



ASX Announcement



Ardmore Phosphate Project – Phosphate Marketing Term Sheet signed with Samsung C&T Corporation

21 October 2021

ASX Code: CXM

Issued Capital:

Shares	367M
Share Price	A\$0.043
Market Cap.	A\$15m
Cash (30 Jun)	A\$2.699M

Board of Directors:

Mr Peter Hunt
Non-Executive Chairman

Mr Graham Chrisp
Non-Executive Director

Dr A John Parker
Non-Executive Director

Mr Robert Mencil
Managing Director

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Centrex Metals Limited (ASX: CXM) (**Company**) is pleased to announce that its 100% owned subsidiary and ESG-sustainable Agriflex Pty Ltd (**Agriflex**) has executed a conditional Term Sheet (**Term Sheet**) with Samsung C&T Corporation (**Samsung**).

Samsung is one of the world's largest traders in fertilisers. It has representatives in 73 offices in 43 countries around the world.

The Term Sheet outlines Agriflex's appointment of Samsung as its sole and exclusive Marketing Representative for sales into Korea, Japan, Indonesia, India and Mexico.

The initial term of the Term Sheet is for the first 3 years of production from Agriflex's planned 800,000 tonnes per annum at the Ardmore Phosphate Project.

Samsung will provide Agriflex with marketing services for sales of an annual quantity equal to the lesser of 20% of the product from the Project or 160,000MT of the product. In addition, Samsung may also assist the Company with sales of any additional quantity of product not taken by other off takers.

The price to be paid by Samsung will be the market netback price (defined as the actual sales price minus direct costs and a marketing service fee).

The conditions precedent for the agreement include Agriflex's final board approval to proceed with the construction of the Ardmore Phosphate Project's 800ktpa plant, Samsung's internal corporate approvals (in its absolute discretion), Agriflex's financial close in relation to the financing arrangements for the Project and the commencement of production from the 800ktpa plant.

The Term Sheet also contains further terms and clauses customary for an agreement of this type.

The parties intend to enter into a more detailed marketing services agreement which will replace and expand upon the terms and conditions set out in the Term Sheet. Centrex's Managing Director Robert Mencil said "We are pleased to do business with Samsung, one of the Worlds' largest fertiliser traders. The signing of the Term Sheet reflects the strong international interest in the project and its future production."

Centrex is also in advanced discussions with a number of other Australian and international potential customers and will keep the market informed as these develop.

This ASX announcement has been approved and authorised for release by the Board of the Company.

For further information please contact:

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