

PYX Resources Awards Key Contract related to Mandiri's Premium Zircon Production Increase to Meet Customers' Demand

HIGHLIGHTS

- **The contract award is evident of PYX's commitment to expanding processing capacity and accelerating production growth at its world-class Mandiri asset to 24,000 tonnes (t) per year.**
- **PYX is a leading global producer of premium zircon. The Company has engaged in mining and processing activities on its Mandiri mineral sands deposit in Central Kalimantan, Indonesia since 2015.**
- **The Mandiri asset contains 6 Mt of Inferred Resources of zircon, largest discovery since 2012.**
- **PYX produces premium quality zircon with the highest Heavy Mineral assemblage value amongst its peers.**
- **Substantial upside potential embedded within the current exploration and exploration programme.**

Newly-listed PYX Resources Limited (NSX: PYX, or "the Company") is pleased to announce that it has awarded a consulting contract to Jakarta-based Resindo Resources and Energy, a well-established and renowned engineering consulting firm, for the acquisition of a Mine Field Unit for the next stage of expansion at PYX's world-class Mandiri mineral sands deposit in Indonesia. The addition of the Mine Field Unit will allow PYX to increase its capacity at Mandiri and produce 24,000 t yearly of premium zircon for the global market.

The contract award follows the recent successful completion of the first phase of engineering studies of Mandiri's fleet and mining equipment undertaken by MSP Engineering Pty Ltd., based in Perth, Western Australia.

After detailed analysis of those engineering studies, PYX has selected the in-pit Pre-Concentrator wet plant processing option.

Based on discussions with consultants, PYX's preference is for the processing plant to be based on vendor-provided skids that will be relocatable across the mining area over time with the necessary supporting infrastructure established.

Resindo's scope of works for the consulting project will include, but are not confined to: all engineering aspects, cost control, procurement and logistics works.

The fleet and mining equipment contract award is valued at AU\$5.2 million and scheduled to be completed by the 3rd calendar quarter of 2020.

PYX's Chairman and Chief Executive Officer, Oliver Hasler, said:

“During our highly successful IPO and again upon listing on NSX, PYX highlighted a stated strategy to significantly expand the output of our world-class Mandiri asset, and this important contract announcement sends a clear message that we are moving forward down that growth path.”



Chairman and CEO Oliver Hasler at the Mandiri mine site in February 2020.

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For more information:

info@pyxresources.com

Tel.: +61 2 8823 3132

About Resindo Resources and Energy

Resindo is a specialized Indonesian project and technology company, comprising of long-term personnel from Indonesia, Australia and the region nearby who are experienced in all aspects of successful project design and development for the Mining, Power Generation and Oil & Gas sectors. Resindo is ISO 9001 Quality Management, ISO 14001 Environmental Management and ISO 18001 Occupational Health & Safety certified.

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 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.

CAUTIONARY NOTE REGARDING FORWARD-LOOKING INFORMATION

This news release 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 news release.

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, 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.

Although the forward-looking information contained in this news release 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 news release.