

SHEFFIELD MANDATES TAURUS FOR US\$10M BRIDGE FACILITY

Sheffield Resources Limited (“Sheffield”, “the Company”) (ASX: SFX) is pleased to advise that it has mandated Taurus Mining Finance Fund and Taurus Mining Finance Annex Fund (Taurus) to provide a US\$10 (A\$14M) million bridging finance facility (Facility).

This 18-month Facility enables the strategic partner process to run its course in parallel with an update to the Bankable Feasibility Study (BFS) for the Thunderbird Mineral Sands Project (Thunderbird). As per the Company’s ASX announcement of 11 June 2019, preliminary investigations indicate potential for substantial improvements to Thunderbird’s project economics, enabling a material reduction to the Stage 1 capital expenditure and targeting a significant reduction to the projected equity funding requirement. The BFS update is expected to be completed during Q3 2019.

This BFS update also addresses updates to Ore Reserves, product offtake, commodity pricing, consumables and other commercial elements, many of which have moved positively since the BFS was completed more than two years ago.

Commenting on the mandate, Sheffield’s Managing Director, Bruce McFadzean, said:

“This additional Facility provided by Taurus is further endorsement and support for Thunderbird as a tier 1 asset in a tier 1 jurisdiction in a very positive mineral sands sector. We remain excited by the opportunities presenting from the BFS update and the strategic partner process and we look forward to updating the market as they progress”.

Taurus Chief Investment Officer Michael Davies commented, *“We are delighted to provide an additional Facility to support the ongoing strategic partner process and finalisation of the BFS update. This is an important Australian project that will see benefits particularly to the people of the State of Western Australia and the Kimberley communities for decades to come”.*

Key terms for the Facility agreed with Taurus are described in Schedule 1. Execution of the Facility is subject to customary conditions precedent and provides the Company with a competitive source of funding to progress its future near term activities as it seeks to secure a final investment decision for the development of Thunderbird.

ENDS

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SCHEDULE 1: KEY TERMS OF TAURUS US\$10M BRIDGE FACILITY

Facility Amount:	US\$10 million Bridge Facility
Tenor:	18 months
Security:	Secured
Availability:	From satisfaction of standard Conditions Precedent out to 15 months from signing of the Facility
Interest Rate:	9.5% p.a.
Front End Fee:	3% and 4.5m shares in the Borrower
Commitment Fee:	2% p.a.

ABOUT SHEFFIELD RESOURCES

Sheffield Resources Limited is focused on developing its 100% owned, world class Thunderbird Mineral Sands Project, located in north-west Western Australia. Sheffield continues to also assess other regional exploration opportunities.

THUNDERBIRD MINERAL SANDS

Thunderbird is one of the largest and highest grade mineral sands discoveries in the last 30 years.

Sheffield's Bankable Feasibility Study shows Thunderbird is a technically low risk, modest capex project that generates strong cash margins from globally significant levels of production over an exceptionally long mine life of 42 years.

Thunderbird will generate a high-quality suite of mineral sands products with specifications suited to market requirements. These products include Premium Zircon suitable for the ceramic sector and LTR Ilmenite which will be one of the highest-grade sulfate feedstocks available globally.

Thunderbird is located in one of the world's most attractive mining investment jurisdictions and is well placed to deliver long term, secure supply of high quality products to a range of potential customers.

The Company is targeting initial production in 2021. The initial planned production profile is aligned with consensus emerging supply deficit in global zircon markets.

ASX Code:	SFX	Market Capitalisation:	A\$94m
Issued shares:	260.6m	Cash (unaudited, 31 Mar 2019):	A\$5.8m