

## SECURITIES EXCHANGE ANNOUNCEMENT

24 May 2017



### KARARA PROJECT FUNDING UPDATE

Gindalbie Metals Limited (ASX: GBG – “Gindalbie”) has received the following update on the Karara Project (Ansteel: 52.16%; Gindalbie: 47.84%) from Karara Mining Limited (“KML”).

#### US\$300M Loan Facility extension

- KML has extended the Facility Agreement with China Merchants Bank (CMB) –US\$300 million Fixed Term Loan Facility (“Facility”) (see ASX Release – 13 May 2014). The loan facility was due for repayment in April 2017 and has been extended for another 12 months to April 2018.
- The Deed of Amendment was executed on 12 April 2017. KML also executed a Tripartite Agreement (KML, CMB Anshan Branch and Anshan Iron and Steel Group Co Ltd) with regard to the bank guarantee charges related to the CMB loan extension on 12 April 2017
- Gindalbie no longer has a contingent liability with respect to the shareholder guarantee provided by the company to Ansteel for this term loan.

**ENDS**

#### On behalf of:

Mr Keith Jones

Chairman

Ms Rebecca Moylan

Company Secretary

Telephone: +61 8 9480 8700

[www.gindalbie.com.au](http://www.gindalbie.com.au)