



INCA MINERALS LTD

ACN: 128 512 907

ASX ANNOUNCEMENT

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INCA AGREES US\$9 MILLION EARN-IN AMOUNT

Following on from Inca Minerals Limited's (**Inca** or **Company**) ASX announcement 22 August 2018, the Company is pleased to update the market regarding its Earn-in Agreement (**Agreement** or **EIA**) negotiations with South32 in relation to Inca's Greater Riqueza Project (**Riqueza**).

As noted in Inca's 22 August 2018 announcement, Inca and South32 are currently negotiating an EIA under which, *inter alia*, South32 is to acquire a 60% interest in Riqueza at the end of the first phase of the earn-in acquisition (**Phase 1**) for an amount between US\$8 million – US\$10 million (**Phase 1 Funding**). At that stage, the exact quantum of the Phase 1 Funding was yet to be agreed as was the exact period of time attaching to Phase 1.

Inca can now advise that, subject to agreement on all other terms in the EIA:

- South32 will provide Phase 1 Funding of US\$9 million; and
- The Phase 1 Funding of US\$9 million is to be provided over 4 year period on completion of which South32 acquires a 60% interest in Riqueza.

Exploration planning, due diligence and detailed negotiations are advanced and ongoing. By mutual consent, the 90-day negotiation period has been extended to 15 March 2019.

As noted above and in Inca's 22 August 2018 announcement, execution of the EIA is subject to agreement on all outstanding terms including South32's satisfaction with the results of all technical, commercial and legal due diligence.

"Earn-in negotiations are progressing very well" says Inca's Managing Director, Mr Ross Brown. "The process between Inca and South32 is collaborative and considered, and reflects the importance of this agreement for Inca in both the near-term and long-term."

Justin Walawski
Director & Company Secretary