



15 May 2018

AGUIA INTENSIFIES COMMUNITY OUTREACH AHEAD OF PUBLIC HEARINGS FOR TRÊS ESTRADAS PHOSPHATE PROJECT

Toronto, Canada May 15, 2018 – Brazilian fertilizer developer Agua Resources Limited (ASX: AGR, TSXV: AGRL) (“Agua” or “the Company”) is pleased to update all stakeholders on the numerous activities underway in the local community as part of the consultation process in advance of the Preliminary License approval.

Over the last six months the Company has broadened its communication program and hosted a number of events to explain plans for Três Estradas to the local community, and to present the Company as a good corporate neighbour. The program has included a series of workshops with members of the local community, sponsoring cultural events in Lavras do Sul and at the State Capital Porto Alegre, and giving presentations of the project at conferences (see table below for more details).

Agua’s Environmental Impact Assessment (EIA) was filed with the State Environmental Agency (FEPAM) in October 2016. Subsequently, engineering optimisations identified from trade-off studies resulted in a number of modifications and improvements to the project and a revised version of the EIA was filed in September 2017. FEPAM is reviewing the EIA and Agua expects to receive their technical evaluation in the coming months. The Agency’s technical staff have conducted one site visit and a second site visit is being arranged. After the Agency is satisfied with the technical content of the EIA, public hearings will be organised with the local communities.

Technical Director Dr. Fernando Tallarico commented, “Environmental permitting has become a very detailed and technically sophisticated process. We are happy with progress so far and with the high technical standards that our team has delivered. We plan to intensify community activities as we approach the public hearings, which will be an important component for granting of the Preliminary License.”

Managing Director Justin Reid added, “The approval of the EIA will result in the issuance of the Preliminary License, a key milestone in the development of a mining project in Brazil. Our EIA was prepared by respected environmental consultants Golder & Associates who conducted a rigorous evaluation. Filing a revised EIA last September has extended the evaluation timeline, but we believe the modifications are well worth it as the optimisations have substantially reduced the project’s environmental footprint. It is critical that Agua establishes itself as a valued member of the local community and our team has done a great job so far on outreach and education. We intend on being a committed member of the Lavras do Sul community and economy for many years to come.”



Exhibition of photographs of rural life in Lavras do Sul sponsored by Aguaia



At Aguaia's booth at the annual agriculture fair in Lavras do Sul, children learn about the elements in the periodic table and how they are used in their daily lives

Event	Objective	Date
Photography Exhibition	Sponsored an exhibition by local photographers whose work focuses on rural life in Lavras do Sul. Photographs available on the Três Estradas Project site: http://projetofofato.com.br/exposicao-letra-luz/	September 2017
Lavras – Expolavras 2017	The Company had a booth at the local agribusiness show and organized a series of activities with the local community to provide updates on the project.	October 2017
Project Presentation at the Federal University of the Pampas - Unipampa	Institutional relationship building	October 2017
Project Presentation at the Federal University of Rio Grande do Sul - UFRGS	Institutional relationship building	November 2017
Ovinofest 2017	The Company had a booth at the local sheep farming show and organized a series of activities with the local community to provide updates on the project.	December 2017
Spokesman training	Prepare Aguaia's personnel for the upcoming public hearings	Since October 2017
Participation in meetings of the Santa Maria Basin Committee	Update members of the Committee on the progress of the project	Monthly
Media Plan	Advertising with local radio, newspaper, as well in social media to update the community on the progress of the project	Since March 2018
Project presentation for biology students of the Federal University of Pelotas – UFPel	Institutional relationship building	March 2018
Project presentation for geology students of the Vale do Rio dos Sinos University - Unisinos	Institutional relationship building	April 2018
Visit to the land owners located within the project area	Provide details on the project footprint.	March 2018
Filing of the Archeological Assessment Report at IPHAN (Historical and Archeological Authority)	Part of the permitting process	April 2018
Project Presentation at the II Southern Brazil Symposium of Mining, Metallurgy and	Institutional relationship building	May 2018

For further information, please contact:

Justin Reid, Managing Director

E: jreid@aguiaresources.com.au

T: +1 416-216-5446

Spyros Karella, Investor Relations North America

E: syros@pinnaclecapitalmarkets.ca

T: +1 416-433-5696

Released through: Ben Jarvis, Six Degrees Investor Relations: +61 413 150 448

Follow Aguia on Twitter: [@Aguia_Resources](#)

About Aguia:

Aguia Resources Limited, ("Aguia") is an ASX and TSX Venture listed company whose primary focus is on the exploration and development of phosphate projects in Brazil. Aguia has an established and highly experienced in-country team based in Belo Horizonte, Brazil with corporate offices in Sydney, Australia. Aguia's key projects are located in Rio Grande do Sul, a prime farming area which is 100% dependent on phosphate imports. The Rio Grande phosphate deposits exhibit high quality and low-cost production characteristics, and are ideally located with proximity to road, rail, and port infrastructure. Aguia's experienced management team has a proven track record of advancing high quality mining assets to production in Brazil.

Cautionary Statement on Forward Looking Information

This press release contains "forward-looking information" within the meaning of applicable Canadian and Australian securities legislation. Forward-looking information includes, without limitation, statements regarding the EIA, community relations and activities, the economics of the Tres Estradas project, the next steps for the Tres Estradas project, the path to receiving permits and licenses for the Tres Estradas project, the marketing and market for phosphate and aglime, the anticipated mining and production of the Tres Estradas project, the metallurgical results, production targets, the anticipated timetable, permitting, forecast financial information, and ability to finance the project, and the prospectivity and potential of the Tres Estradas project.

Generally, forward-looking information can be identified by the use of forward-looking terminology such as "plans", "expects" or "does not expect", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates" or "does not anticipate", or "believes", or variations of such words and phrases or state that certain actions, events or results "may", "could", "would", "might" or "will be taken", "occur" or "be achieved". The material factors and assumptions underlying the forward-looking information of the Mineral Resource Statement results have been outlined above and will be detailed in the associated technical report.

Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of the Company to be materially different from those expressed or implied by such forward-looking information, including risks inherent in the mining industry and risks described in the public disclosure of the Company which is available under the profile of the Company on SEDAR at www.sedar.com, on the ASX website at www.asx.com.au and on the Company's website at www.aguiaresources.com.au. These risks should be considered carefully.

Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking information, there may be other factors that cause results not to be as anticipated, estimated or intended. Persons reading this news release are cautioned that such statements are only predictions and there can be no assurance that such information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking information. The Company disclaims any intent or obligation to update or revise any forward looking statements whether as a result of new information, estimates, options, future events, results or otherwise and does not undertake to update any forward-looking information, except in accordance with applicable securities laws.

NEITHER THE AUSTRALIAN STOCK EXCHANGE, TSX VENTURE EXCHANGE NOR THEIR REGULATION SERVICES PROVIDER (AS THAT TERM IS DEFINED IN THE POLICIES OF THE TSX VENTURE

EXCHANGE) ACCEPTS RESPONSIBILITY FOR THE ADEQUACY OR ACCURACY OF THIS RELEASE.