



Bounty Mining Limited

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ACN: 107 411 067

27 September 2019

ASX Announcement

Free Cash Flow Covenant Not Met

Bounty has been required to meet a monthly Free Cash Flow covenant since 1 February 2019 under the terms of the Loan Facility Agreement dated 27 December 2018 with its major shareholder Amaroo Blackdown Investments, LLC (**Amaroo**). Failure to meet the covenant is an event of default under the Loan Facility Agreement.

Under the terms of the Loan Facility Agreement, if Amaroo notifies a default of the Free Cash Flow covenant (and does not waive the default), Amaroo can require Bounty to repay the outstanding loan within 30 days.

On 16 September 2019, the parties determined that Bounty had not met this covenant for the month of August 2019 and Bounty immediately requested a waiver from Amaroo.

Today, Bounty received a letter from Amaroo notifying Bounty of the event of default. The letter did not provide the requested waiver. The letter confirms that Amaroo reserves all of its rights and remedies under the various Agreements between Bounty and Amaroo. The loan facility is currently due for repayment on 30 September 2019, with any extension subject to shareholders approving the resolutions proposed at the general meeting to be held on 30 September 2019.

Further information:

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