

Red Hut Metals Signs LOI for rights to Gold-Bearing claims in California Update

15.03.2017 | [Marketwired](#)

VANCOUVER, March 15, 2017 - [Red Hut Metals Inc.](#) (the "Company" or "Red Hut") (TSX VENTURE:ROB) Further to the News Release of February 23, 2017 wherein the Company announced that it had signed a Letter of Intent ("LOI") whereby Red Hut will acquire by way of assignment all of the contractual interests held by the Assignors in various patented and located mineral claims (the "Property") with a rich history of gold mineralization in Western California, USA (the "Transaction").

The Providence Group of Mines is located in the Summerville Mining District, Tuolumne County, California, upon the eastern belt of the "Mother Lode" District. A number of high grade, well known Motherlode gold mines of California are found within this belt.

The Company is pleased to announce that it has staked a further 9 claims contiguous to the existing Providence patented and located claims. The Company acquired the additional ground to protect the potential unexplored strike and down dip extensions of the known mineralization.

About the Property

The Property includes six parcels which have been fully patented and are owned in fee simple, and 22 staked mining claims on Bureau of Land Management and US Forest Service property (320 acres). The Property host several historic mines and a historic mill site.

This news release has been reviewed and approved by John Kowalchuk, P.Geo., who is acting as the Company's Qualified Person for Providence Mines Project, in accordance with regulations under NI 43-101 standards. This is an arm's length Transaction.

The Transaction will constitute a reviewable transaction under the policies of the TSX Venture Exchange (the "Exchange") and as such, it will require approval of the Exchange. As no change of control will result, Red Hut will not be required to seek the approval of its shareholders.

Private Placement

In conjunction with the Transaction, Red Hut will undertake, subject to the acceptance of the Exchange, a private placement of at least \$1,200,000 in gross proceeds (the "Financing") through the issuance of at least 12 million units (the "Units") at a price of \$0.10 per Unit. Each Unit will be comprised of one common share and one-quarter of one common share purchase warrant ("Warrant"), with each whole Warrant entitling the holder to purchase one common share of Red Hut at a price of \$0.25 per share for a period of one year. Red Hut expects to pay finders' fees of not more than 7% (payable in Red Hut shares), and 7% finder's warrants (with terms similar to the Warrants).

The funds will be used to meet the cash requirements of the Transaction and to undertake the recommended work program for the Property.

Certain Conditions to Transaction

The completion of the Transaction will be subject to the satisfaction of certain conditions, including:

- Red Hut completing the Financing; and
- Receipt of Exchange approval of the Transaction and the Financing.

Other Matters

Subject to regulatory approval, a finder's fee of 5% of the value of the Transaction is payable to Mackie

Research Capital Corporation of Vancouver, B.C. in the form of Red Hut Shares.

This news release does not constitute an offer of sale of any of the foregoing securities in the United States. None of the foregoing securities have been and will not be registered under the U.S. Securities Act of 1933, as amended (the "1933 Act") or any applicable state securities laws and may not be offered or sold in the United States or to, or for the account or benefit of, U.S. persons (as defined in Regulation S under the 1933 Act) or persons in the United States absent registration or an applicable exemption from such registration requirements. This news release does not constitute an offer to sell or the solicitation of an offer to buy nor will there any sale of the foregoing securities in any jurisdiction in which such offer, solicitation or sale would be unlawful.

ON BEHALF OF THE BOARD

Robert Eadie
President, Chief Executive Officer and Director

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.

CAUTIONARY STATEMENT REGARDING FORWARD-LOOKING INFORMATION: *This news release includes certain "forward-looking statements" under applicable Canadian securities legislation. Forward-looking statements include, but are not limited to, statements with respect to: the terms and conditions of the proposed Transaction; the terms and conditions of the proposed Financing; future work to be carried on the Property; use of funds; and the business and operations of Red Hut after the proposed transaction. Forward-looking statements are necessarily based upon a number of estimates and assumptions that, while considered reasonable, are subject to known and unknown risks, uncertainties, and other factors which may cause the actual results and future events to differ materially from those expressed or implied by such forward-looking statements. There is no assurance any of the forward-looking statements will be completed as described herein, or at all. Such factors include, but are not limited to: general business, economic, competitive, political and social uncertainties; operating and technical difficulties in connection with mineral exploration and development activities, lack of investor interest in the Financing; requirements for additional capital; future prices of gold and precious metals; changes in general economic conditions; accidents, delays or the failure to receive board, shareholder or regulatory approvals, including the required permits; results of current exploration and testing; changes in laws, regulations and policies affecting mining operations; and title disputes. There can be no assurance that such statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements. Red Hut disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.*

Contact

[Red Hut Metals Inc.](#)

Robert Eadie, President, Chief Executive Officer and Director
1-604-602-4935
1-604-602-4936 (FAX)
info@redhutmetals.com
www.redhutmetals.com

Dieser Artikel stammt von [Rohstoff-Welt.de](#)

Die URL für diesen Artikel lautet:

<https://www.rohstoff-welt.de/news/259650--Red-Hut-Metals-Signs-LOI-for-rights-to-Gold-Bearing-claims-in-California-Update.html>

Für den Inhalt des Beitrages ist allein der Autor verantwortlich bzw. die aufgeführte Quelle. Bild- oder Filmrechte liegen beim Autor/Quelle bzw. bei der vom ihm benannten Quelle. Bei Übersetzungen können Fehler nicht ausgeschlossen werden. Der vertretene Standpunkt eines Autors spiegelt generell nicht die Meinung des Webseiten-Betreibers wieder. Mittels der Veröffentlichung will dieser lediglich ein pluralistisches Meinungsbild darstellen. Direkte oder indirekte Aussagen in einem Beitrag stellen keinerlei Aufforderung zum Kauf-/Verkauf von Wertpapieren dar. Wir wehren uns gegen jede Form von Hass, Diskriminierung und Verletzung der Menschenwürde. Beachten Sie bitte auch unsere [AGB/Disclaimer!](#)

Die Reproduktion, Modifikation oder Verwendung der Inhalte ganz oder teilweise ohne schriftliche Genehmigung ist untersagt!
Alle Angaben ohne Gewähr! Copyright © by Rohstoff-Welt.de -1999-2026. Es gelten unsere [AGB](#) und [Datenschutzrichtlinien](#).