



## ASX ANNOUNCEMENT – DISCOVEX RESOURCES LIMITED

15 April 2020

### **DISCOVEX COMPLETES ACQUISITION OF CREST TENURE AT EDJUDINA GOLD PROJECT IN WA'S LAVERTON DISTRICT**

Further to its ASX announcement of 13 March 2020, **DiscovEx Resources (ASX: DCX)** is pleased to advise that it has satisfactorily completed the due diligence process on the tenements the subject of an 80/20 joint venture with Crest Investment Group Limited (Crest). The joint venture comprises an interest in eight tenements predominantly along strike and to the south of DCXs' existing 80% owned Edjudina Gold Project (Figure 1), in the southern Laverton District of Western Australia.

Under the terms of the Agreement, DiscovEx has paid Crest \$25,000 in cash and is issuing \$25,000 in DCX shares as consideration for the transaction. A total of 7,352,941 shares will be issued at a price of \$0.0034 per share, being the 5-day VWAP up to the date of agreement to issue the shares. The shares will be issued under the Company's available Listing Rule 7.1 capacity and will be issued without shareholder approval. An Appendix 3B will be lodged in relation to the proposed share issue.

Following the payment of the consideration, DiscovEx has the right to earn up to 80% of the Project tenure by completing the minimum expenditure for each tenement as required by the Department of Mines and maintaining the tenements in good standing for a period of 2 years from execution.

Under the terms of the JV agreement, DiscovEx is to free carry Crest to a Decision to Mine whereby the parties are obliged to contribute pro-rata or dilute as per standard formulae to 5% thence automatically to a 1% Gross Revenue Royalty on any mineral product produced with the Royalty to begin only after the equivalent of 200,000oz Au has been produced. DiscovEx may buy out the Crest interest after a Decision to Mine has been made for 80% of the NPV of that interest with Crest to retain the 1% royalty.

Authorised for release by and investor enquiries to:

Bradley Drabsch  
Managing Director  
(08) 9380 9440

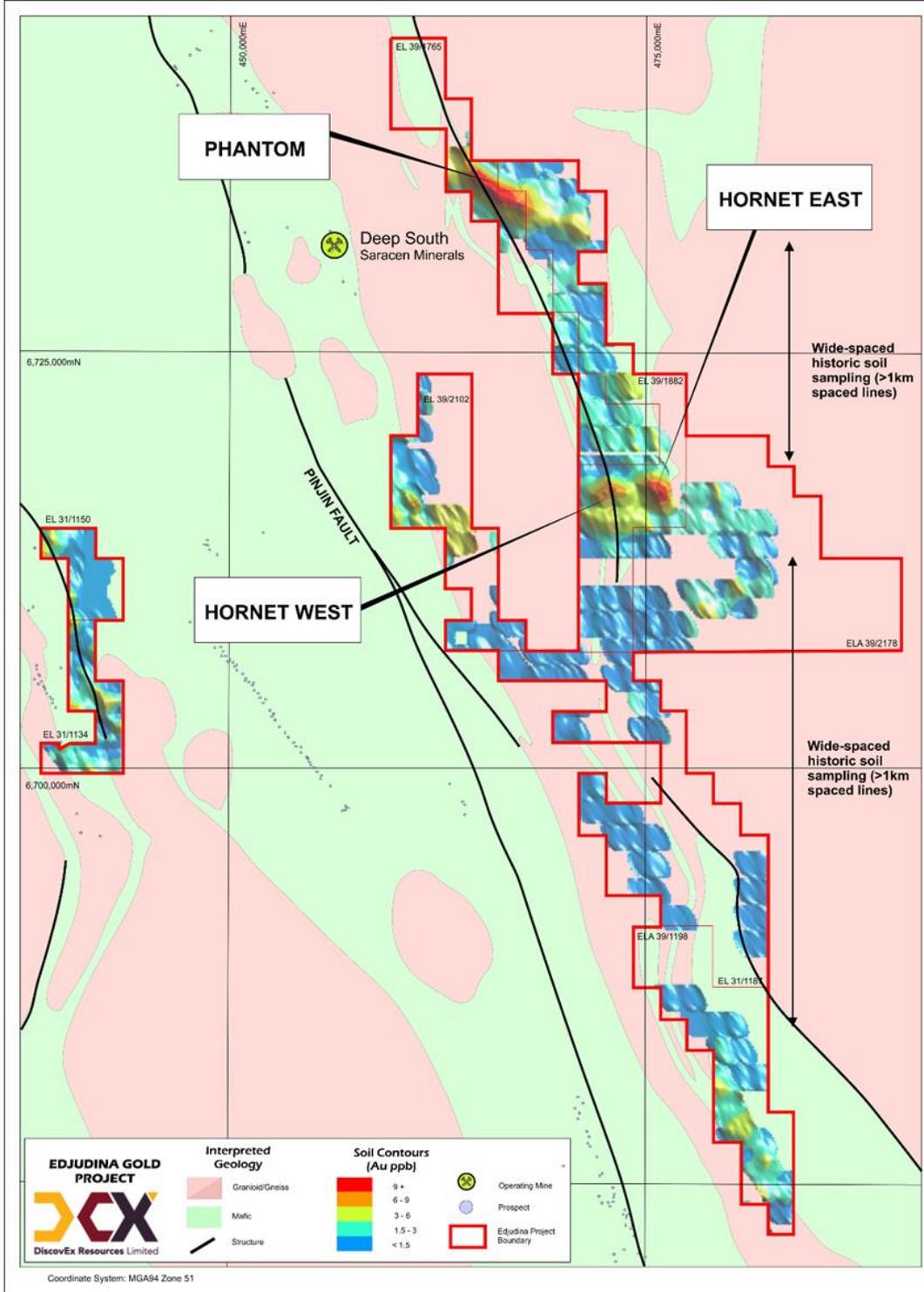


Figure 1: Edjudina Project showing contoured soils