



TANGA SIGNS EARN-IN AGREEMENT WITH EPANGELO TO SECURE MAJOR REGIONAL GROUND POSITION IN NAMIBIA

Highlights

- Tanga increases its total ground position on the Damara Orogenic Belt, Namibia to over 1,700km²
- Binding earn-in and joint venture agreement signed with Epangelo Mining Company (Pty) Ltd over two granted exploration licences (EPL 4833 and EPL 4818) and one application (EPL 7246)
- A number of historic regional copper and gold occurrences are reported on the Licences¹, however there has been very little modern exploration
- EPL 4833 is located on the major Otjihorongo Thrust with aeromagnetic data showing it is intersected by a NNE/SSW basement structure that continues north into the 100% owned Hagenhof Project
- B2 Gold's Ondundu Gold JV Project is ~10km north west of the Licences, its Otjikoto Gold Mine (>3.5Moz) is ~200km to the north east and QKR's Navachab Gold Mine (>5Moz) ~100km to the south^{2,3,4}
- The transaction further increases Tanga's presence in Namibia and the Company's strategic relationship with Epangelo Mining Company (Pty) Ltd

Tanga Resources Ltd (ASX: TRL) ("Tanga" or the "Company") is pleased to announce that it has signed a binding agreement with Epangelo Mining (Pty) Ltd ("Epangelo") to earn an initial equity interest of 80% in a portfolio of exploration Licences located in Namibia, (the "Earn-In Agreement").

The Licences are located on the Damara Orogenic Belt in central northern Namibia, immediately south of the Company's Hagenhof Copper-Cobalt Project ("Hagenhof") and significantly expand Tanga's total regional land position to over 1,700km². The Licences have had very little modern exploration however, regional aeromagnetic data shows a major north-south trending structure running through one of the Licences, EPL 4833, and continuing up into Hagenhof.

Eliphas Hawala, CEO of Epangelo Mining (Proprietary) Ltd said:

"This agreement provides a significant opportunity for both Tanga and Epangelo, to the benefit of all shareholders and stakeholders. By working together, we are maximising the synergies and technical expertise of both companies to drive exploration, whilst demonstrating a shared commitment to continued investment within the Namibian resources sector."

Matthew Bowles, CEO of Tanga Resources Ltd said:

"We are pleased to announce this agreement with our partner Epangelo, which has enabled Tanga to secure a significant regional land position, on the Damara Orogenic Belt, along strike from our 100% owned Hagenhof Project. This is a key strategic step for Tanga and aligns with our strategy for Namibia. Our exploration program that is currently underway, will now be expanded to include these new Licences and we look forward to keeping the market informed on further progress."

1. Miller (1991) and Namibian Ministry of Mines and Energy, Mining Cadastre
2. Ondundu Project JV B2Gold/Forsys Metals Ltd, Company websites: <https://www.forsysmetals.com/ondundu> and <http://www.b2gold.com/projects/exploration/otjikoto/>
3. B2 Gold Ltd January 2019 Presentation. Total historical production and current mineral resource and reserves.
4. AngloGold Ashanti, Total Mineral Resources 2011

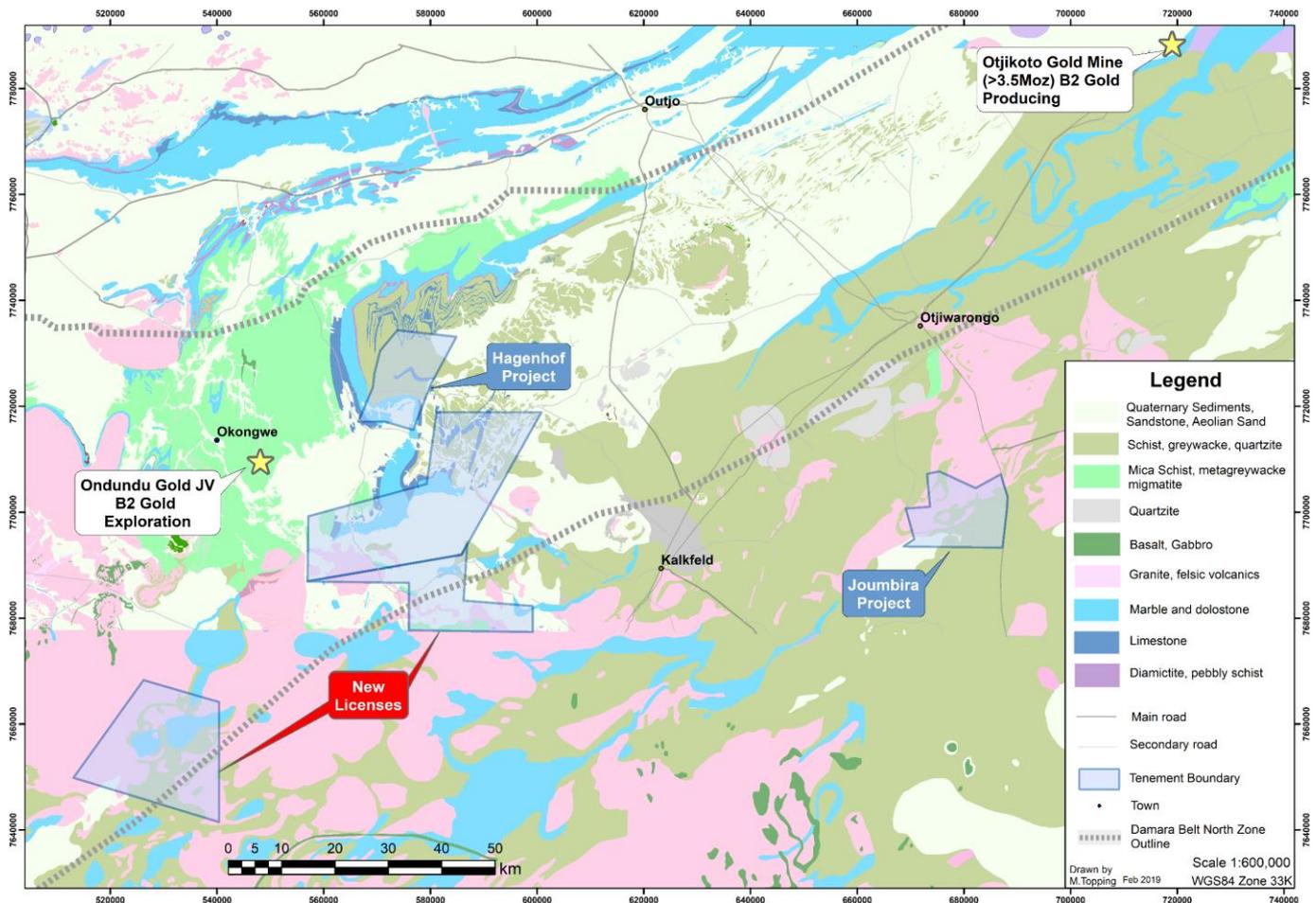


Figure 1. Location of the Licences (EPL 4818, EPL 4833 and EPL 7246) within the Damara Belt and proximity to the Hagenhof Project (EPL6226) and Joubira Zinc Project (EPL4782), Namibia. Totalling over 1,700km²

Key terms of the agreement

Tanga has signed a binding agreement with Epangelo to earn-in an initial 80% equity (which may increase to 90%) over two granted exploration licences (EPL 4833, currently pending renewal, and EPL 4818) and one application (EPL 7246), (the “Licences”). A summary of the earn in terms of the Licences is as follows:

- (a) Tanga shall fund A\$500,000 of exploration expenditure by the later of, 30 June 2020 or 12 months following the renewal of EPL 4833 to earn an initial 51% (including a minimum A\$100,000 which must be incurred by the later of 30 June 2019 or three months following renewal of EPL 4833).
- (b) Upon Tanga earning the initial 51% interest, Tanga shall issue 5,000,000 new shares and make a milestone payment of A\$100,000 to Epangelo.
- (c) Tanga may increase its interest to 80% by sole funding a further A\$1,500,000 of exploration expenditure within 24 months of earning a 51% interest.
- (d) Epangelo’s 20% interest shall be free carried to completion of a Definitive Feasibility Study; after which the Parties shall then contribute to expenditure on a pro rata basis, or dilute.
- (e) Notwithstanding any provisions to the contrary, Epangelo’s interest shall not dilute below 10%.
- (f) Tanga may withdraw from the agreement at any time after it has incurred the initial A\$100,000 of expenditure.
- (g) In the event that Tanga withdraws or fails to make a required payment following its acquisition of the 51% interest, that interest will be transferred back to Epangelo for a nominal cost.

2019 Exploration Program

As previously announced on 7 February 2019, the 2019 exploration program in Namibia is underway, commencing at Hagenhof. Drilling permission is currently pending and the Company is progressing the various permits and approvals required to commence the drill program, initially based on 1,200m of reverse circulation (RC) drilling designed to test the grade and tenor of the historical copper mineralisation reported (*Refer to ASX Announcement 15 August 2018*). Drill samples will be sent for multi element analysis as well as gold, which has not previously been tested for at Hagenhof.

In conjunction with the pending drill program the Company has commenced a tenement wide surface sampling and mapping program for precious and base metals over Hagenhof. With the expansion of Tanga's regional land position these exploration activities will now be increased to include initial work over the new Licences, including a review of all historical data, field mapping and planning for a regional airborne geophysical program.

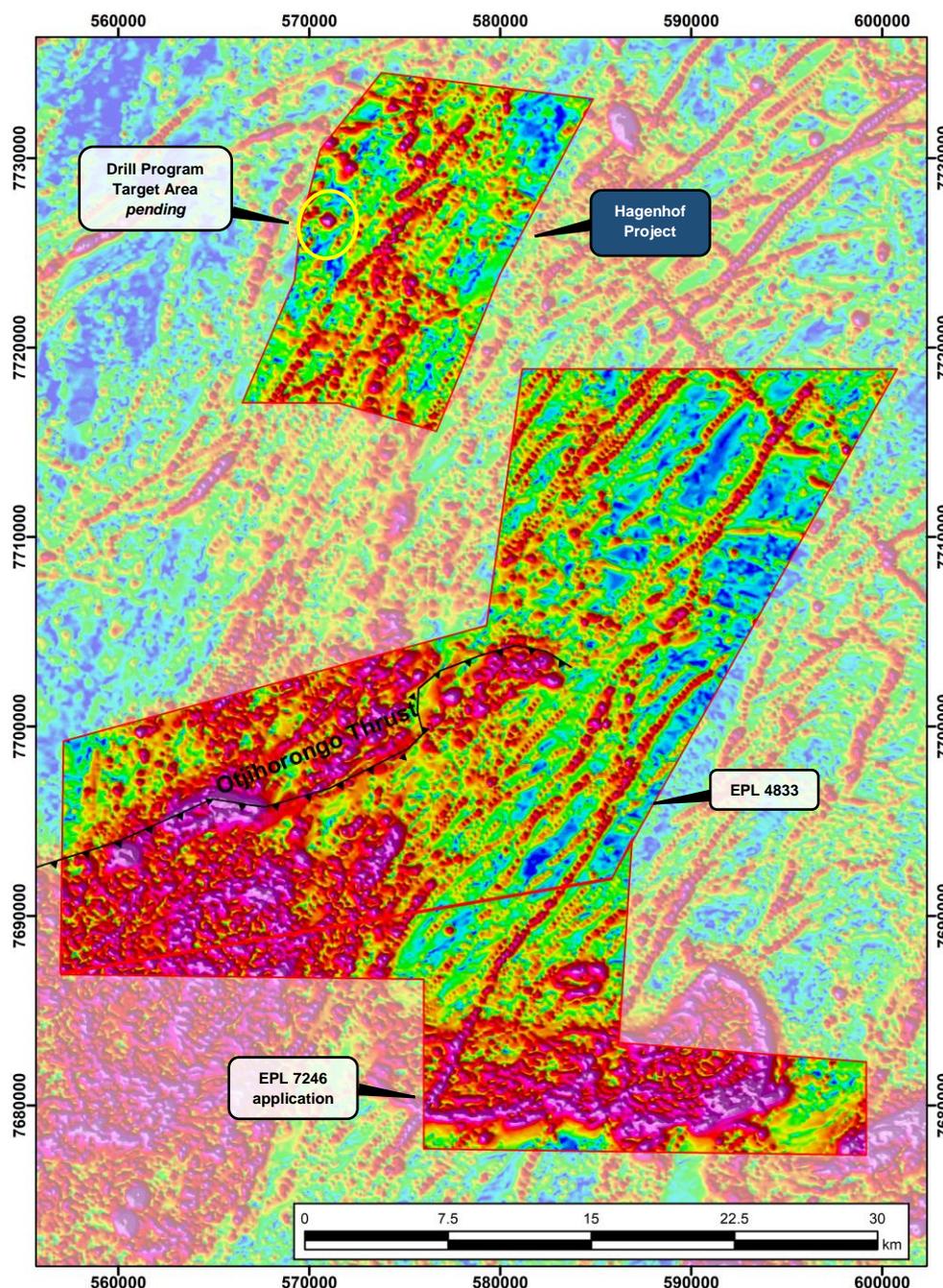


Figure 2. Regional aeromagnetic data over(EPL 4833 and EPL application 7246) showing the major Otjijhorongo Thrust intersected by NNE/SSW structure that continues north into in relation to Hagenhof (EPL 6226).

About Epangelo

Epangelo is a private company with the Government of the Republic of Namibia as the sole shareholder. The company's primary objective is to be a premier local, regional and global mining assets management company.

About Tanga Resources

Tanga Resources (ASX: TRL) is pursuing a growth strategy focused on the exploration and development of highly sought after metals such as gold, copper, cobalt and zinc within its exploration licenses in Namibia.

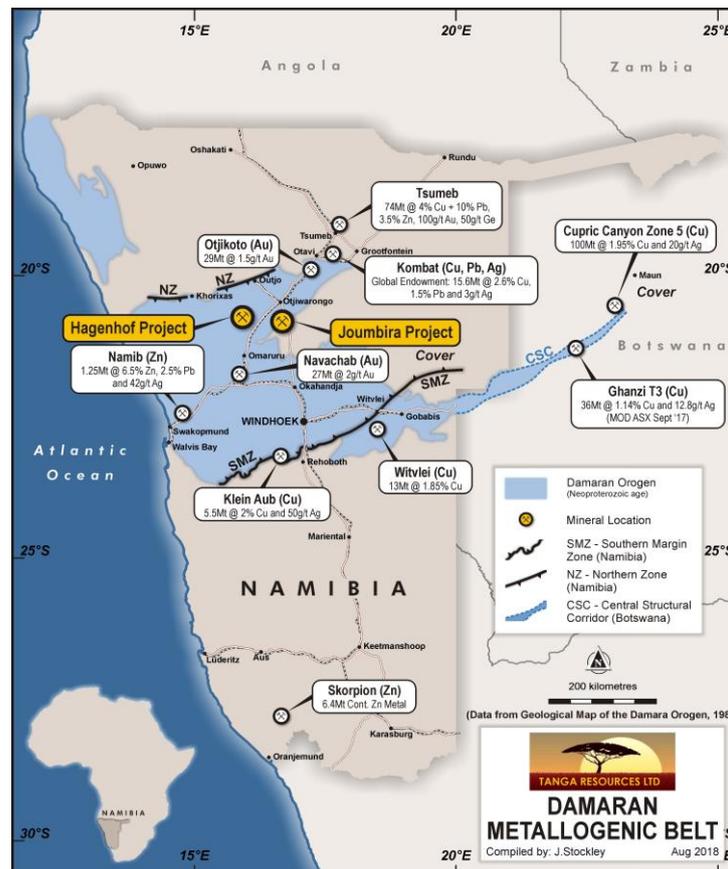


Figure 3. Location of Tanga's Projects in Namibia.

For additional information on Tanga and the Company's project please visit: www.tangaresources.com.au

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Competent Person Statement

The information in this report that relates to the exploration results, geology and geophysical interpretation was based on material compiled by John Stockley. Mr Stockley is a Member of the Australian Institute of Geoscientists and is a Director of Tanga Resources Limited. Mr Stockley has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which was being undertaken to qualify as Competent Person as defined in the 2012 Edition of the JORC "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr Stockley consents to the inclusion in this report of the matters based on his information in the form and content in which it appears and confirms that the information in this report is an accurate representation of the available data and studies for the project.

Previously Reported Results

There is information in this report relating to exploration results which were previously announced on 15 August 2018 and 16 October 2018. Other than as disclosed in those announcements, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements.