



Heron Resources Limited

ASX Release

16 July 2021

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ABN: 30 068 263 098

Heron Resources Enters Voluntary Administration

Heron Resources Limited (administrators appointed) (ASX:HRR, “Heron” or the “Company”) announces that effective from 8:00am today it has entered voluntary administration.

Heron's Board of Directors have today appointed Chris Hill, David McGrath and Mike Ryan of FTI Consulting as voluntary administrators of the Company and its subsidiaries in the attached list (together, “Group Companies”).

The appointments follow a resolution by the Company's directors that the Company has been unable to secure a suitable transaction through the Strategic Process announced in August 2020. Since that time, Heron and its advisors have conducted a comprehensive and wide ranging process, engaging with more than 90 organisations, in an effort to secure a suitable outcome for its stakeholders and establishing a pathway to restart the Company's Woodlawn Zinc-Copper Mine.

With creditor forbearance coming to an end next month, and none of the alternatives investigated during the Strategic Process being capable of implementation before then given the current capital structure of the Company, the appointment of administrators to the Group Companies has been made with a view to effecting a restructure and re-capitalisation through the administration process. The Board of Directors expects the administrators will progress restructure proposals with various parties, including new and existing stakeholders and the secured lender.

Administrator, Mr Chris Hill said *“Our intention is to continue the care & maintenance regime for the Woodlawn mine whilst we undertake a process to restructure and refinance the business, with the objective of bringing it out of administration as soon as possible. We are committed to working with the Heron management team and will shortly commence a process seeking interest from parties for the participation in the Company's re-capitalisation.”*

Heron's Board of Directors would like to thank its employees, counterparties and shareholders for their support to date, and particularly during the difficult circumstances since the outbreak of COVID-19 during the Woodlawn ramp up and the placing of the mine into care and maintenance. The administrators will be in direct contact with creditors and key stakeholders in the Group Companies and will make further announcements when there are material developments.

Group Companies

- Heron Resources Limited ACN 068 263 098 (administrators appointed)
- Woodlawn Mine Holdings Pty Ltd ACN 612 657 164 (administrators appointed)
- Tarago Operations Pty Limited ACN 127 810 413 (administrators appointed)
- Ochre Resources Pty Ltd ACN 112 833 351 (administrators appointed)
- Tarago Exploration Pty Ltd ACN 115 529 112 (administrators appointed)
- Hampton Nickel Pty Ltd ACN 100 180 498 (administrators appointed)

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