

26<sup>th</sup> October 2021



# Market Announcement

## Bluff Sales Process Binding Agreement

MACA Limited ('MACA') (ASX:MLD) is pleased to advise that it has signed a binding agreement to divest the Bluff PCI Mine in Queensland to Bowen Coking Coal Ltd ('Bowen') (ASX: BCB).

Under the terms of the transaction documents, MACA will receive:

1. Cash and/or shares at Bowen's election of AUD \$5M, less a AUD \$250,000 cash deposit;
2. Release of an environmental financial assurance bond (c.AUD \$4.6M);
3. AUD \$2 per tonne royalty to the extent coal from the mine is sold at \$120 USD per tonne or greater capped at \$10M;
4. AUD \$5 per tonne royalty to the extent coal sold from the mine exceeds \$150 USD per tonne uncapped; and
5. AUD \$5 per tonne royalty to the extent coal sold from the mine exceeds \$200 USD per tonne uncapped.

The PCI Coal market has improved significantly in recent weeks with all three tiers of the royalty payable at current prices.

Completion is expected to occur before the end of this calendar year, and is conditional upon the required regulatory approvals for the transfer of the assets being obtained (including Ministerial consent to the transfer of the Bluff PCI Mine tenements).

The process for realising value from the remaining assets of Carabella, being the greenfields Grosvenor West hard coking coal project, remains ongoing. MACA will update the market as and when this sales process progresses.

This ASX announcement has been authorised for release by the Board of MACA Limited.

## Market Announcement



**For further information please contact:**

**Mike Sutton**

CEO & Managing Director

MACA Limited

(08) 6242 2600

**Peter Gilford**

Company Secretary

MACA Limited

(08) 6242 2600

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

**About MACA** | MACA Limited is an ASX-listed contracting group providing services to the mining and construction industries. Employing in excess of 3,000 people, MACA specializes in contract mining and crushing, civil construction and infrastructure maintenance, and mineral processing solutions.