

PYX Signs Binding Zircon Offtake Agreement With China's Qingyuan Jinsheng ZR&TI Resources Co. Ltd

HIGHLIGHTS

- **PYX signs binding Offtake Agreement with China's Qingyuan Jinsheng ZR&TI Resources Co. Ltd for 6,000 tons of premium zircon.**
- **Initial two-year agreement signed with leading global zircon specialist.**
- **PYX is a leading global producer of premium zircon. The Company's Mandiri asset has engaged in mining and processing activities at its Mandiri mineral sands deposit in Central Kalimantan, Indonesia since 2015.**
- **PYX produces premium quality zircon with the highest Heavy Mineral value assemblage amongst its peers.**
- **Substantial upside potential remains within the current exploration, exploitation and production programme.**

PYX Resources Ltd (PYX or the Company) (**NSX: PYX**) is pleased to announce the Company has entered into a binding Offtake Agreement with leading global zircon trading group Qingyuan Jinsheng ZR&TI Resources Co. Ltd (Jinsheng) for 250 tons per month of premium quality zircon over a two-year period.

Commenting on execution of the Offtake Agreement with Qingyuan Jinsheng ZR&TI Resources Co. Ltd, PYX Resources Chairman and Chief Executive Officer, Oliver Hasler, said: *"I am delighted that we have been able to finalise this Offtake Agreement with such a well-respected and one of the biggest zircon specialist in China such as Qingyuan Jinsheng ZR&TI Resources Co. Ltd."*

PYX will provide the premium quality zircon from its world-class Mandiri asset in Indonesia. The Company recently announced the award of an initial contract for the acquisition of a Mine Field Unit to significantly expand production capacity at the Central Kalimantan tenement to 24,000 tons per year.

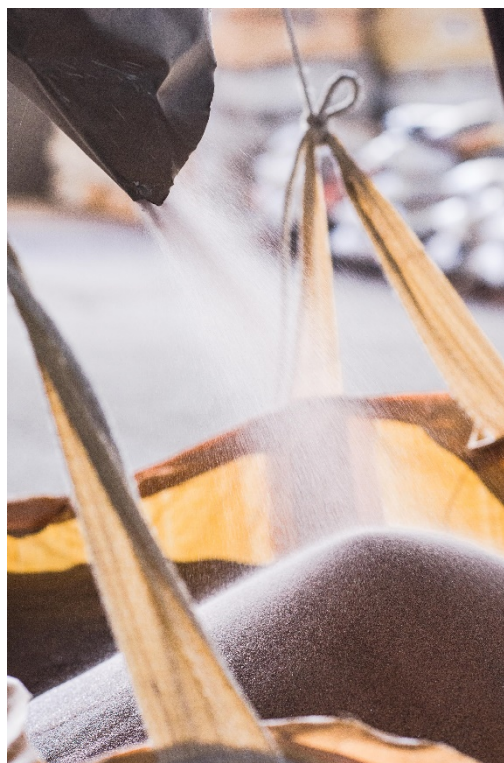
The negotiation of the Offtake Agreement was overseen by the Company's Chairman and Chief Executive Officer, Oliver Hasler who said: *"I am very pleased for our Company and all stakeholders to be able to announce such positive progress. This Offtake Agreement also supports our decision to fast-track the expansion of our processing capacity and accelerate production growth at our world-class Mandiri asset. This agreement enables the Company to significantly expand its position in this key market. China represents 47% of the global zircon demand."*

Under the terms of the Offtake Agreement, PYX will deliver the product to Qingyuan/Huangpu Port, China, as requested by the buyer. Orders shall be placed by the buyer and accepted by the seller 60 days before each delivery.

Pricing under the Offtake Agreement shall be the prevailing US\$ market price for zircon.

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The execution of the Offtake Agreement represents a major agreement to be entered into by the Company, in addition to its existing global customers, since it completed its recent, highly successful IPO and listing on the National Stock Exchange (NSX) of Australia.



Chairman & CEO Mr Oliver Hasler at the Mandiri premium zircon separation plant.

***** ENDS *****

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

About Qingyuan Jinsheng ZR&TI:

Qingyuan Jinsheng Zirconium and Titanium Resources Co. Ltd (Jinsheng) is located in Yingfu industrial park, Guangdong Province, Qingyuan City, China. Established in 2008, Jinsheng has developed into a modernised enterprise integrating both powder processing and beneficiation. The yield of beneficiation is 40,000 tons/year of zirconium powder and zirconium silicate powder.

Jinsheng manages two series of products. The first one is Zirconium series, which include Zirconium sand, Zirconium powder and fine powder, zirconium silicate and zirconia. The second one is titanium series, including ilmenite and rutile. Those products are widely applied in industry of glass, ceramics, foundry, refractory, chemical engineering, grinding, etc. Among them, zirconium sand and zirconium silicate are of top quality in China.

Simultaneously, Jinsheng can meet the highest requirements of customers through custom production.

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, Mandiri 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 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

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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.

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.