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ASX Market Announcements
Level 6, Exchange Centre
20 Bridge Street
Sydney NSW 2000

AGUIA COMMENCES EXPLORATION DRILLING

Sydney, Australia, - Aguia Resources Limited ABN 94 128 256 888 (ASX:AGR) (**Aguia** or the **Company**) has today released the attached announcement..

AGUIA COMMENCES EXPLORATION DRILLING AT ANDRADE MINERAL RESOURCE AREA AND PRIMAVERA TARGET

Aguia is pleased to provide the Company's shareholders with an update on the exploration activities in the Rio Grande Copper Belt, southern Brazil. A diamond drilling program, has been designed to potentially expand the existing Andrade Mineral Resource (Figure 1) and to test the Primavera Target (Figure 2), has commenced.

Historically the Andrade Deposit returned significant mineralization from diamond drilling, including intercepts of 28.77 metres grading 1.83% copper from 63.63 metres with a higher-grade zone of 19.39 metres grading 2.55% copper from 63.63 metres. A JORC-compliant Inferred Mineral Resource of 10.8 million tonnes with an average grade of 0.567% Cu and 2.56 g/t Ag, was previously announced by the Company on 19th of March 2019. The Primavera Target, located some 4 km south of Andrade, was recently mapped and had its historical trenches resampled with results confirming intercepts up to 11 metres grading 1.15% copper and 25.13 g/t silver.

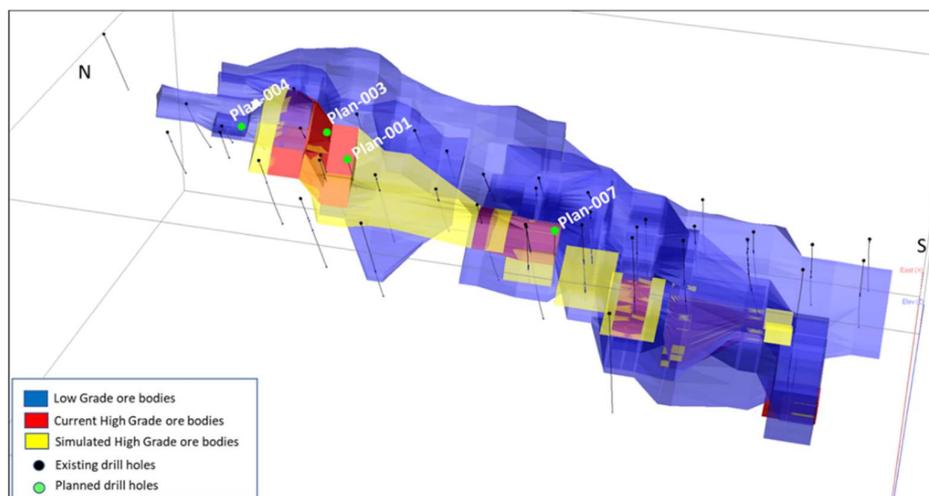


Figure-1: Drill hole locations at Andrade deposit.

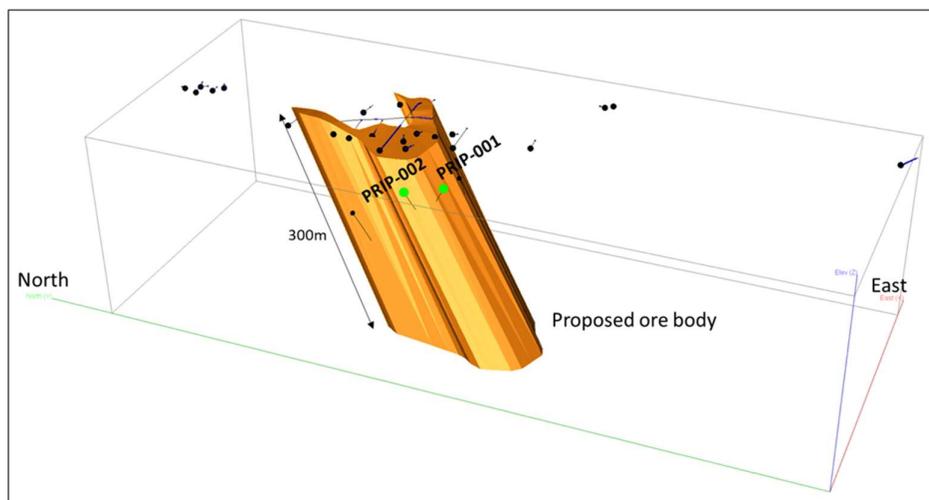


Figure-2: Drill hole locations at Primavera target.
 (Planned drill holes shown in green and historical exploration drilling in black)

The Company has also recently intensified the mapping, surface sampling and trenching activities, while also completing an extensive IP geophysical survey over its recently developed copper-gold targets at Carlota and Passo Feio. The interpretation of the entire dataset has generated exploration data that will allow the Company to plan further drilling testing of these targets.

Andrade Deposit drilling

The objective of this drilling program in Andrade is to test the continuity of the high-grade ore bodies laterally along the plunge as shown in Figure 1. Collaring is based on a 3D resource model simulation where the extensions of the current high-grade zones were projected (or extruded) between non-connected sections and along section to up- and down-dip. The drilling will test the validity of such interpretation and projections. The program will be executed in approximately 100-m-spaced sections, including 1 hole per section, totaling 4 holes that should crosscut the mineralized rocks and investigate its continuity to a vertical depth of about 100 meters.

Primavera Target drilling

The objective of the drilling at the Primavera Target is to test the extension at depth of the high-grade copper-silver zones that outcrop at surface. Drilling was located to intercept potential mineralization at a depth between 50-100 metres. Secondly, we expect to improve the knowledge of possible structural controls in this Target. The Program will include two drill locations.

The drilling program that was initiated this week is expected to be finalized by the end of February and will use one diamond drill rig. The first assays results are expected by the end of January and the final assays 15 days after the last drill hole is completed.

Quote by Managing Director Dr. Fernando Tallarico

“We are extremely excited with the fact that we have resumed drilling on our Rio Grande Copper Target. We expect this program to test some very important aspects of the know mineralization at Andrade, including the continuity of the high-grade zone down the deposit. Likewise, in Primavera we will again test the continuity of the mineralization along a potential structure that will be tested. The

precise understanding of the structural controls of the ore zone is potentially the pathway to expand the existing resource.

On the phosphate front we continue to work on the development of our Project Development Plan that is expected to be concluded by the end of January, when we will be able to disclose the results to the shareholders.”

AUTHORISED FOR ISSUE TO ASX BY THE BOARD OF AGUIA RESOURCES LIMITED

For further information, please contact:

For more information in relation to the review or about Agua projects, please contact Christina McGrath, Chair of the Board at cmcgrath@aguiaresources.com.au and Fernando Tallarico, Managing Director at ftallarico@aguiafertilizantes.com.br or visit's Agua's website at www.aguiaresources.com.au.

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About Agua:

Agua Resources Limited, (“Agua”) is an ASX listed company whose primary focus is on the exploration and development of mineral resource projects in Brazil including copper and phosphate. Agua has an established and highly experienced in-country team based in Rio Grande State, Southern Brazil. Agua now has multiple copper targets. It has undertaken extensive geophysical analysis and plans to commence drilling in Q1 2020. Agua is also in the pre-production stage for a low cost natural phosphate fertiliser which is expected to be operational in Q4 2021.