
SALE OF RESIDUAL INTERESTS IN MILESTONE AND ROYALTY PAYMENTS

Pacific Bauxite Limited (ASX: PBX) (**Pacific Bauxite** or **Company**) is pleased to announce it has entered into a binding agreement with Maincoast Pty Ltd (**Maincoast**) for the sale of its residual interests in milestone payments and royalties from the Mt Richardson, Rogetta and Golden Camel projects, for a consideration of A\$100,000.

The milestone payments and royalties include the following:

Mt Richardson Project, Western Australia (the Mt Richardson Royalty)

A royalty of 2% on average/tonne FOB sales value of iron ore product that departs E29/571, as well as a one-off payment of AUD 0.50 per dry metric tonne on tonnages in excess of independently evaluated Indicated or Measured Resources of 10,000,000 tonnes.

Rogetta Project, Tasmania

The following milestone payments (together, the **Rogetta Milestone Payments**):

- A\$1,000,000 upon the first shipment of iron ore from the Rogetta Project tenements;
- A\$2,000,000 upon the first anniversary of the shipment of iron ore from the Rogetta Project tenements; and
- A\$2,000,000 upon the second anniversary of the shipment of iron ore from the Rogetta Project tenements.

Golden Camel Project, Victoria (the Golden Camel Royalty)

A royalty of A\$2/tonne on all gold ore mined after the first 20,000oz has been produced from the project.

Key terms of the Sale:

1. Consideration of A\$100,000 to be paid to the Company by Maincoast for the sale of milestone payments and royalties.
2. Completion is contingent on the Company obtaining the required consent in relation to the Golden Camel Royalty within 5 days of signing the binding agreement (the **Condition Precedent Date**).
3. Completion is to occur 7 days after the Condition Precedent Date (the **Completion Date**).

PACIFICBAUXITELIMITED

4. Exclusivity is granted to Maincoast up until the Condition Precedent Date.

The Company will keep shareholders up to date with the status of this transaction.

END

For further information, visit www.pacificbauxite.com.au or contact:

Peter Lewis
Non Executive Chairman
Pacific Bauxite Limited
P: +61 (8) 9481 4478
E: info@pacificbauxite.com.au