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ASX RELEASE

## Sale of Interest in Nicolson's Gold Project

### Highlights

- Bulletin has agreed to sell its 20% interest in the Nicolson's Gold Project to Pantoro Limited ("PNR") for:
  - 130 million fully paid ordinary PNR shares;
  - PNR assuming BNR's gold loan facility; and
  - PNR accepting 50% of Bulletin's gold hedge facility obligations.
- BNR to make an in-specie distribution to its shareholders of 1 PNR share for each 2 BNR shares held being approximately 90 million of the PNR shares it receives from the sale.
- BNR shareholders to retain their shareholding in BNR and receive a return of approximately 4.6 cents per share via the in-specie distribution.

The Board of Bulletin Resources (ASX: BNR, Bulletin) is pleased to advise that it has entered into a binding Heads of Agreement (HOA) with Pantoro Limited (ASX: PNR, Pantoro) whereby PNR will acquire BNR's 20% interest in the Nicolson's Gold Project that it does not already own. PNR currently owns 80% of the Nicolson's Gold Project through Halls Creek Mining Pty Ltd (HCM) and HCM is the Operator of the Nicolson's Gold Project.

The value of the proposed transaction is approximately \$13.7 million based on PNR's last closing price of 9 cents per share and the outstanding amount owed to the Commonwealth Bank of Australia (CBA) by BNR.

Bulletin's non-executive Chairman, Mr Paul Poli, said, "the completion of this transaction realises the benefit of the commencement of the Nicholson's Gold mine to shareholders. By receiving the consideration in Pantoro Shares, this allows all Bulletin shareholders to directly benefit from the future success of the Nicolson's gold mine via the retention of the PNR shares and direct ownership in Pantoro, the operator of the mine and increases their liquidity.

#### Chairman

Paul Poli

#### Non- Executive Directors

Frank Sibbel

Robert Martin

#### Company Secretary

Andrew Chapman

#### Shares on Issue

174.04 million shares

5.25 million options

#### Top Shareholders

Matsa Resources Ltd 27.4%

Goldfire Enterprises 22.6%

#### Market Capitalisation

\$10.96 million @ 6.3 cents

Significant shareholder, Matsa Resources Limited has indicated it is committed to keeping its interest in Bulletin as it seeks to repeat another deal to reward shareholders again in the future.” Mr Poli added, “Bulletin will end up being entirely debt free, with assets approaching \$5 million with a strong appetite to identify a new acquisition to benefit shareholders in the future.”

In addition, and as part of the HOA, the Board of BNR has elected to make, after settlement, an in-specie distribution of approximately one PNR share for every two BNR shares held at the time of the in-specie distribution.

The Board believes that all BNR shareholders should receive the benefit of the transaction as such elected to make the in-specie distribution a condition of the transaction.

The consideration for the sale of BNR’s 20% interest in Nicolson’s is as follows:

1. PNR will issue BNR 130 million fully paid ordinary PNR shares;
2. HCM will assume 100% of BNR obligations under its gold loan finance facility with the CBA such that BNR will have no further obligation to the CBA on settlement.
3. HCM will assume 50% of the responsibility of the gold hedge facility provided by CBA.

The HOA is conditional on receipt of shareholder, regulatory, and financier approval.

### **Purpose of Transaction**

The Board recognises that the 20% interest that it holds in the Nicolson’s Gold Project is a strategic asset of the Company but it also recognises that it is a minor participant in the project and that ownership by one party holding 100% of the project, in this case PNR, should attract more attention and support in a strong gold market.

To that end the receipt of PNR shares by BNR, and in turn BNR shareholders via the proposed in-specie distribution, will continue to give shareholders exposure to the Nicolson’s Gold Project and its operations via their PNR shareholding.

All BNR shareholders will retain their shareholding in the Company as well as receiving shares in PNR. Post settlement of the transaction BNR will no longer have any cash commitments to the Nicolson’s Gold Project, be debt-free, have a strong financial position and will be able to take advantage of any future potential transactions that arise.

For further information, please contact:

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