

29 May 2024

DUNDAS OBTAINS A 1.5% NSR ON FUTURE PRODUCTION FROM WC1 SALE TENEMENTS



Directors

Non-Executive Chairman

Mark Chadwick

Managing Director

Shane Volk

Non-Executive Director

Tim Hronsky

Company Secretary

Shane Volk

Issued Capital (ASX: DUN)

Ordinary Shares: 79,078,589

Unlisted Options: 14,000,000

Highlights

- Two-year retained exploration rights converted to a 1.5% net smelter royalty (NSR)
- NSR payable on the value of all future nickel, copper or gold produced from the tenements, net of allowable deductions
- The NSR is applicable for the life of the tenements

Dundas Minerals Limited (ASX: DUN) (“Dundas”, “Dundas Minerals” or “the Company”) is pleased to announce that it has reached agreement with ASX listed West Cobar Metals (ASX: WC1), to convert the 2-year nickel, copper and gold exploration rights that Dundas had retained for three exploration licences (tenements) sold to WC1 in September 2023, to a 1.5% net smelter royalty (NSR). The 2-year exploration rights were due to expire in September 2025 (refer to ASX announcement 25 September 2023, for details).

The 1.5% NSR is payable on the value, net of allowable deductions, from any future nickel, copper or gold that may be produced from the tenements (Figure 1). The NSR rights are for the life of the tenements, including any renewals and/or conversions to mining licences.

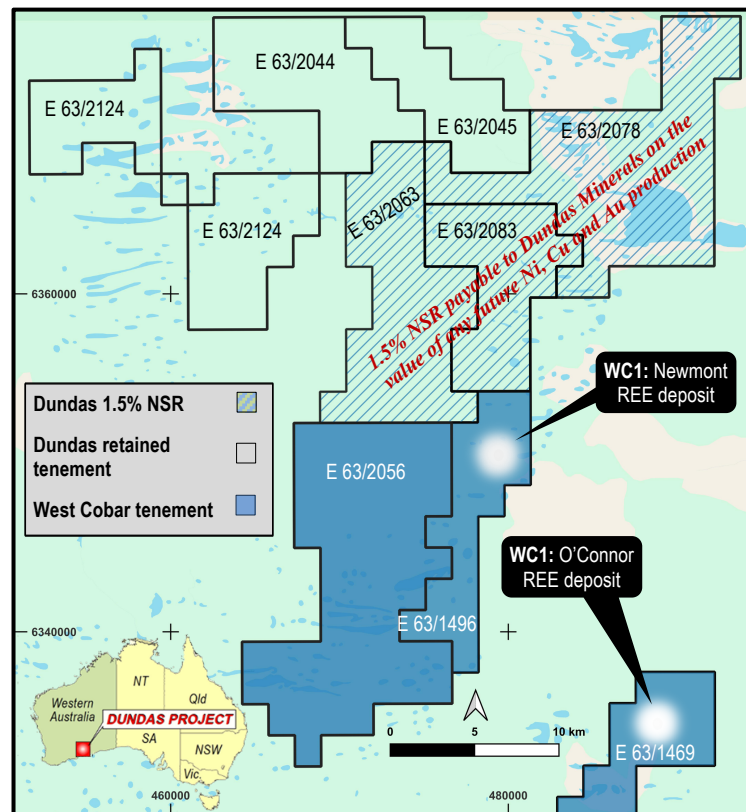
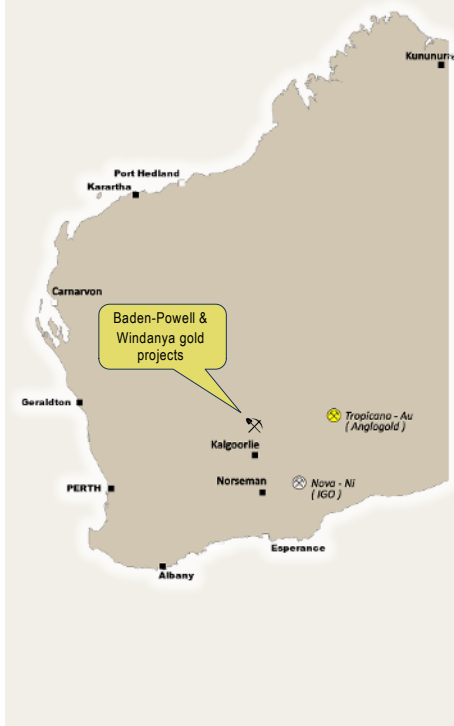


Figure 1: Dundas Project exploration licences (DUN and WC1)

Commenting on the conversion of the two-year exploration rights to a net smelter royalty, Dundas managing director Shane Volk said *“This agreement is a win-win for both companies. For Dundas, it allows us to focus on our gold exploration in the Kalgoorlie region by removing the constraint of having to also fund exploration on the three tenements sold to WC1 within the next 18 months to take advantage of the 24-month retained exploration rights period. For WC1, this agreement provides it with the opportunity to expand its exploration footprint to include nickel, copper and gold within the three tenements.*

Dundas Minerals also owns 5 million shares of West Cobar Metals as a result of the September 2023 tenement sale, and it retains three exploration licences within the Dundas project area. Two of the licences that Dundas has retained are contiguous to the exploration licences that the WC1 NSR applies to.”

Summary of Key Terms

1. **NSR Tenements:** As detailed in Table 1.
2. **Royalty:** 1.5% of the Net Smelter Returns
3. **Net Smelter Returns:** is the amount of the proceeds actually received from the sale of the Retained Minerals (nickel, copper and gold), less the Allowable Deductions.
4. **Allowable Deductions:** are all costs, charges and expenses paid, incurred, or deemed incurred with respect to the NSR minerals, customary for this type of agreement, including such items as: charges for treatment in the smelting, refining, solution extraction, electrowinning and other beneficiation processes; costs of transportation; costs or charges of any nature for or in connection with insurance, security, storage, or representation; sales costs, and reasonable marketing, representation, agency and brokerage costs; ad valorem taxes, and any taxes on or measured by mineral production; and royalties or similar payments payable to government.

Table 1: NSR Tenements

Tenement	Holder	Area (km ²)	Grant Date	Expiry Date
E 63/2083	West Cobar Metals	63.36	05/10/2021	04/10/2026
E 63/2078	West Cobar Metals	135.46	17/09/2021	16/09/2026
E 63/2063	West Cobar Metals	95.03	28/04/2022	27/04/2027

Authorised by: Shane Volk – Managing Director

About Dundas:	Dundas Minerals Limited (ASX: DUN) is a battery-minerals and gold focussed exploration company exploring in the gold-rich Kalgoorlie region, and southern Albany-Fraser Orogen, Western Australia. In the Kalgoorlie region the Company has an option agreement with ASX listed Horizon Minerals Limited (ASX: HRZ) to acquire an 85% interest in two gold projects, Windanya (25,000oz Au inferred gold resources), and Baden-Powell (23,000oz Au inferred gold resources), and in the southern Albany-Fraser the Company holds various exploration licences and exploration rights for gold, copper and nickel.
Capital Structure:	Ordinary shares on issue (DUN): 79,078,589; Unlisted Options: 3,000,000 (Exp. 3-11-24 Ex. \$0.30); 4,000,000 (Exp. 1-7-24 Ex. \$0.25 & \$0.30); 5,000,000 (Exp. 1-7-26 Ex. \$0.25 & \$0.30); 2,000,000 (Exp. 10-11-26 Ex. \$0.25 & \$0.30)

DISCLAIMERS AND FORWARD-LOOKING STATEMENTS

This announcement contains forward looking statements. Forward looking statements are often, but not always, identified by the use of words such as "seek", "target", "anticipate", "forecast", "believe", "plan", "estimate", "expect" and "intend" and statements that an event or result "may", "will", "should", "could" or "might" occur or be achieved and other similar expressions.

The forward-looking statements in this announcement are based on current expectations, estimates, forecasts and projections about Dundas and the industry in which it operates. They do, however, relate to future matters and are subject to various inherent risks and uncertainties. Actual events or results may differ materially from the events or results expressed or implied by any forward-looking statements. The past performance of Dundas is no guarantee of future performance.

None of Dundas's directors, officers, employees, agents or contractors makes any representation or warranty (either express or implied) as to the accuracy or likelihood of fulfilment of any forward-looking statement, or any events or results expressed or implied in any forward-looking statement, except to the extent required by law. You are cautioned not to place undue reliance on any forward-looking statement. The forward-looking statements in this announcement reflect views held only as at the date of this announcement.