

24th December 2020

AGREEMENT TO ACQUIRE FAR NORTHERN RESOURCES

County International Limited (“County”) is pleased to announce that it has reached agreement with the shareholders of Far Northern Resources Ltd (“FNR”) to purchase all the shares in Far Northern Resources Ltd in consideration of stock in County.

The acquisition is subject to the company complying with Listing Rules 11.1.2 and 11.1.3 and meeting the requirements of chapters 1 and 2 of the Listing Rules. County will be lodging a preliminary application with ASX shortly and intends to call a shareholders’ meeting in early 2021 to approve the transaction, which is also subject to meeting ASX requirements.

FNR is a Queensland based exploration company focussing on securing economical gold resources in the Chillagoe area on the Atherton tableland in northern Queensland. The region has a history of mining for gold, copper, silver and other minerals. FNR has secured two key areas that are the target of the acquisition by County.

FNR owns 81% of the Empire Project, which is held under an already approved mining lease. This project is located near Chillagoe and has been the subject of intense data research coupled with exploration drilling by FNR over the last three years, an effort that has resulted in a delineated gold resource over a small area of the lease. The second area, known as Rocks Reef, is held under an exploration licence and while not yet as intensively explored, is considered to be highly prospective.

Under the Agreement, County will seek shareholder and ASX approval to (in order of execution):

- a. Undertake a share consolidation (at a ratio to be determined)
- b. Acquire 100% of the FNR shares by issuing County shares to FNR shareholders that will result in FNR shareholders owning 50% of the issued capital of County.
- c. Undertake a capital raising to fund the ongoing exploration and start-up of mining operations focussing initially on the Empire project.

The acquisition of FNR includes an “earn-in” agreement with the owner of the remaining 19% of the Empire project. Under this agreement, County will have the opportunity, subject to conditions of timing and value, to increase its holding in the project up to 94%.

Authorised by: Terence Flitcroft, Company Secretary on behalf of County International Limited

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