

14<sup>TH</sup> JANUARY 2020

## Full Tenement Permitting Completed

## Third Mining Concession Issued for the Mutamba Heavy Mineral Sands Project, Mozambique

Savannah Resources plc (AIM: SAV, FWB: SAV and SWB: SAV), is pleased to announce that the Minister of Mineral Resources and Energy in Mozambique has issued Mining Licence 9228C ('Licence 9228C' or the 'Concession') to Mutamba Mineral Sands S.A. This completes the grant of the three core, contiguous concessions in the Mutamba Heavy Mineral Sands Project in Mozambique ('Mutamba' or the 'Project'), over which the Company operates a joint venture with mining major Rio Tinto.

### Highlights

- Licence 9228C issued, covering 11,807 hectares ('ha') and valid to September 2044, with the possibility of an additional 25-year extension
- Licence 9228C is part of Mutamba, which contains an Indicated and Inferred Mineral Resource of 4.4Bt, grading 3.9% total heavy minerals
- Licence 9228C is the third and final of three contiguous concessions and completes the full tenement permitting of Mutamba
- The Concession is close to the Port of Inhambane and has a daily air service, a reliable power supply and excellent road connections

**David Archer, Savannah's Chief Executive Officer said:** *"The issue of Licence 9228C by the Government of Mozambique completes the licensing process for the three core Mutamba concessions. The process has been rigorous and demanding but we have now achieved one of the most important milestones in the orderly progression towards mine development. In the short term, our focus will be to continue to progress the Mutamba Pre-Feasibility Study ('PFS') towards completion, which, upon delivery, will trigger the increase in our interest in the Project from 20% to 35%. With an Indicated and Inferred Mineral Resource of 4.4Bt at 3.9% total heavy minerals, the global significance of the opportunity is clear and compelling."*

**Further Information:**

Savannah is the operator of Mutamba, which is held in joint venture with Rio Tinto. Savannah currently holds a 20% interest in the Project and will increase this to 35% upon delivery of the PFS, which is currently underway, and ultimately to 51% upon delivery of a Feasibility Study.

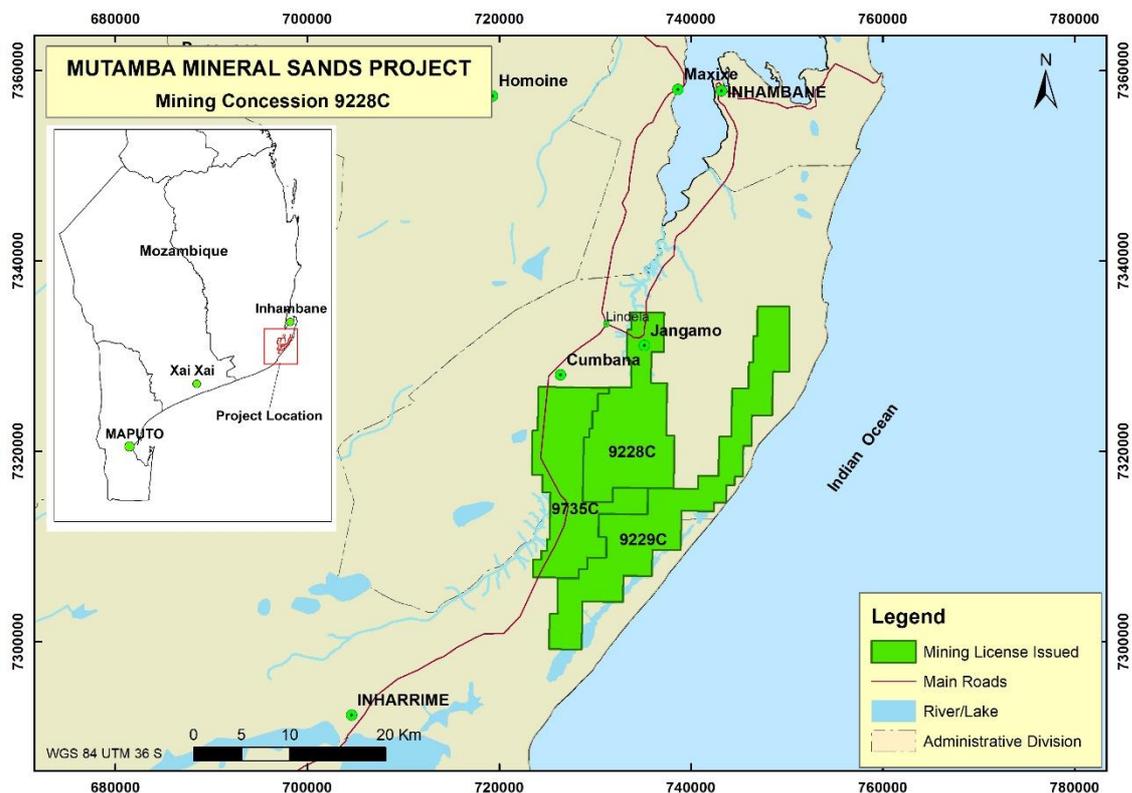
The Project contains a JORC compliant Indicated and Inferred Mineral Resource of 4.4Bt, grading 3.9% total heavy minerals. It consists of three concessions, including Licence 9228C, which has now been issued with a mining licence valid to September 2044 with the possibility of an additional 25-year extension. See Table 1 for a full status on the Mining Licence/Application Details of all four concessions.

The mining concessions are well served by road and air transport and are situated near the Port of Inhambane. A 30MVA electricity substation was inaugurated in January 2019 and sits at the edge of the Project area. In addition, there is a 32MVA electricity substation less than 100km away in the town of Massinga.

**Table 1.** Mining Licence / Application Details

<b>Mining Concession Number</b>	<b>Mining Concession Name</b>	<b>Area in Hectares</b>	<b>Area in Sq. Kilometres – km2</b>	<b>Expiry Date</b>	<b>Status</b>
9935C	Jangamo Matilda	11,948	119.48	09/04/2044	Licence Issued
9228C	Jangamo Rio	11,807	118.07	03/09/2044	Licence Issued
9229C	Dongane	16,126	161.26	06/05/2044	Licence Issued
9230C	Chilubane	13,797	137.97	-	Under Consideration

**Figure 1. Map of the Mutamba Project Area**



**Competent Person and Regulatory Information**

The information in this announcement that relates to exploration results is based upon information compiled by Mr. Dale Ferguson, Technical Director of Savannah Resources Limited. Mr. Ferguson is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM) and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2012 edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves” (JORC Code). Mr. Ferguson consents to the inclusion in the report of the matters based upon the information in the form and context in which it appears.

This announcement contains inside information for the purposes of Article 7 of Regulation (EU) 596/2014.

**\*\*ENDS\*\***

For further information please visit [www.savannahresources.com](http://www.savannahresources.com) or contact:

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## **About Savannah**

Savannah is a diversified resources group (AIM: SAV) with a portfolio of energy metals projects - lithium in Portugal and copper in Oman - together with the world-class Mutamba Heavy Mineral Sands Project in Mozambique, which is being developed in a consortium with the global major Rio Tinto. The Board is committed to serving the interests of its shareholders and to delivering outcomes that will improve the lives of the communities we work with and our staff.

The Company is listed and regulated on AIM and the Company's ordinary shares are also available on the Quotation Board of the Frankfurt Stock Exchange (FWB) under the symbol FWB: SAV, and the Börse Stuttgart (SWB) under the ticker "SAV".