

18th November 2019

FYI RECEIVES R&D ADDITIONAL TAX INCENTIVE PAYMENT

FYI Resources Ltd (ASX: FYI) is pleased to advise that the Company has received a further R&D tax incentive rebate payment of \$250,000.

The rebate relates to FYI's expenditure on the development of the Company's innovative process design to refine high purity alumina (HPA) from aluminous clay (kaolin) sourced from its 100% owned Cadoux project in Western Australia. As a component of eligible expenditure, FYI's optimised pilot plant testwork program was recently concluded with positive outcomes achieving grades of 99.997% (see ASX release 6th November 2019).

The R&D Tax Incentive rebate is an Australian Federal Government initiative jointly administered by AusIndustry and the Australian Taxation Office under which eligible companies can receive cash refunds of up to 43.5% of all eligible expenditure on designated research and development projects.

The R&D rebate will be directed towards the continued development of the Company's HPA strategy of being a fully integrated, low-risk, low-cost producer of high purity 4N (99.99%) and 5N (99.999%) alumina products.

For more information please contact:

Roland Hill

Managing Director

Tel: +61 414 666 178

roland.hill@fyiresources.com.au**Simon Hinsley**

Investor & Media Relations

Tel: 0401 809 653

simon@nwrcommunications.com.au

About FYI Resources Limited

FYI's is positioning itself to be a significant producer of high purity alumina (4N or HPA) in a the rapidly developing LED, electric vehicle, smartphone and television screen as well as other associated high-tech product markets.

The foundation of the HPA strategy is the superior quality aluminous clay (kaolin) deposit at Cadoux and the positive response of the feedstock to the Company's moderate temperature, atmospheric pressure HCl flowsheet. These attributes combine resulting in world class HPA project potential.

18th November 2019

Competent Persons Statements

Metallurgy

The information in this report that relates to metallurgy and metallurgical test work is based on information reviewed and compiled by Mr Daryl Evans, a Competent Person who is a Fellow of the Australian Institute of Mining and Metallurgy (AusIMM). Mr Evans is an employee of Independent Metallurgical Operations Pty Ltd, and is a contractor to FYI. Mr Evans has sufficient experience that is relevant to this style of processing and type of deposit under consideration, and to the activity that he has undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves". Announcements in respect to previous metallurgical results are available to view on the Company's website at www.fyiresources.com.au.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the findings in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original announcement.