



27<sup>th</sup> April 2017

ZincOx Resources plc  
("ZincOx" or the "Company")

**Admission Statement**

The Board of ZincOx Resources plc, the recycling Company focussed on the recycling of zinc and iron, is pleased to announce the admission of its Ordinary Shares to trading on Asset Match ahead of its first auction.

It is intended that the first auction in the Company's shares will be held in May 2017. Thereafter, auctions will be held quarterly. More information, including exact auction dates and details on how to buy and sell, are available on the [company profile page](#).

**The directors of the Company are:**

Andrew Woollett (*Director*)

Donald McAlister (*Director*)

Rodney Beddows (*Non-Executive Director*)

Gautam Dalal (*Non-Executive Director*)

**Registered office:**

Knightway House, Park Street, Bagshot, Surrey, GU19 5AQ

**Andrew Woollett, Chief Executive of ZincOx Resources plc, commented:**

"We are delighted to announce the admission of the Company's Ordinary Shares to trading on Asset Match platform and we expect that our existing broad shareholder base and new shareholders will use it to trade shares as we make announcements about our progress as we try to rebuild the company"

**1. Company description**

The Company acts as a recycling, processing, development and holding company.

The principal activity of the Group is to identify zinc projects where the knowledge and expertise built up over many years can be used to evaluate, and where applicable, develop projects. Apart from raising development capital from shareholders, the Company is looking for projects where we can work in joint ventures or sell on such projects with a view to building cash reserves to return to shareholders.

ZincOx recycles a hazardous waste dust generated by the recycling of scrap iron and steel. Because the largest use of zinc is in galvanising steel to prevent corrosion, scrap is commonly galvanised. When the scrap is recycled, mostly recycled in electric arc furnaces (EAF), the zinc and other volatile constituents such as lead, sodium chloride (salt) are driven off as fine particles and gases, together with fine particles of rust (iron oxide). The offgas from the EAFs is filtered to prevent these constituents from entering the atmosphere. The filtered material, Electric Arc Furnace Dust ("EAFD") generally contains between 20% and 25% zinc, and 25% to 30% iron, both of which occur largely as oxides.

ZincOx uses the rotary hearth furnace, a breakthrough technology, which separates the zinc and iron and producing two intermediate products. The zinc forms a unique high quality zinc oxide concentrate (HZO) containing 64% zinc, and the iron a low quality direct reduced iron product (DRI) containing about 50% iron, of which about 85% is the metal. This means that there will be no solid waste entering landfill.

The first plant demonstrating this technology was developed by ZincOx in 2012 in Korea and this was restructured and sold to Korea Zinc in 2016.

The DRI can be further processed into pig iron and a clean slag that can be used by the cement industry. Based upon the exceptional quality of the HZO produced by the Korean plant additional simple processing enables it to be upgraded to a zinc oxide chemical. As zinc in a high purity zinc oxide chemical is worth about twice that of zinc in a concentrate feeding a smelter, the upgrading would greatly enhance revenue and profitability. When developed with the rotary hearth furnace as an integrated operation, together with ZHBI upgrading, the technology is referred to as the "Full Cycle" approach.

## **2. Strategy and prospects**

In Vietnam, the Company is in a joint venture with Korea Zinc, the world's largest zinc producer, to investigate and develop a recycling plant (VRUP) based on the rotary hearth technology and zinc upgrading. A definitive development study financed by Korea Zinc is underway that includes Basic Engineering, Geo-Technical investigation and a cost study in sufficient detail to raise project finance. If warranted a development decision should be made before the end of 2017. In addition to VRUP, the Company is seeking other projects where it can add value by applying its considerable zinc processing expertise.

## **3. Board of Directors**

Brief biographies of the directors of the Company are set out below.

### **Andrew Woollett – Chief Executive**

Andrew Woollett is a geologist with over 40 years of international experience in mineral exploration and project development. He began his career with RTZ in Saudi Arabia and then worked in Greenland for the EU. Upon completion of an MSc in mineral exploration from the Royal School of Mines in 1981, he joined Cluff Resources plc and worked in the UK, Eire, Zimbabwe, and Shanghai. He was a founder director of Ivernia West plc and in 1989 set up Reunion Mining plc, a multi-commodity African exploration and mining company where he was Executive Chairman until the company was taken over by Anglo American plc as a result of its development of a novel flowsheet to process the Skorpion deposit, which was subsequently developed into Africa's largest zinc mine. In 1999 he set up ZincOx with Noel Masson and has been Chief Executive ever since.

### **Donald McAlister – Finance Director**

Donald McAlister is an accountant with some twenty-five years' experience in the resources sector. He is experienced in all aspects of mining finance including (part-time) project evaluation, joint venture negotiation, project finance (debt and equity), metal hedging and financial reporting. He has held the position of Finance Director in three London listed companies. Donald's experience also includes the economic evaluation of gold and base metal mines and the arranging of project finance for feasibility studies and mine developments. He is a director of Tertiary Minerals PLC and Moxico Resources plc. Donald joined the Board as part-time Finance Director in July 2016.

### **Rodney Beddows – Non-Executive Director**

Rod Beddows has over 25 years of experience as a strategy consultant and financial adviser to mining and metals companies. He was the co-founder of Hatch Corporate Finance (now HCF International Advisers) and was its CEO for 7 years. He is now a director and Senior Adviser for Mining. Before that, he founded and was Chairman and CEO of Beddows and Co, one of the steel industry's foremost consultancy groups. Rod was appointed Chairman of North River Resources in December 2015. He is a director of Albion Steel Ltd, which is bringing a new steel technology to the UK. Rod was appointed to the Board of ZincOx in February 2008, now chairs the Nomination and Remuneration Committees and also sits on the Audit Committee.

#### **Gautam Dalal – Non-Executive Director**

Gautam Dalal, Chairman of the Audit Committee and a member of the Nomination Committee and Remuneration Committee, is a Chartered Accountant with over 30 years of experience with KPMG. He was responsible for the commencement of its business in India from 1993 to 1998 after which he spent two years in the UK managing the account of a major industrial conglomerate globally. In 2000 he returned to India as Chairman and CEO of KPMG's Indian operations, growing the business to more than 1,000 employees. In 2003 he returned to the UK and in 2008 he took over as Head of the Diversified Industrials market sector where he was involved with delivering business change agenda in major multinational corporations. Gautam was appointed to the Board in January 2011.

#### **4. Share capital and significant shareholders**

At 27<sup>th</sup> April 2017 the Company's issued share capital consists of 240,413,419 Ordinary Shares with a nominal value of 1 pence each, each share having full voting rights and full rights to receive dividends or capital distribution from the Company. The Company has 24,030,000 options in issue exercisable at 1.6p per share; 9,450,000 warrants exercisable at 5p per share and 21,000,000 warrants exercisable at 1p per share.

The Company does not hold any ordinary shares in treasury and therefore the number of ordinary shares with voting rights is 240,413,419.

The Ordinary Shares are not admitted to trading on any exchange or trading platform other than Asset Match.

The Company has been notified that the following shareholder(s) are interested in 3% or more of the issued share capital of the company:

<i>Name of shareholder</i>	<i>Number of shares</i>	<i>Percentage holding</i>
Sloane Robinson	42,142,319	17.52%
Harold N McCawley	20,832,812	8.66%
Charles Stanley Group Plc	17,537,572	7.29%
Andrew Woollett	7,593,572	3.15%

#### **5. Financial statements**

The Company's latest annual report and accounts for the year ended 31 December 2016 can be accessed on the [company profile page](#).

#### **6. Legal and arbitration proceedings**

During the 12 months preceding the date of this document, neither the Company nor any of its subsidiaries has been engaged in or is currently engaged in any litigation or arbitration proceedings which have or may have had in the recent past a significant effect on the financial position of the Company and so far as the directors are aware, there are no such proceedings pending or threatened by or against the Company or any of its subsidiaries.

#### **7. Responsibility statement**

The directors of Zincox Resources plc, as set about above, accept responsibility for the information contained in this document. To the best of the knowledge and belief of the directors (who have taken reasonable care to ensure that such is the case), the information contained in this document is in accordance with the facts and does not omit anything likely to affect the import of such information.

**REMINDER:** It is intended that the first auction in the Company's shares will be held in May 2017. Thereafter, auctions will be held at quarterly intervals. More information, including exact auction dates and details on how to buy and sell, will be provided via the Company's auction page.

-- ENDS --