



6 November 2018

ASX Market Announcements

Via e-lodgment

RDG TO PROVIDE AUD\$1.5M LOAN FACILITY TO BULLSEYE MINING LTD

The Board of Resource Development Group Limited (RDG or Company) refers to its previous announcement dated 8 September 2018 in relation to the execution of a binding term sheet with unlisted public company Bullseye Mining Limited (BML) to subscribe for a 30% interest in a new company to be incorporated (BML NewCo). BML NewCo will hold 100% interest in 36km² of mining leases (BML NewCo Project) currently owned by BML, as part of the North Laverton Gold Project. The transaction between the Company and BML is known as the “Proposed Transaction”.

The Board advises that good progress is being made in relation to satisfying various conditions contained in the term sheet by both the Company and BML.

In order to assist BML to fund various costs within its business and in anticipation of it raising further capital, RDG has agreed to provide a loan facility of \$1.5m, on the following terms:

- Loan Facility:** AUD\$1.5m
Interest rate: 6% per annum, accrued daily
Repayment Date: The earliest of the following: -
- a) 10 business days after the completion of a capital raising by BML where it raises at least \$6m;
 - b) 30 days after the date the BML Board votes against proceeding with the Proposed Transaction;
 - c) The date which is 10 Business Days after the completion of the Proposed Transaction; and
 - d) 10 July 2019.
- Security:** First ranking registered mortgage granted by BML over its right, title and interest in Mining Lease M37/1167 (which holds the Bungarra gold deposit) under the *Mining Act 1978 (WA)*.

END

Michael Kenyon
Company Secretary

For further information, please contact Michael Kenyon on (08) 9443 2928 or at michael.kenyon@resdevgroup.com.au