The Strategic Alliance allows Mayur to immediately lead the branding, marketing, sales, and distribution of Superior Quicklime across Australia and the Pacific with Mayur's Premium Grade (Typical CaO 92-94%) and Premium+ Grade (Typical CaO 94-96%) Quicklime products. This offers superior quality compared to Australian domestic production and imports from Malaysia and Thailand. This positions Mayur as the leader in providing high-quality Quicklime to these markets.

Long-Term Complement to Mayur's Own Production

The agreement not only facilitates immediate sales but also complements Mayur's long-term plans. Once operational, Mayur's CLP will initially bring an additional 400,000 tonnes per annum of Quick Lime supply online, with immediate plans of expansion beyond two kilns shortly thereafter.

One of the key advantages of this agreement is the guaranteed backup contingency, multi-jurisdiction supply source. Customers can have full confidence that Mayur will provide consistent access to superior Quicklime from multiple jurisdictions, ensuring reliability and supply chain security, all managed through a single, integrated organisation. This multi-jurisdictional sourcing strategy ensures that Mayur can deliver superior Quicklime quality consistently, regardless of market conditions.

Strengthened Supply Chain and Logistics

Our Partner operates several major production facilities across China, with a current capacity of 2 million tonnes per annum of Premium Quicklime. Ongoing expansion projects, including new Quicklime plants and enhanced logistical infrastructure such as a railhead with direct access to seaports, will further improve the efficiency and reliability of supply to Mayur's customers. Combined with Mayur's own international wharf facilities under construction, this creates a robust and seamless supply chain.

Immediate Access and Customer Confidence

This Strategic Alliance enables Mayur to offer its customers immediate access to a more diversified product range, with Mayur's Premium and Premium+ Grade Quicklime products, while providing the assurance of a long-term, secure, and reliable supply once Mayur's CLP is in production. The superior quality of Mayur's product offering, combined with a diversified supply base, positions the company to meet the growing demands of the Australian and Pacific markets.

With this collaboration, Mayur is uniquely positioned to deliver a comprehensive, customisable range of superior Quicklime products, tailored to specific market needs. The Strategic Alliance further aligns with Mayur's strategy to expand its market presence across the Asia-Pacific region and demonstrates its commitment to providing the highest quality products and services.

Mayur will now commence broader engagement with the Quicklime market, providing samples and organising bulk trials. Further updates will be provided as Mayur progresses towards the first sales of Mayur-branded Premium Quicklime.

Further Disclosure

Our partner has granted Mayur exclusivity to market and distribute (under our own branding) Quicklime products in Australia, New Zealand, Papua New Guinea, Fiji and other South Pacific Islands. The Strategic Alliance cannot be terminated within the first ten years except through arbitration in Singapore. The Strategic Alliance is otherwise on terms customary for similar exclusive supply arrangements of this nature.

This announcement was authorised by the Board of Directors of Mayur Resources Limited.

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ABOUT MAYUR

Mayur Resources Limited is focused on the development of natural resources and renewable energy in Papua New Guinea. Our diversified asset portfolio spans iron and industrial sands, lime and cement, nature based forestry carbon credits, battery minerals and renewable power generation (geothermal and solar). Mayur also holds a significant interest in copper gold explorer/developer Adyton Resources, a company listed on the TSX-V (TSXV:ADY).

Mayur's strategy is to serve PNG and the wider Asia Pacific region's path to decarbonisation by developing mineral projects that deliver higher quality, lower cost, and targeted "net zero" inputs for the mining and construction industries, as well as constructing a renewable energy portfolio of solar, wind, geothermal, nature based forestry carbon credit estates, and battery storage. Mayur is committed to engaging with host communities throughout the lifecycle of its projects, as well as incorporating internationally recognised Environmental, Social and Governance (ESG) standards into its strategy and business practices.



Forward-Looking Statements

All statements other than statements of historical fact included in this Announcement including, without limitation, statements regarding future plans or objectives of Mayur Resources Ltd are forward-looking statements which are identified by words such as 'may', 'could', 'believes', 'estimates', 'targets', 'expects', or 'intends' and other similar words that involve risks and uncertainties.

These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of this announcement, are expected to take place. Such forward-looking statements are no guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, the Directors and management.

Mayur Resources Ltd cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements.

The Company has no intention to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this Announcement, except where required by law and existing stock exchange listing requirements.

Mayur Resources

Appendix A - Additional Information In Relation To Guangxi Zhongzi New Materials Co. Limited

Description of Alliance Partner	Based in China, with multiple mining and production facilities China, ensuring a robust and diversified supply base. They currently operate 7 high-capacity lime kilns, with an expansion underway where additional kilns and hydration plants are being added. Ongoing expansion projects, including new Quicklime plants expanding capacity by +1 million tonnes per annum by construction of additional Lime Kilns and enhanced logistical infrastructure such as a railhead with direct access to seaports, will further improve the efficiency and reliability of supply to Mayur's customers. Combined with Mayur's own international wharf facilities under construction, this creates a robust and seamless supply chain.
Due Diligence Undertaken	Mayur has undertaken extensive due diligence in relation to the Alliance Partner, including detailed review of their corporate structure and credentials, detailed on the ground site visits in China across a number of the Alliance Partners operations, and extensive meeting time with the Alliance Partner as part of the negotiation and execution of the Alliance Agreement.
Technological Standards	Supplier combines high grade limestone mineral deposits and advanced production and quality control technologies, aligned with Mayur's quality requirements for Premium and Premium+ grade quicklime.
Supply Chain Resilience	The agreement provides a multi-jurisdictional supply chain, which ensures continuity and security, mitigating risks associated with single-source suppliers.
Quality Assurance	Supplier's quicklime meets Mayur's Premium standards (CaO 92-94%) and Premium+ standards (CaO 94-96%), surpassing current products in the market. Imports from South East Asia are typical less than 92% CaO and domestic produced lime averaging less than 90% CaO with higher levels of contaminates like SiO2 and MgO.
Key Terms of The Alliance Agreement	Purpose – a binding and exclusive Strategic Alliance for the mutual benefit of both Parties. The Strategic Alliance is focused on the establishment of a multi-jurisdictional reliable and efficient supply chain of high-quality Calcium Oxide Products to be distributed within Australia, New Zealand, Papua New Guinea, and the Pacific Island countries by Mayur. Staged Approach – Multi-phased approach, guarantees that Mayur can offer customers a greater customizable product range, multi-jurisdictional supply chain, all managed through one organization, with superior grade Quicklime sourced from multiple locations. Term – 10 years Area / Region - Australia, New Zealand, Papua New Guinea, Fiji and other South Pacific Islands Pricing - Mayur shall have the sole exclusive agency right and discretion to sell Calcium Oxide Products for Australian and Other Area customers at a price that is commercially agreed with end-user customers. Volume Forecasting - Mayur shall provide end-user customer Calcium Oxide Products volume forecasts on a rolling and regular monthly basis one month

	in advance. Mayur does, not take on financial or minimum productive liabilities by entering this agreement. . Governing Law - Singapore Exclusivity – for a period of 10 years unless otherwise amended or terminated via Arbitration
Other Material Terms	Mayur confirms that there are no other material terms or conditions that have not been disclosed in this announcement.