

Danderyd, March 8, 2019

ACQUISITION OF VISCARIA COMPLETED - SUNSTONE METALS LARGEST OWNER

Copperstone Resources AB's ("Copperstone") acquisition of Avalon Minerals Viscaria AB ("Viscaria") was completed today. Viscaria is from now on a wholly-owned subsidiary of Copperstone. Copperstone's copper mineral resources increases by 480%. Copperstone plans to apply for work permits at the County Administration Board, recruit a technical team and plan core drillings at the Viscaria site outside Kiruna alongside with increased environmental base line studies.

At Closing today, Copperstone paid to Sunstone Metals Ltd ("Sunstone") the initial purchase price consisting of 20 MSEK in cash and 160m new shares of series B (resolved and allotted today, pending registration with the Swedish Companies Registration Office). An additional amount of 20 MSEK plus an annual interest of 7% will be paid in cash at the latest 4 months after Closing, or, alternatively, converted into newly issued Copperstone shares of series B at 10% discount on the VWAP 10 trading days preceding the 4 month expiration. At the granting of an Environmental Permit for Viscaria, Sunstone will receive an additional 46m shares and 20 MSEK in cash. The transaction is completed on a fully *net-debt* neutral basis, i.e. Sunstone has, prior to Closing, neutralized the 297 MSEK of debt in the Viscaria subsidiary, by means of an unconditional shareholder contribution.

Estimated merger effects

Mining and exploration assets in Viscaria amounts to 278.9 MSEK and Copperstone to 59.2 MSEK. The potential additional purchase price to Sunstone, on receipt of environmental permit, of 46m shares and 20 MSEK are treated according to IFRS. Adjustments may occur. Complete proforma accounts will be officially reported as from the Q1 2019 report. The number of outstanding shares in Copperstone will increase to 408.603.716, whereof approximately 180.300.000 B-shares (or 44% of the outstanding shares), from an owner perspective, are locked up for 18 months from today's date.

Mineral resources table

Indicative Mineral resources in the Copperstone Group (according to Sunstone and the Company) is presented according to the table below. The Copperstone projects northern area, Granliden/Sandberget, constitutes an exploration target of 150-210mton 0.25-0.45% Cu according to JORC-code, in excess of the estimated resources below, e.g. 736,000 tons of copper in different categories. Further core drillings and QAQC documentation could increase the total mineral resources base.

	mton	Cu (kton)	Zn (kton)	Au (kg)	Ag (kg)	Pb (kton)
Measured	14,6	242				
Indicated	19,2	212				
Inferred	45,1	270	32	2108	155465	
Eva*	5,2	13	125	4992	197600	19
Tvistbo**	0,9		27		18250	22
Total		736	184	7100	371315	41

* Indicated by North Atlantic Natural Resources.

** Indicated and inferred.

The Company has received full and exclusive access to the modern offices and core shed facilities in Kiruna. Viscaria is, as Copperstone, highly cost effective and the current cash flow requirements of Viscaria (excluding potential cost synergies) amounts to some 112,000 SEK per month, predominantly regarding Environmental consultancy services (water base line) and office leases.

Looking ahead

Copperstone intends to file work plans on both project areas with the County Administration Board of Norrbotten. Quotations regarding drill rigs are being administrated. The recruitment process of a Project Manager for Viscaria and Chief Geologist for Copperstone has commenced.

The Company has working capital for the upcoming one to two quarters (depending on the size of any core drilling campaign), and continues to evaluate longer term financing alternatives, such as different forms of equity funding including, among others, European commodity investors, in order to fund any increased exploration activity, and funds to Sunstone. In addition, the Company is working closely with the US-based fund Yorkville and will together evaluate the outstanding tranche 1 with regard to liquidity in the Copperstone share, trading pattern, investor comfort, before potentially calling for further funds.

Permits and Concessions

Below, please find the Copperstone Group's updated and complete permission portfolio presented. All exploitation concessions and exploration permits are 100% owned, either directly or through a subsidiary. The Copperstone Board will at any point in time, invest wisely in order to create shareholder value by bringing forward increased assets while working on all relevant permits.

APPROVED CONCESSION										
NAME	DIARYNR	LICENCEID	AREA	APPL_DATE	DEC_DATE	VALID FROM	VALID TO	MINERAL	MUNICIPAL	OWNER (100.00%)
Svartliden K nr 1	200000086:R:R		35,9653	1998-12-28	2000-12-27	2000-12-27	2025-12-27	lead, gold, copper, silver, zinc	ARVIDSJAUR	Copperstone Resources AB
Viscaria K nr 3	2010000482		115,7010	2010-04-19	2012-02-21	2012-01-16	2037-01-16	gold, iron, copper, silver, zinc	KIRUNA	Avalon Minerals Viscaria AB
Viscaria K nr 4	2010000514		30,0319	2010-04-19	2012-02-21	2012-01-16	2037-01-16	gold, iron, copper, silver, zinc	KIRUNA	Avalon Minerals Viscaria AB
Tvistbogruvan K nr 1	2011000697		11,4140	2011-05-24	2013-09-07	2012-04-17	2037-04-17	lead, gold, copper, manganese, silver, tungsten, zinc	SMEDJEBACKEN	Kopparberg Mining Exploration AB
Eva K nr 1	2007001183/2009000285		34,2300	2007-09-17	2018-09-27	2017-11-13	2042-11-13	lead, gold, copper, silver, zinc	ARVIDSJAUR	Copperstone Resources AB
Viscaria K nr 7**	2011000312		63,8100	2010-04-19	2018-05-03	2018-03-26	2043-03-26	copper	KIRUNA	Avalon Minerals Viscaria AB
VALID LICENCES										
NAME	DIARYNR	LICENCEID	AREA [ha]	APPL_DATE	DEC_DATE	VALID FROM	VALID TO	MINERAL	MUNICIPAL	OWNER (100.00%)
Viscaria nr 101**	2002000538	2002:104	1472,29	2002-07-10	2015-11-12	2002-10-16	2017-10-16	copper	KIRUNA	Avalon Minerals Viscaria AB
Såggården nr 1	2013000540	2013:70	199,08	2013-04-19	2016-08-31	2013-06-12	2019-06-12	cobalt	SMEDJEBACKEN	Kopparberg Mining Exploration AB
Viscaria nr 107	2009000673	2009:136	1842,75	2009-05-07	2017-10-02	2009-08-10	2019-08-10	copper	KIRUNA	Avalon Minerals Viscaria AB
Viscaria nr 112	2011000457	2011:197	2254,38	2011-04-07	2018-02-07	2011-12-05	2019-12-05	copper	KIRUNA	Avalon Minerals Viscaria AB
Yhteinenjärvi nr 1	2014001160	2015:8	963,26	2014-09-23	2018-03-27	2015-01-22	2020-01-22	iron	KIRUNA	Avalon Minerals Viscaria AB
Viscaria East	2017000170	2017:93	211,94	2017-02-24	2017-06-09	2017-06-09	2020-06-09	copper	KIRUNA	Avalon Minerals Viscaria AB
Viscaria nr 1	2007001504	2008:119	818,71	2007-11-16	2018-09-14	2008-06-24	2020-06-24	copper	KIRUNA	Avalon Minerals Viscaria AB
Nihka East	2015000400	2015:86	144,14	2015-04-14	2018-09-13	2015-06-16	2021-06-16	copper	KIRUNA	Avalon Minerals Viscaria AB
Rengarde nr 1	2018000563	2018:131	3517,31	2018-07-11	2018-11-08	2018-11-08	2021-11-08	copper, lead, zinc, iron, gold, silver	KIRUNA	Avalon Minerals Viscaria AB
Kirkkovaarti nr 1	2018000562	2018:130	386,37	2018-07-11	2018-11-08	2018-11-08	2021-11-08	copper, lead, zinc, iron, gold, silver	KIRUNA	Avalon Minerals Viscaria AB
Sandberget nr 400*	2018000890	2012:16	535,56	2018-09-28	2019-02-11	2019-02-11	2022-02-11	gold, copper, silver, zinc	ARVIDSJAUR	Copperstone Resources AB
Sandberget nr 500*	2018000891	2012:17	7640,97	2018-09-28	2019-02-11	2019-02-11	2022-02-11	gold, copper, silver, zinc	ARVIDSJAUR	Copperstone Resources AB
Sandberget nr 200	2012000797	2012:138	19,19	2012-06-27	2018-11-29	2012-10-03	2022-10-03	gold, copper, silver, zinc	ARVIDSJAUR	Copperstone Resources AB
Sandberget nr 300	2012000801	2012:139	18,70	2012-06-27	2018-11-29	2012-10-03	2022-10-03	gold, copper, silver, zinc	ARVIDSJAUR	Copperstone Resources AB
		Total [ha]:	20024,66							TOTAL APPROVED
APPLIED LICENCES										
NAME	DIARYNR	LICENCEID	AREA	APPL_DATE	DEC_DATE	VALIDFROM	VALIDTO	MINERAL	MUNICIPAL	OWNER (100.00%)
Goddevarri nr 1	2018000793		148,44	2018-08-29	2018-11-26			copper, lead, zinc, iron, gold, silver	KIRUNA	Avalon Minerals Viscaria AB
		Total [ha]:	148,44							TOTAL APPLIED

Source: Mining Inspectorate, Geovista and the Company.

"New Copperstone has been created, overwhelmed by the support we feel and the determination, the Copperstone spirit. Finally, we are situated with the most amazing assets to develop responsibly and sustainably with the local community in our region of Norrbotten," comments CEO Michael Mattsson.

"We are excited to be involved with the new Copperstone as its largest shareholder and we look forward to working with them to move its portfolio of projects forward and increase shareholder value. This is being undertaken in a strong copper price environment, and with increasing optimism from analysts that the copper price will continue to strengthen," comments Malcolm Norris, CEO of Sunstone and Director of Copperstone.



For further information, please contact Michael Mattsson (CEO) at +46(0)580-88890, +46(0)705 739 777, michael.mattsson@copperstone.se; info@copperstone.se or refer to Copperstone webpage: www.copperstone.se.

This press release contains insider information which Copperstone Resources AB (publ) is obliged to publish according to the EU market abuse regulation (MAR). The information was delivered by the above-mentioned contact for publishing March 8, 2019 at 17:25 CET.

About Copperstone

Copperstone is a public company trading as COPP B on NASDAQ First North (Stockholm). The Certified Adviser is Augment Partners AB, info@augment.se, +46 8 505 65 172. The Company is focused on base and precious metal exploration in the vicinity of the internationally recognized mining districts of Kiruna and the Skellefte-field in northern Sweden. In addition the Company also owns an exploitation concession and an exploration permit in the Bergslagen mining region, in central Sweden.

Qualified Person

The information herein has been reviewed by the Qualified Person of the Company (QP) Thomas Lindholm M. Sc., GeoVista AB, Luleå.