

Sparton Resources Inc. Agreement to Purchase Vanadium Mining License

16.04.2019 | [GlobeNewswire](#)

TORONTO, April 16, 2019 - Sparton Resources Inc. (TSXV:SRI) ("Sparton" or the "Company") is pleased to announce that its 90% owned subsidiary VStar Industries Inc. ("VSI"), has signed a binding term sheet to acquire 100% of the Bei An Mining License ("BAML") in Jiangxi Province China.

The BAML is a fully permitted 1.8 sq. kilometre vanadium mining license located in the Xiushui area of Jiangxi where the Company has been developing and evaluating vanadium opportunities for over 10 years.

TERM SHEET AGREEMENT

Under the terms of the agreement VSI will purchase 100% of the Xiushui Bei An Mining Company ("XBAC") which in turn owns 100% of the BAML. The purchase price will be finalized after technical and commercial due diligence is completed by VSI and will be within the range of RMB 14-22 million (CDN\$2.78-\$4.37 million). Payment is contemplated to be in a series of tranches related to milestones in the reactivation of mining at Bei An, including full government approvals for the proposed operations. The binding term sheet will be replaced with a binding share purchase agreement subject to final due diligence and any necessary approvals which will be generated as due diligence proceeds.

ABOUT THE BEI AN LICENSE

BAML comprises a 1.8 km square area and covers a 1.3 km strike length of the lower Cambrian black shale (stone coal) horizon hosting vanadium mineralization in the area. It was developed by a series of eight surface trenches (total 570 cubic metres excavated) and five underground tunnels (total 254 metres length) which latter intersected the vanadium horizon 40-50 metres below surface. Underground mining in 2009-10 from three tunnels produced approximately 30,000 tonnes of mineralized material which was trucked to the nearby Rentian processing plant for vanadium recovery. No data is available for average grade of this material or amount of V₂O₅ produced but full sampling data (over 300 samples) from surface trenches and the underground workings are available. No surface or underground exploration drilling has been done on the property.

Total Historical Estimates of resources calculated in 2005 by Jiangxi Provincial Bureau of Geology and Mineral Resources, Northwestern Brigade, on the BAML from surface to a 60 metre depth are 1,962,000 tonnes grading 0.87% V₂O₅ in China categories 122b and 333 using a cut off grade of 0.50% V₂O₅. Thickness of the vanadium horizon varies from 1-12.7 metres and averages 8.9 metres. The vanadium horizon strikes east-west and dips southerly from 20-85 degrees averaging about 60 degrees. Mineralisation is low in iron and sulphur and no uranium is present.

It should be noted that these estimates do not include any more recent estimates or data available to the Company or its subsidiaries, and more work needs to be done to upgrade or verify these Historical Estimates. Further, a qualified person under NI 43-101 has not done sufficient work to classify the Historical Estimates as current mineral resources or mineral reserves; and the Company and its subsidiaries are not treating the Historical Estimates as current mineral resources or mineral reserves.

DISCUSSION

"Sparton sees this transaction as the initial stepping stone to additional vanadium mining or exploration license acquisitions in the Xiushui area, and the introduction of cost-effective, environmentally-friendly vanadium production there. We believe that exploration drilling can significantly

increase the vanadium endowment at Bei An. Additional negotiations with various license owners are underway, and detailed BAML due diligence work will begin shortly," stated A. Lee Barker Company CEO.

Samples from Bei An have been submitted to the Central America Nickel Inc. ("CAN") metallurgical laboratory in Thetford, Quebec, for ultrasound-assisted vanadium extraction tests ("UAEx") and results will be reported when available. See Sparton news release dated February 27, 2019.

CHANGE OF AUDITORS

Effective March 15, 2019 the Company has engaged NVS Chartered Accountants Professional Corporation as its auditors with agreement from its previous auditors, RSM Canada LLP under National Instrument 51-102 of the Canadian Securities Administrators.

A. L. Barker M.A.Sc., P.Eng., P.Geol. is the Qualified Person under NI 43-101 for the technical information in this news release and has visited and reviewed all available data for the Bei An Mining License and approved the contents of this news release.

For more information contact:

A. Lee Barker, M.A.Sc., P. Eng., P.Geol.

President and CEO

Tel./Fax: 647-344-7734 or Mobile: 416-716-5762

Email: info@spartonres.ca

Neither TSX Venture Exchange nor its 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.

Forward-Looking Statements

Information set forth in this news release involves forward-looking statements under applicable securities laws. The forward-looking statements contained herein include, but are not limited to, financings and transactions being pursued, and all such forward-looking statements are expressly qualified in their entirety by this cautionary statement. The forward-looking statements included in this news release are made as of the date hereof and the Company disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as expressly required by applicable securities legislation. Although the Company believes that the expectations represented in such forward-looking statements are reasonable, there can be no assurance that such expectations will prove to be correct and, accordingly, undue reliance should not be put on such forward-looking statements. This news release does not constitute an offer to sell or solicitation of an offer to buy any of the securities described herein.

We Seek Safe Harbour

Dieser Artikel stammt von [Minenportal.de](https://www.minenportal.de)

Die URL für diesen Artikel lautet:

<https://www.minenportal.de/artikel/278959--Sparton-Resources-Inc.-Agreement-to-Purchase-Vanadium-Mining-License.html>

Für den Inhalt des Beitrages ist allein der Autor verantwortlich bzw. die aufgeführte Quelle. Bild- oder Filmrechte liegen beim Autor/Quelle bzw. bei der vom ihm benannten Quelle. Bei Übersetzungen können Fehler nicht ausgeschlossen werden. Der vertretene Standpunkt eines Autors spiegelt generell nicht die Meinung des Webseiten-Betreibers wieder. Mittels der Veröffentlichung will dieser lediglich ein pluralistisches Meinungsbild darstellen. Direkte oder indirekte Aussagen in einem Beitrag stellen keinerlei Aufforderung zum Kauf-/Verkauf von Wertpapieren dar. Wir wehren uns gegen jede Form von Hass, Diskriminierung und Verletzung der Menschenwürde. Beachten Sie bitte auch unsere [AGB/Disclaimer!](#)

Die Reproduktion, Modifikation oder Verwendung der Inhalte ganz oder teilweise ohne schriftliche Genehmigung ist untersagt!
Alle Angaben ohne Gewähr! Copyright © by [Minenportal.de](https://www.minenportal.de) 2007-2025. Es gelten unsere [AGB](#) und [Datenschutzrichtlinien](#).