

UPDATE ON MOUNT PEAKE OFFTAKE AGREEMENTS

Following an extensive and ongoing review of offtake agreements for the Mount Peake Vanadium-Titanium-Iron Project (the “Project”), the Board of TNG Limited (ASX: TNG) (“TNG” or the “Company”) advises that:

1. Notice of termination has been provided to Gunvor Singapore Pte Ltd in respect of the Life-of-Mine Offtake and Marketing Agreement (see ASX announcement of 15 October 2020) for 40% of the vanadium pentoxide intended to be produced from the Project, given the conditions precedent have not been satisfied.
2. Agreement has been reached with Vimson Group, through its Singapore-based, wholly-owned subsidiary V.M. SALGAOCAR & Bro. (Singapore) Pte. Ltd, to extend the Life-of-Mine Offtake and Marketing Agreement (see ASX announcement of 27 July 2020), for up to 100% of high purity iron products intended to be produced from the Project.

Comment from Chair

Mr Grant Wilson commented:

“The review that is currently underway is all-encompassing and focused on defining a coherent and credible strategy for Project delivery at Mount Peake. It is fundamentally necessary to include the Company’s offtake and financing arrangements as part of the review, and to ensure that the Company abides strictly by its legal obligations in making decisions.

It is also important that such arrangements play a strongly facilitative role in advancing Project delivery. And that the Company’s posture in offtake and project finance is highly attuned to shifting global dynamics in respect of critical minerals and sustainability.

I am looking forward to progressing these areas on behalf of the Company next year”.

Ends

This announcement is authorised by the Board of the Company.

Inquiries:

Tony Bevan
Joint Company Secretary + 61 (0) 8 9327 0900

Follow TNG on  

About TNG

TNG is a mineral resource and processing technology company focussing on building a world-scale strategic metals business based on its flagship 100%-owned Mount Peake Vanadium-Titanium-Iron Project in the Northern Territory. Located 235km north of Alice Springs, Mount Peake will be a long-life project producing a suite of high-quality, high-purity strategic products for global markets including vanadium pentoxide, titanium dioxide pigment and iron ore fines. The project, which is expected to be a top-10 global producer, has received Major Project Status from the Australian Federal Government and the Northern Territory Government.

TNG is also advancing a green energy strategy with the dual objective of offsetting carbon emissions from its planned future operations and generating new business opportunities in the alternative energy market to create additional shareholder value, with a focus on green hydrogen and vanadium redox flow batteries.

Forward-Looking Statements

This announcement has been prepared by TNG Limited. This announcement is in summary form and does not purport to be all inclusive or complete. Recipients should conduct their own investigations and perform their own analysis in order to satisfy themselves as to the accuracy and completeness of the information, statements and opinions contained.

This announcement is for information purposes only. Neither this nor the information contained in it constitutes an offer, invitation, solicitation or recommendation in relation to the purchase or sale of TNG Limited shares in any jurisdiction. This announcement does not constitute investment advice and has been prepared without taking into account the recipient's investment objectives, financial circumstances or particular needs and the opinions and recommendations in this announcement are not intended to represent recommendations of particular investments to particular persons. Recipients should seek professional advice when deciding if an investment is appropriate. All securities transactions involve risks, which include (among others) the risk of adverse or unanticipated market, financial or political developments.

To the fullest extent permitted by law, TNG Limited, its officers, employees, agents and advisers do not make any representation or warranty, express or implied, as to the currency, accuracy, reliability or completeness of any information, statements, opinions, estimates, forecasts or other representations contained in this announcement. No responsibility for any errors or omissions from this arising out of negligence or otherwise is accepted.

This announcement may include forward looking statements. Forward looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside the control of TNG Limited. Actual values, results or events may be materially different to those expressed or implied.