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

BRAZILIAN REGIONAL DEVELOPMENT BANK GIVES SUPPORT TO FUND 50% OF CAPEX FOR TRES ESTRADAS PHOSPHATE PROJECT

Sydney, Australia, - Agua Resources Limited ABN 94 128 256 888 (ASX:AGR) (**Agua** or the **Company**) is pleased to report that the Development Bank of Southern Brazil (Banco Regional de Desenvolvimento do Extremo Sul) (BRDE) has provided a letter of support for a development loan to fund up to 50% of the capital expenditure for the Três Estradas Phosphate Project.

BRDE is a recognized and well respected Brazilian institution that promotes economic and sustainable development in Southern Brazil. The Bank has confirmed that the Três Estradas Phosphate Project meets its investment criteria following an extensive review of the project.

Managing Director Dr. Fernando Tallarico commented: “BRDE’s support for Três Estradas validates our project’s substantial economic, social and environmental benefits for the southern region, and more specifically to the Rio Grande do Sul State (RS). BRDE understands the importance of Agua’s project to supply domestically produced phosphate to the region which is currently 100% import-dependent for its phosphate needs. It recognises that locally produced phosphate is critical in helping Brazil to maintain its status as a leading global agronomical producer.”

“I want to congratulate our finance team for the great work they have done in securing BRDE’s support and to thank the Bank for recognising the value that our project will bring to Brazil’s agribusiness sector. We are proud to be part of the Southern Brazil community, and despite the impact of Covid-19, we are doing our part to help the local economy to advance through our project development initiatives.”

Agua is now negotiating the detailed terms and conditions of the BRDE development loan and will update the market once a definitive agreement is reached.

As well, as the Company’s focus turns primarily to the final development phase of Tres Estradas, it has further streamlined its operations and cost base with monthly costs anticipated to be in the vicinity of A\$180,000. This provides sufficient financial flexibility to secure all remaining permits to take Tres Estradas to a ‘shovel ready’ phase, and to ensure that all the copper tenements remain in good standing. Further updates on progress will be made in due course.

AUTHORISED FOR ISSUE TO ASX BY FERNANDO TALLARICO, MANAGING DIRECTOR OF AGUIA RESOURCES LIMITED

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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 has multiple copper targets. Agua is also in the pre-production stage of a low-cost natural phosphate fertiliser project which is expected to be operational in early 2022.

JORC Code Competent Person Statements:

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dr. Fernando Tallarico, who is a member of the Association of Professional Geoscientists of Ontario. Dr. Tallarico is a full-time employee of the company. Dr. Tallarico has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr. Tallarico consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Caution regarding forward-looking information:

This press release contains "forward looking information" within the meaning of applicable Australian securities legislation. Forward looking information includes, without limitation, statements regarding the next steps for the project, timetable for development, production forecast, mineral resource estimate, exploration program, permit approvals, timetable and budget, property prospectivity, and the future financial or operating performance of the Company. 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". 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, but not limited to: general business, economic, competitive, geopolitical and social uncertainties; the actual results of current exploration activities; other risks of the mining industry and the risks described in the Company's public disclosure. 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. 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 does not undertake to update any forward-looking information, except in accordance with applicable securities laws.