

ASX ANNOUNCEMENT/ MEDIA RELEASE

18 June 2019

Unsecured Interest Free two year loan

Cervantes Corporation Ltd (ASX: CVS)(Cervantes) acknowledges the receipt on the 7th June 2019 of a request for repayment of a loan created and approved on 9th August of 2018 by a Joint Meeting of the boards of Global Vanadium Limited (ASX:GLV) and Cervantes, details of the \$900,000 unsecured, interest free loan were released to the market in detail by both GLV and CVS 9th August 2018, and in all subsequent quarterly reports.

The request for payment is in accordance with the loan terms as it currently stand and now sets the repayment of the \$900,000 date as the 8th June 2021. The repayment date of the loan was determined as being 2 years from the request for repayment which has now been implemented as a result of Cervantes alerting GLV to that clause, and no interim payments are required unless Cervantes voluntarily elects to do so in accordance with the agreement.

Cervantes has a number of options available to it in regards to repayment at that time or prior to that time if it elects to do so to meet the terms of the loan and these will be considered prior to that date, being capital raising, issue of shares, sale of assets or possibly other corporate facilities.

Cervantes recently reached out to GLV and offered to discuss amending the loan for the benefit of both parties.

Cervantes and a member of the GLV board have been acting on a number of issues to assist GLV and will continue to do so in the interests of both parties and all shareholders of both companies during these very difficult times for junior companies in the resource sector.

Cervantes continues to carry on its activities as required to prepare its three very promising Gold projects for further exploration and drilling. This is currently being funded by an existing loan, which has been extended, is interest free, unsecured, with no fixed term of repayment, up to \$325,000, by New York Securities Pty Ltd, a shareholder and company controlled by Collin Vost, Chairman of Cervantes, who has a passionate belief in the success of the Company and these three gold projects in particular.

Collin Vost
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