

NEW WORLD EXERCISES OPTION TO ACQUIRE 100% OF THE HIGH-GRADE ANTLER COPPER DEPOSIT IN ARIZONA

Early exercise marks a key step in New World's transition from explorer to developer of high-grade copper project in Tier-1 jurisdiction

Highlights

- New World to take 100%-ownership of the high-grade Antler Copper Deposit in northern Arizona following the early exercise of its option to acquire the project.
- Total exercise price of US\$1.325 million was funded from the Company's cash balance of circa A\$20 million.
- Decision to exercise the option early reflects the exceptional exploration success the Company has achieved since commencing drilling in March 2020.
- The drilling success provides the Company with considerable confidence it will be able to delineate a critical mass of high-grade mineralisation that will underpin the development of a mine and stand-alone processing facility.
- Taking 100% ownership is a key step in moving the Antler Copper Project back into production – for the first time since 1970.
- Work to prepare an independent, maiden JORC Mineral Resource Estimate (MRE) has been commissioned – another key step in mine design and permitting programs:
 - Maiden JORC MRE expected in October 2021.
- Exploration and resource definition drilling to continue for the foreseeable future, with mineralisation remaining:
 - Completely open at depth over the entire 500m the Company has drill-tested to date; and
 - Open to the south, with compelling extensional drill targets yet to be tested.
- Delineation of additional mineralisation will continue to add considerable value to any mine development, potentially underpinning an expanded production profile and/or a longer mine life.

Commenting on the early exercise of the Option, New World's Managing Director, Mike Haynes, said:

"We had until 2024 to exercise our Option to take 100% ownership of the Antler Copper Deposit.

"But in light of the exceptional exploration results we have consistently generated from our ongoing drilling program over the past 18 months, we are becoming increasingly confident that we are approaching the point of delineating a critical mass to mine.

"So, while we continue to explore, we intend concurrently advancing Antler through the mine permitting process, having 100%-ownership of the Project will help streamline that process. We have therefore made the easy decision to exercise our Option early, as Antler is undoubtedly a very valuable asset."

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New World Resources
Limited

ABN: 23 108 456 444

ASX Code: NWC

DIRECTORS AND OFFICERS:

Richard Hill
Chairman

Mike Haynes
Managing Director/CEO

Tony Polglase
Non-Executive Director

Ian Cunningham
Company Secretary

CAPITAL STRUCTURE:
Shares: 1,564.8m
Share Price (04/10/21):
\$0.067

PROJECTS:

Antler Copper Project,
Arizona, USA

Tererro Copper-Gold-
Zinc Project, New
Mexico, USA

Colson Cobalt-Copper
Project, Idaho, USA

Goodsprings
Copper-Cobalt Project,
Nevada, USA

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New World Resources Limited (“NWC”, “New World” or the “Company”) is pleased to advise it has exercised its option to take 100% ownership of the high-grade Antler Copper Project in northern Arizona, USA, marking a key step towards its objective of fast-tracking the project towards development and production.

In January 2020, the Company secured a 4-year option to acquire a 100% interest in the Antler Project (“the Option”) and has been drilling at the Project continuously since March 2020.

The Company’s exploration program has consistently generated exceptional results, successfully delineating high-grade mineralisation over 500m of strike and to a depth of more than 550m.

The mineralisation remains completely open at depth and to the south – highlighting considerable potential to continue to increase the resource base.

Notwithstanding the considerable exploration upside, the Company believes that it is approaching the point of delineating a critical mass of high-grade mineralisation that may be sufficient to underpin the development of a mine and stand-alone processing facility. Accordingly, the Company has elected to exercise the Option early, to take 100%-ownership of the Antler Project.

This will enable the Company to advance the Project through mining studies and permitting activities with absolute clarity of ownership, further de-risking its development pathway.

Concurrently, the Company will continue to aggressively explore the Project to continue to expand the resource base, as the delineation of additional mineralisation will continue to add considerable value to any mine development, potentially underpinning an expanded production profile and/or a longer mine life.

Option Exercise

SW Metals Inc. (“SWM”) held the right to acquire the Antler Project from the underlying owner. In order to exercise the Option, the Company has paid SWM and the underlying owner a total sum of US\$1,325,000. This was funded from the Company’s cash balance of circa \$20 million.

Pursuant to the exercise of the Option, title has been transferred to New World’s recently incorporated 100%-owned subsidiary, Antler Operations Inc (“Antler Operations”).

The remaining obligations to SWM are as follows:

1. Annual payment of US\$75,000, until the commencement of commercial production;
2. A further payment of US\$1,000,000 two months after the commencement of commercial production (the “Production Payment”);
3. Ten further cash payments of US\$100,000 each, on each monthly anniversary of the Production Payment;
4. Once the New World group has been reimbursed, from initial operational cash flows, 100% of the Option costs and initial capital required to bring the Antler Project into production, a 10% net proceeds interest in the cash flows (pre-tax) from subsequent production (“NPI”); and
5. Antler Operations can purchase the NPI (in whole or part) via purchase of SWM stock:
 - (i) At any time by providing notice on or before 8 March 2024, in exchange for the payment of US\$10,000,000 or the proportionally reduced amount in the event of partial acquisition; or
 - (ii) On a single occasion, at any time by providing notice after 8 March 2024, in exchange for the payment of US\$10,000,000 plus an escalation factor calculated for the period from 9 March 2024 to the date of payment at a rate of 12% per cent per annum compounded annually, or the proportionally reduced amount in the event of a partial acquisition.

Forward Strategy

In order to realise maximum value from the current and forecast future high copper prices, the Company’s near-medium term objectives continue to be to:

1. Continue to expand the mineral resource base; while concurrently
2. Working to obtain approvals to commence mining.

To help expedite exploration, a third drilling rig will be mobilised to the Project shortly.

Work to prepare an independent, maiden JORC Mineral Resource Estimate has been commissioned, with this MRE expected to be completed during October 2021. The initial Resource estimate is a vital component of the Company's development strategy as it will be used as the basis for initial mine design and permitting work.

Authorised for release by Michael Haynes, Managing Director

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Additional Information

Forward Looking Statements

Any forward-looking information contained in this report is based on numerous assumptions and is subject to all of the risks and uncertainties inherent in the Company's business, including risks inherent in mineral exploration and development. As a result, actual results may vary materially from those described in the forward-looking information. Readers are cautioned not to place undue reliance on forward-looking information due to the inherent uncertainty thereof.