



18 April 2017

The Manager  
Australian Securities Exchange  
Market Announcements Office  
Level 40, Central Park  
152 – 158 St Georges Terrace  
Perth WA 6000

Dear Sir/Madam

## FIDIC Contract Update

Amex Resources Limited (ASX:AXZ) (**Amex**) advises that Amex and CCCC First Harbor Consultants Co. Ltd (**Contractor**) have agreed to amend certain milestone payment arrangements in relation to the construction contract entered into between Amex and the Contractor in respect of the Mba Delta Ironsands Project (**FIDIC Contract**).

Amex had previously granted the Contractor a call option over ordinary shares in Amex (the **Conditional Call Option**) to provide the Contractor with some security in the event that Amex failed to pay the Contractor the final US\$15 million milestone payment when due under the FIDIC Contract (**Final Milestone Payment**). That Final Milestone Payment was required to be made within 12 months of Amex providing the Contractor with the 'Taking Over Certificate' in relation to the Mba Delta Ironsands Project.

Amex and the Contractor have now agreed to amend the Final Milestone Payment arrangements such that US\$7.5 million will now become payable upon Amex providing the Contractor with a 'Taking Over Certificate', with the remaining US\$7.5 million becoming payable 12 months after that date.

As a consequence of these revised Final Milestone Payment arrangements, the Contractor has agreed that the security which was provided in the form of the Conditional Call Option is no longer required and has agreed to the cancellation of the Conditional Call Option.

Amex notes that the cancellation of the Conditional Call Option was one of the conditions of the off-market takeover offer by Waratah International (Asia) Limited (**Waratah**) for all of the fully paid ordinary shares on issue in Amex (the **Offer**). Waratah has advised that it has freed the Offer from all defeating conditions (other than the 'Prescribed Occurrences' condition) and that as at 3:00pm (AWST) on 18 April 2017, Waratah has acquired voting power in Amex of 93.29%.

Yours sincerely

A handwritten signature in black ink, appearing to read "G. Dunlop", written over a white background.

**Gary Dunlop**  
**Company Secretary**  
**Amex Resources Limited**