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### NEWS RELEASE

## **FIRST BAUXITE CORPORATION ANNOUNCES FILING OF QUARTERLY FINANCIAL STATEMENTS AND MD&A**

**New Orleans, LA, USA - First Bauxite Corporation (“First Bauxite” or the “Company”)** is pleased to announce that it has filed its unaudited quarterly financial statements and management’s discussion and analysis for the period ended June 30, 2018. Both are available under the Company’s profile on SEDAR at [www.sedar.com](http://www.sedar.com) and on the Company’s website at [www.firstbauxite.com](http://www.firstbauxite.com).

### **HIGHLIGHTS**

During the six months ended June 30, 2018, the Company continued to make progress:

- The Company completed a series of industrial scale ceramic proppant production trials in China that began in Q3 2016. The laboratory tests results have been very successful with independent recognised USA and UK laboratory testwork confirming a product superior to the competition. At the end of 2017, approximately 800 tonnes of conforming ultra high strength proppant (“UHSP”) was shipped from China to the USA. In Q1 and Q2 2018, technical presentations were made to potential customers to undertake market trials in deepwater wells in the Gulf of Mexico.
- Earlier this year, the Company received formal notification from the Guyana Geology and Mines Commission (the “GGMC”) to extend the deadline to commence construction under its Mining License for the Bonasika Project from January 31, 2018 to January 31, 2019. In June 2018, the Company notified the GGMC that construction on the Bonasika Project had officially commenced. The Company is awaiting formal notification from the GGMC that it has fulfilled its obligation under the Mining License to commence construction for the Bonasika Project.
- The Company has received from the Government of Guyana an executed Amendment Agreement to its Mineral Agreement to reflect the new project concept of a mining and beneficiation plant in Guyana and a downstream processing plant in the USA.
- The Company was granted approval by the Government of Guyana to ship up to 40,000 metric tonnes of raw bauxite ore in 2018 for product and market development. Small scale production trials at Bonasika began recently using contract mining and further beneficiation of the ore in the Company’s pilot trommel wash plant.
- The Company’s subsidiary, GINMIN, received a purchase order from a customer in China for 1,000 metric tonnes of bauxite ore. The Company shipped the ore to the customer in June 2018. GINMIN recently received additional orders from customers in China and Europe for bauxite ore. The Company expects the first shipment to Europe of 5,000-10,000 metric tonnes to occur in September 2018 and the second shipment to China of 10,000 metric tonnes to occur in November 2018. The orders are a result of the Company’s product and market development initiatives to sell its high-quality bauxite ore in an improving market to produce sintered bauxite.
- The Company has conducted a strategic review of its Technical Report issued in August 2015 which supports a strategy of focusing on a direct shipping ore (“DSO”) project initially by accessing the significant idle kiln capacity that is available in the major market regions of Europe, China and USA and deferring a decision to construct a downstream processing plant in the USA.
- The Company entered into loan agreements (the “Loan Agreements”) with Resource Capital Fund VI L.P. (“RCF VI”) pursuant to which RCF VI agreed to provide bridge loan facilities (the “Bridge Loans”) to the

Company in the principal amount of US\$15 million. The proceeds of the Bridge Loans are to be used for the purpose of funding development initiatives related to its DSO operations, construction of the mining and processing facilities and to fund working capital expenses.

- The Company is continuing to seek financing for the full development of its Bonasika Project in Guyana, which is expected to initially operate as a DSO project. The Company has extended the maturity of its current debt, all of which now matures in December, 2018 or January, 2019. The Company's ability to execute its work plan, meet its administrative overhead obligations, discharge its liabilities and fulfill its commitments as they come due is dependent upon its ability to obtain additional debt or equity financing and, ultimately, on achieving future profitable operations. While the Company has been successful in the past, there can be no assurance it will be able to do so in the future. Pending receipt of such financing, the Company's objective would be to commence full scale mining operations in 2H 2019. The immediate focus is to develop the DSO project, with a decision on the development of a production facility for the Company's UHSP products deferred for the time being. The Company is also exploring opportunities to access idle kiln capacity in the USA to produce UHSP products for the oil and gas market and also sintered bauxite products for the refractory market.

### **On behalf of the Board of Directors of First Bauxite Corporation**

Alan Roughead  
President & CEO

#### **About First Bauxite**

First Bauxite Corporation (TSX-V: FBX) is a Canadian natural resources company engaged in the exploration and development of bauxite deposits in Guyana, South America. The Company intends to produce and sell bauxite raw ore from its facility in Guyana and intends to produce sintered refractory products and ceramic proppants for the refractory and energy industries in the future. The Company has its head office in New Orleans, Louisiana and is managed by experienced professionals with worldwide experience in the global industrial minerals industry across a number of industrial minerals. For further information on First Bauxite Corporation, please visit our corporate website at [www.firstbauxite.com](http://www.firstbauxite.com).

A shareholder of the Company currently holds 56.7% of the common shares outstanding, and also holds convertible notes which, if the principal and interest were converted into common shares, would increase the shareholder's ownership to greater than 90% of the common shares (this assumes conversion of notes held under a common management structure). The Company's convertible debt bears a conversion price of CDN\$0.10/share, whereas the shares were trading at CDN\$0.045 as of June 30, 2018.

Neither the 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**

Certain statements contained herein constitute "forward-looking statements" or "forward-looking information" under applicable securities laws ("forward-looking statements"). Forward-looking statements look into the future and provide an opinion as to the effect of certain events and trends on the business. Forward-looking statements may include words such as "will", "anticipates", "believes", "intends", "expects" and similar expressions. These statements include, but are not limited to, statements regarding the continued advancement of the Bonasika Project, modifications to the Mineral Agreement, Mining License and Environmental Permit and the Company's development plans. These forward-looking statements are based on current expectations and entail various risks and uncertainties. Actual results may materially differ from expectations, if known and unknown risks or uncertainties affect the Company's business, or if the Company's estimates or assumptions prove inaccurate. Factors that could cause results or events to differ materially from current expectations expressed or implied by the forward-looking statements, include, but are not limited to, effect of capital market conditions and other factors on capital availability, availability of sufficient financing to fund planned or further required work in a timely manner and on acceptable terms, continuing support of the Government of Guyana for the Bonasika Project; execution of the Company's existing plans as budgeted, including development programs for the Bonasika Project, which may change due to changes in the views of the Company or if new information arises which makes it prudent to change such budget, plans or programs, including the results of future trials and testwork or any inability to reproduce test results on a commercial scale or in the field, and other risks affecting the Company or the mining industry more fully described in the Company's continuous disclosure documents, which are available under the Company's profile on SEDAR at [www.sedar.com](http://www.sedar.com). Readers are cautioned not to place undue reliance on the forward-looking statements contained in this press release. Except as required by law, the Company assumes no obligation to update or revise any forward-looking statement, whether as a result of new information, future events or any other reason.

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