
NON-RENOUNCEABLE ENTITLEMENT OFFER RESULTS

Sheffield Resources Limited (“Sheffield” or “the Company”) (ASX: SFX) is pleased to announce the results of its 1 for 14 non-renounceable entitlement offer at an issue price of \$0.50 each on the basis of one New Share for every fourteen Shares held in the Company on the Record Date (Entitlement Offer).

Entitlement Offer results

The Entitlement Offer closing date was 21 March 2023 (Closing Date) and the maximum number of New Shares that could be issued under the Entitlement Offer was 24,804,400 (taking into account Ineligible Shareholders).

The Company received valid applications for 6,705,505 New Shares, representing \$3,352,753 of gross proceeds from Eligible Shareholders, inclusive of applications for Additional New Shares. Following the close of the Entitlement Offer (including the Additional New Shares), a shortfall of 18,098,895 New Shares (\$9,049,447) remains.

Sheffield wishes to thank all Eligible Shareholders that have participated in the Entitlement Offer.

New Shares and Additional New Shares will be issued to Eligible Shareholders on 27 March 2023.

Shortfall Placement

The remaining New Shares not applied for by Eligible Shareholders are capable of being placed by the Company (Shortfall Placement). The Company will provide a further update on the Shortfall Placement on 28 March 2023.

Sheffield Resources Executive Chair, Mr Bruce Griffin said, “We’re extremely encouraged by the support shown by our shareholders throughout the Share Placement and Entitlement Offer period. We look forward to the completion of construction activities at the Thunderbird Mineral Sands Project later this year.”

This ASX announcement has been authorised for release by the Company’s Board of Directors.

ENDS

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ABOUT SHEFFIELD RESOURCES

Sheffield Resources Limited is focused on assembling a portfolio of global mineral sands development and production assets to generate cash returns and growth.

Our core asset is our 50% investment in Kimberley Mineral Sands Pty Ltd (KMS), the owner of the world class Thunderbird Mineral Sands Project under development in north-west Western Australia.

Additionally, Sheffield executed a binding agreement in February 2023, providing the Company with an option to acquire up to an initial 20% interest in the South Atlantic Mineral Sands Project in Brazil.

KIMBERLEY MINERAL SANDS

Kimberley Mineral Sands Pty Ltd, (KMS) is a 50:50 Joint Venture between Sheffield and Yansteel. The joint venture owns and is developing the Thunderbird Mineral Sands Project and adjacent tenements on the Dampier Peninsula.

KMS is governed by a four person Board of Directors with Sheffield and Yansteel each nominating two directors. Key Joint Venture decisions require unanimous approval of both shareholders. KMS operates as a standalone entity with its own management and employees.

THUNDERBIRD MINERAL SANDS

The Thunderbird Mineral Sands Project ("Thunderbird") is one of the largest and highest grade mineral sands discoveries in the last 30 years. The 2022 KMS Bankable Feasibility Study shows Thunderbird is a technically low risk Project, that generates strong cash margins from globally significant levels of production over a decades long mine-life.

With operations forecast to commence in late 2023, Thunderbird is expected to generate a high-quality suite of mineral sands concentrate products suited to market requirements. These products include a zircon concentrate and a magnetic concentrate that contains a high quality ilmenite suitable smelting into chloride slag or for manufacturing titanium dioxide pigment.

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.

ABOUT YANSTEEL

Yansteel is a wholly-owned subsidiary of Tangshan Yanshan Iron & Steel Co., Ltd, a privately owned steel manufacturer headquartered in Hebei, China producing approximately 10mt per annum of steel products and has annual revenues of ~A\$6bn.

Construction of a 500ktpa integrated titanium dioxide processing facility including a titanium slag smelter has commenced by the company. This complex will consume the magnetic concentrate from Stage 1 of the Thunderbird Mineral Sands Project under a take or pay offtake agreement.

SOUTH ATLANTIC PROJECT

The South Atlantic Project is located in south east Brazil. Four main deposits have been identified within the project area: Retiro, Estreito, Capao do Meio and Bujuru with Exploration Targets developed for the Retiro and Bujuru deposits. The combined Exploration Target for Retiro and Bojuru is estimated between 500 and 720 Mt of material at an average grade of 4.0% to 3.2% HM.

The tenements are held by RGM. Sheffield entered into an option agreement with RGM in February 2023 with Sheffield to provide US\$2.5m to fund project related activities over an 18 month period and earn an option to acquire up to 20% of RGM with the payment of a further US\$12.5m (US\$15.0m in total) to acquire a 20% interest. Should Sheffield elect to exercise the option, subject to various conditions being satisfied, including project financing being obtained and all funds required for project construction being secured, Sheffield may exercise a further options to increase its interest in RGM up to 80%.