

## Heads of Agreement Executed for Option over Mt Read Project, Tasmania

### Highlights

- Accelerate has executed a Heads of Agreement with unlisted company Stunalara Metals Limited, granting an option to acquire 100% interest in Accelerate's non-core Mt Read Project, Tasmania.
- Stunalara will conduct on-ground exploration and due diligence for 4 months with a view that it may become a key part of its intended portfolio at listing on a stock exchange.
- Upon the exercise of the Option, Stunalara will issue to Accelerate fully paid ordinary shares to the value of \$1,000,000 based on the ultimate listing price.

Accelerate Resources Limited (ASX: AX8; "Accelerate" and the "Company") is pleased to advise that it has executed a Heads of Agreement (HOA) to divest its 100% interest in its non-core Mt Read Project in Tasmania via a Sale and Purchase Agreement.

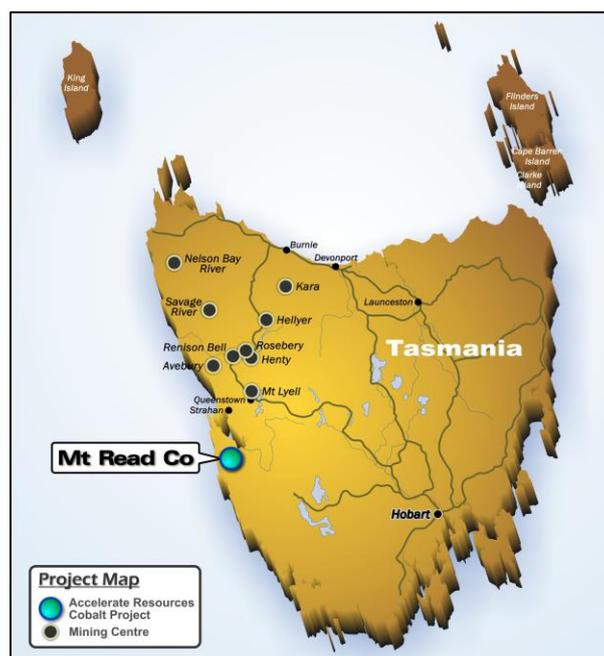


Figure 1: Accelerate's Mount Read Project location

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#### BOARD

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## About the Mt Read Project, Tasmania

The Company's Mount Read Project is located on the Cape Sorell Peninsula, south of Macquarie Harbour and approximately 48 kilometres south of the town of Strahan, in western Tasmania (Figure 1). The project comprises one exploration license (EL06/2013) with an area of 224 km<sup>2</sup>.

Two main prospects were the focus of the Company's exploration activity, being:

- The Thomas Creek Co-Cu-Au prospect; and
- The Henrietta Co-Ni-Cu project.

A number of other base metal targets had been identified within the Mount Read project area.

## Key Terms of HOA

- Non-refundable Option Fee of \$15,000 (plus GST) payable to Accelerate.
- Stunalara granted an Option to acquire 100% right of the Mt Read Project to 30 September 2021.
- Stunalara has agreed to spend, prior to 31 September 2021, sufficient funds on the Mt Read Project to satisfy the Tasmanian Departmental Work Program (currently considered to be approximately \$65,000) (**Initial Exploration Expenditure**), such that Accelerate can apply for an extension of the Project.
- Upon the Initial Exploration Expenditure being satisfied, and a tenement extension granted, Accelerate will grant Stunalara an extended period in which to conduct due diligence and exercise the Option to 30 June 2022.
- Upon the exercise of the Option, Stunalara agrees to issue to Accelerate fully paid ordinary shares in the capital of Stunalara Metals Limited, to the value of \$1,000,000, at a deemed issue price equal to price per share offered to the public under Stunalara Metals Limited's proposed initial public offering.

The proposed transaction allows Accelerate shareholders to retain an indirect interest in the upside potential of the Mt Read project via the equity the Company will be issued in Stunalara Metals Limited (assuming that Stunalara successfully lists on a stock exchange).

This also allows the Company to fully focus on its Tambellup Kaolin and Comet Gold assets in Western Australia.

—ENDS—

## **Accelerate Resources Key Projects**

### **Comet Gold Project, WA – Accelerate Resources 100%**

The Comet Gold Project comprises located approximately 115 km south southwest of Meekatharra and 20 km southeast of Cue. The project covers part of the Meekatharra to Mount Magnet Greenstone belt, located at the southern end of the Tuckabianna Shear Zone.

During September 2020, Accelerate undertook a first phase of RC drilling at the Comet Gold Project, returning highly encouraging assay results from shallow drilling at the Comet East prospect. A follow up RC drilling was completed in late December 2020. Please see announcement dated 18<sup>th</sup> Jan, 2021 for the recent results.

### **Tambellup Kaolin Project, WA – Accelerate Resources 100%**

Accelerate Resources Limited has a 100% interest of the Tambellup Kaolin Project. The project comprises two granted exploration licenses covering 242 km<sup>2</sup>.

The Tambellup Kaolin Project is located approximately 280 km south-southeast of Perth via the Great Southern Highway, 130 km north of Albany, and 10 km west of the township of Tambellup in the Southwest of Western Australia.

The Tambellup Kaolin project adjacent to excellent infrastructure. The Tambellup West Road bisects the project and links to the Albany Highway in the west. The Perth - Albany freight railway corridor runs north-south through the centre of the township.

Accelerate undertook an Aircore drilling program at the Tambellup Kaolin project during February 2020. The program, comprising 52 holes for 769 metres, targeted the Saddlers Kaolin prospect within E70/4969 and confirmed the presence of near surface kaolin mineralisation as identified in previous historical drilling data. (See ASX announcement dated 20 February 2020)

The Company recently provided an update to the market with the excellent metallurgical result received on the Tambellup Kaolin Project. (See ASX announcement dated 28 April 2021)

This Announcement is authorised for release by the Board of Accelerate Resources

## **For further information please contact**

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## **Forward Looking Statements**

Statements contained in this release, particularly those regarding possible or assumed future performance, costs, dividends, production levels or rates, prices, resources, reserves or potential growth of Accelerate Resources Limited, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factor.

**Competent Persons Statement**

*Information in this release that relates to Exploration Results is based on information compiled by Mr Griffiths, who is a qualified geologist, and a Fellow of the Australian Institute of Mining and Metallurgy (AusIMM). Mr Griffiths has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Griffiths consents to the inclusion in this release of the matters based on his information in the form and context in which it appears.*