



30 September 2020

COMPLETION OF SALE OF SECOND FORTUNE FOR \$9 MILLION

Anova Metals Limited (ASX:AWV) (**Anova** or the **Company**) refers to its previous announcement of 26 August 2020 and advises that it has completed the divestment of the Second Fortune Gold Mine (and the greater Linden Gold Project) to the Linden Gold Alliance Pty Ltd.

Total cash consideration for the sale is A\$9 million, comprised of \$5 million in upfront cash consideration and \$4 million in deferred cash consideration. Anova confirms that it has received the remaining \$4.5 million in upfront cash consideration payable upon completion, in addition to the \$0.5 million that was received upon execution of the Share Sale Agreement on 26 August 2020.

The Company will receive a further two instalments of \$2.0 million in deferred cash consideration payable in 18-months and 24-months, respectively. Payment of the deferred consideration is unconditional except as to time. Payment of the deferred consideration is secured by general security deed.

Anova will also receive a NSR of 1.5% on each ounce of gold produced from the Linden Gold Project after a total of 75,000 cumulative ounces of gold have been produced from the Project, capped at a total royalty payable of \$1 million. Following total royalty payments of \$1 million, the NSR will reduce to a 1.00% NSR on every ounce of gold produced.

Anova Managing Director, Dr Mingyan (Joe) Wang said “the sale of Second Fortune is another key milestone in Anova’s strategy to focus on, and rapidly add value, to the Big Springs Gold Project. The sale of Second Fortune simplifies Anova’s corporate structure to align with its skill-set and strategy to rapidly grow the Big Springs Resource base and provides significant funding for future exploration programs at Big Springs. The Company is in a strong financial position with approximately \$7 million in cash and no debt.”

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