



## RECEIVERS AND MANAGER APPOINTED

BCD Resources NL (ASX: BCD) in accordance with listing Rule 3.1 announce the appointment of Receivers and Manager Messrs Chris Palmer and Bryan Collis of O'Brien Palmer Insolvency and Business Recovery, Sydney, acting on behalf of MKS Precious Metals (formerly MKS Capital Limited).

BCD has a \$3 million dollar facility with MKS Precious Metals (formerly MKS Capital Limited). MKS Precious Metals (formally MKS Capital Pty Limited) is a related party, a company associated with BCD Chairman, Mr Clive Carroll.

BCD will remain in voluntary suspension throughout the appointment of the Receivers and Manager and will continue to consider updated Project Capex and commissioning funding requirements in relation to the Lorena Gold Project at Cloncurry.

BCD has a 50/50 joint venture to develop and operate the Lorena Gold Project with Malachite Resources Limited (ASX: MAR) (Malachite). BCD has recently requested that the current joint venture agreement be restructured and that Malachite provides their interest in the Mining Leases as additional security to assist BCD in acquiring necessary additional funding, these negotiations will be ongoing.

BCD confirms the following key points in respect of the Lorena Gold Project:

- Volga Elderberry Pty Ltd, a wholly owned subsidiary of Malachite, currently holds 100% unencumbered ownership of the Mining Leases relating to the Lorena Gold Project.
- In accordance with the terms of the joint venture agreement between the parties BCD has not yet earned its 50% interest in the project as it has not met its obligation to fund project development through to the completion of construction and commissioning of a plant to produce a gold concentrate for transportation and processing at BCD's facility in Tasmania.
- The project remains robust with key operating parameters improved from the initial feasibility work. This includes a strong A\$ gold price and a lower diesel price.
- The Lorena gold project has additional gold resource potential at depth.

### **About the Lorena Project**

The Lorena Gold Project is located about 15km east of Cloncurry in northwest Queensland.

A flotation production facility at Lorena to process 120,000 tonnes per annum of ore is under constructed to produce a gold concentrate.

It is expected that in the first year of production the Lorena project will produce around 30,000 ounces of recovered gold from an open cut operation at an all in cash cost of around A\$900/oz. The Lorena gold project has potential for resource extensions at depth; which requires confirmation by drilling which is expected to occur as soon as funding allows.

For further information, please contact, BCD Resources NL on (03) 6383 6500 or by email at [enquiries@bcdresources.com.au](mailto:enquiries@bcdresources.com.au)