

PYX Resources' Business Update

Robust customer demand combined with strong COVID-19 protection measures

HIGHLIGHTS

- **Company in strong financial position**
- **Factory at maximum capacity until at least the end of July 2020 as a result of a solid order book**
- **Robust growth pipeline**
- **Comprehensive preventive COVID-19 measures put in place to protect business operations**
- **Employee health and safety has always been a top priority**

PYX Resources Ltd (PYX or the Company) (**NSX: PYX**) is pleased to provide a business update, including its response to the ongoing COVID-19 pandemic.

We are pleased to confirm that PYX's financial position remains very favourable, with strong cash reserves at the end of March 2020. We have a solid order book, positive customer outlook for demand and a factory operating at maximum capacity until the end July 2020. The Company continues to work closely with its customers as usual, in order to meet their demand requirements.

The Company has been closely monitoring the development of COVID-19 and its spread around the globe since the beginning of January.

We are pleased to report that there have been no cases of COVID-19 at our operations or offices.

When confronted with the COVID-19 pandemic we moved quickly and with great care for the welfare of our staff, contractors and the communities we work in to ensure early preventive measures were put in place, modifying how the Company conducts its business. Following the World Health Organization (WHO) guidelines, PYX increased infectious disease education, preventive measures and protocols across the Company.

PYX has always made employee health and safety a top priority and we have taken extensive precautions in response to the COVID-19 pandemic including; international and domestic travel restrictions, work from home arrangements and supplemental health care - with a particular focus on our Kalimantan-based staff. The Company has hired additional resources to promote workplace respiratory hygiene, temperature checks and continuous communication in order to detect any possible symptoms immediately.

Commenting on the Company's business status and the measures implemented to deal with COVID-19, PYX Resources' Chairman and Chief Executive Officer, Oliver Hasler, said:

"While I am very pleased to acknowledge that there have been no COVID-19 cases within our operations, we will continue to remain vigilant by paying close attention to the rapidly changing landscapes we face, and the measures mandated by the national and provincial governments where we operate, while continuing to service our global customer base and meeting their demand. "PYX Resources' top priorities continue to be undertaking safe, high impact, responsible, value add activities and following a prudent Capex investment strategy."



PYX Resources moved quickly to ensure the safety and preparedness of its staff to deal with issues related to COVID-2019.

***** ENDS *****

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This announcement is authorised for release by Oliver B. Hasler, Chairman and Chief Executive Officer.

About PYX Resources

PYX Resources Limited (NSX: PYX) is a global producer of premium zircon listed on the National Stock Exchange of Australia. The Company's flagship asset is the Mandiri mineral sands deposit, located in the alluvium sediment rich region of Central Kalimantan, Indonesia. Boasting the world's 5th largest producing deposit of zircon, PYX is a large-scale, near-surface open pit operation in production since 2015 and with exploration to date validating the presence of additional valuable heavy minerals such as rutile, ilmenite among others within its mineral sands.

Mandiri Inferred Resource

The Mandiri mineral sands deposit hosts a 6 Mt Inferred JORC Resource of zircon. The Company originally announced this resource in its Prospectus released on NSX on 20 February 2020 and confirms that it is not aware of any new information or data that materially affects the information included in the Prospectus. All material assumptions and technical parameters disclosed in the Prospectus that underpin the estimate continue to apply and have not materially changed.

CAUTIONARY NOTE REGARDING FORWARD-LOOKING INFORMATION

This NSX Announcement contains forward-looking statements and forward-looking information within the meaning of applicable Australian securities laws, which are based on expectations, estimates and projections as of the date of this NSX Announcement.

This forward-looking information includes, or may be based upon, without limitation, estimates, forecasts and statements as to management's expectations with respect to, among other things, the timing and amount of funding required to execute the Company's exploration, development and business plans, capital and exploration expenditures, the effect on the Company of any changes to existing legislation or policy, government regulation of mining operations, the length of time required to obtain permits, certifications and approvals, the success of exploration, development and mining activities, the geology of the Company's properties, environmental risks, the availability of labour, the focus of the Company in the future, demand and market outlook for precious metals and the prices thereof, progress in development of mineral properties, the Company's ability to raise funding privately or on a public market in the future, the Company's future growth, results of operations, performance, and business prospects and opportunities. Wherever possible, words such as "anticipate", "believe", "expect", "intend", "may" and similar expressions have been used to identify such forward-looking information.

Forward-looking information is based on the opinions and estimates of management at the date the information is given, and on information available to management at such time. Forward looking information involves significant risks, uncertainties, assumptions and other factors that could cause actual results, performance or achievements to differ materially from the results discussed or implied in the forward-looking information. These factors, including, but not limited to, fluctuations in currency markets, fluctuations in commodity prices, the ability of the Company to access sufficient capital on favourable terms or at all, changes in national and local government legislation, taxation, controls, regulations, political or economic developments in Indonesia and Australia or other countries in which the Company does business or may carry on business in the future, operational or technical difficulties in connection with exploration or development activities, employee relations, the speculative nature of mineral exploration and development, obtaining necessary licenses and permits, diminishing quantities and grades of mineral reserves, contests over title to properties, especially title to undeveloped properties, the inherent risks involved in the exploration and development of mineral properties, the uncertainties involved in interpreting drill results and other geological data, environmental hazards, industrial accidents, unusual or unexpected formations, pressures, cave-ins and flooding, limitations of insurance coverage and the possibility of project cost overruns or unanticipated costs and expenses, and should be considered carefully. Many of these uncertainties and contingencies can affect the Company's actual results and could cause actual results to differ materially from those expressed or implied in any forward-looking statements made by, or on behalf of, the Company. Prospective investors should not place undue reliance on any forward-looking information.

20 April 2020

Although the forward-looking information contained in this NSX Announcement is based upon what management believes, or believed at the time, to be reasonable assumptions, the Company cannot assure prospective purchasers that actual results will be consistent with such forward-looking information, as there may be other factors that cause results not to be as anticipated, estimated or intended, and neither the Company nor any other person assumes responsibility for the accuracy and completeness of any such forward-looking information. The Company does not undertake, and assumes no obligation, to update or revise any such forward-looking statements or forward-looking information contained herein to reflect new events or circumstances, except as may be required by law.

No stock exchange, regulation services provider, securities commission or other regulatory authority has approved or disapproved the information contained in this NSX Announcement.