

Public Company Murak Rai Timor Signs Agreement with Estrella Resources for Exploration of Three Mineral Blocks in Lautém

TL Government website. Unofficial translation. Tetum iha pajina tuir mai.

Thu. June 27, 2024, 5:09 pm



The Minister of Petroleum and Mineral Resources, Francisco da Costa Monteiro, witnessed the signing of a shareholders' agreement between Murak Rai Timor Empresa Pública (MRT, EP) and Estrella Resources for the exploration of three mineral blocks in the Municipality of Lautem. The signing ceremony took place on June 27, 2024, at Timor Plaza, in Dili.

The President of MRT, EP, José Manuel Gonçalves, highlighted that this agreement is the result of extensive discussions since November 2023. The signing of the terms of reference guided the process, culminating in this shareholders' agreement.

Chris Daws, Managing Director of Estrella Resources, expressed optimism regarding this collaboration, stating that preliminary investigations show positive potential in the mineral fields.



The agreement establishes the creation of a joint company, with Murak Rai Timor holding 30% of the shares and Estrella Resources 70%. The Government will not finance exploration activities, which will include the identification, evaluation, interpretation and quantification of mineral reserves in the three blocks in Lautém. MRT, EP is committed to continuing to support future exploration activities, taking into account that national metallic resources prove to be viable.

Minister Francisco da Costa Monteiro congratulated both parties on the agreement, highlighting that it will support the intensification of efforts to explore national mineral resources, to contribute to economic development and job creation, in addition to reducing dependence on revenue from the oil sector.

The Minister also highlighted that the agreement marks an initial phase for future activities and will help the Timorese acquire new skills in technologies related to mineral exploration.



Empreza Púbrica Murak Rai Timor Asina Akordu ho Estrella Resources ba Explorasaun Bloku Minerál Tolu iha Lauten

Ministru Petróleu no Rekursus Minerais, Francisco da Costa Monteiro, sai sasin ba asinatura akordu asionista ida entre Murak Rai Timor Empresa Pública (MRT, E.P.) no Estrella Resources ba explorasaun bloku minerál tolu iha Munisípiu Lautein. Serimónia asinatura ne'e hala'o iha loron 27 fulan-juñu tinan 2024, iha Timor Plaza, Dili.



Prezidente MRT, E.P., José Manuel Gonçalves, destaka katak akordu ida-ne'e hanesan rezultadu husi diskusaun ne'ebé kle'an dezde fulan-novembru tinan 2023. Asinatura ba termu referénsia orienta prosesu ne'e, hodi to'o iha akordu asionista ida-ne'e.

Chris Daws, Diretór Jerál Estrella Resources nian, espresa otimizmu kona-ba kolaborasaun ida-ne'e, hodi afirma katak investigasaun preliminar sira hatudu potenciál pozitivu iha kampu minerál sira.

Akordu ne'e estabeselese kriaun empreza konjunta ida, ho Murak Rai Timor kaer asaun 30% no Estrella Resources 70%. Governu sei la finansia atividade sira explorasaun nian, ne'ebé sei inklui identifikasaun, avaliasaun, interpretasaun no kuantifikasaun ba rezerva minerál sira iha bloku tolu iha Lautein. MRT, E.P. iha kompromisu atu kontinua apoia atividade explorasaun sira iha futuru, tanba rekursu metáliku nasionál sira hatudu katak sira viavel.



Ministru Francisco da Costa Monteiro felisita parte rua kona-ba akordu, subliña katak akordu ida-ne'e sei apoia intensifikasaun esforsu sira atu explora rekursu minerál nasionál sira, hodi kontribui ba desenvolvimento ekonómiku no kriaun kampu traballu, aleinde hamenus dependénsia ba reseita hosi setór petrolíferu.

Ministru destaka mós katak akordu ne'e marka faze inisiál ida ba atividade sira iha futuru no sei tulun timoroan sira hetan abilidade foun iha teknolojia sira ne'ebé relaciona ho explorasaun minerál.

url: <https://timor-leste.gov.tl?lang=tp&p=38199>

Estrella inks landmark agreement with Timor Government | Sponsored ASX company news

By James Pearson. Sponsored in The West Australia 28 June 2024



Estrella Resources managing director Chris Daws and MRT chief executive officer Jose Goncalves sign a landmark joint venture agreement in Timor-Leste. Credit: File

Estrella Resources has inked a milestone joint venture (JV) and royalty deed with Murak Rai Timor (MRT), the State-run mining arm of the Timor-Leste Government, to explore for manganese, copper and gold in in that country.

The company will hold 70 per cent of the newly-formed venture that includes three exploration licenses covering a landholding of 121.5 square metres, with MRT holding the remaining 30 per cent.

Under the terms of the JV, MRT will remain free-carried for its share, while Estrella will be responsible for all costs until the completion and publication of a positive definitive feasibility study relating to a deposit on each of its licenses. MRT can then elect to transfer its 30 per cent interest back to Estrella and receive a two per cent royalty on net smelter in return.

Yesterday's formal signing ceremony in Dili between Estrella and Murak Rai Timor to form Estrella Murak Rai Timor represents a significant milestone for our company in Timor-Leste.

-- Estrella managing director Chris Daws

MRT chief executive officer Jose Goncalves said the agreement represented an “exciting phase”, not only for his department, but also for the future development of the Timor-Leste mining sector.

It is understood that the only known previous exploration conducted on the leases dates back to WW2. But rather than sitting back on its heels, Estrella has immediately drawn up plans to start trenching and drilling the highly-prospective ground in an effort to quantify the extent of the high-grade manganese at each site and explore for meaningful occurrences of gold and copper.

Exploration by the company will zero in on the Noni formation that hosts three of its primary targets and where thick manganese-rich bands have been discovered just below the surface.

Management recently also discovered an old manganese stockpile dubbed “Japanese Port”, which is located on the coast and close to the exploration grounds. Two grab samples taken from the 30-tonne dump were sent back to Perth for analysis, with assays returning up to 58.1 per cent manganese.

Estrella also recently revealed that it had delineated the known strike covering all three licences by a further 66 per cent to 47km.

In September last year, MRT was spun out of the National Petroleum and Minerals Authority (ANPM) to form a separate department after the government enacted a new mining code in 2021 to help diversify the country’s economy away from its heavy exposure to the petroleum industry.

Earlier this year, Beacon Minerals signed a similar JV with MRT to explore for copper, cobalt and gold. In doing so, it paved the way for others by becoming not only one of the first companies to acquire leases in Timor-Leste since the nation’s independence, but also one of the first to sign a JV with MRT.

The government’s drive to open its economy up to foreign investment has been well planned, having previously become a signatory of the international Extractive Industries Transparency Initiative (EITI) – a voluntary scheme that works to stamp out corruption and enhance revenue transparency.

While Estrella may have been the beneficiary of some exhaustive work behind the scenes by others in the past few years to set up a transparent and fair mining jurisdiction in country, it now has the bit firmly between its teeth, a massive target to explore and the backing of the government. So, the company appears to have plenty of boxes ticked as it moves full-steam ahead.

Is your ASX-listed company doing something interesting? Contact:
matt.birney@wanews.com.au