

## ASX ANNOUNCEMENT

14 September 2020

### LEASING UPDATE

- Additional 5,356 net acres leased
- Blue Star's total lease position now 129,561 gross (73,486 net) acres

**Blue Star Helium Ltd ("Blue Star" or the "Company") (ASX:BNL)** is pleased to announce it has acquired an additional 5,356 net acres in Colorado, USA since the last leasing update released 22 June 2020.

The additional acreage was secured by new leases from private mineral owners.

Blue Star's current lease position is now 129,561 gross acres (73,486 net), of which 69,378 net acres have been verified and 4,108 net acres are subject to verification.

Blue Star's Managing Director Joanne Kendrick said: "The acquisition of an additional 5,356 net acres further consolidates Blue Star's land position in the highly prospective Las Animas region, where we now hold about 130,000 gross acres across 11 prospects and leads.

"We have several exciting months ahead of us as we progress to our drilling program in Q4 this year, and we are working hard to add more prospects into that drilling program."

Further details of the new leases are set out in the Appendix.

The Board has authorised this announcement to be given to ASX.

#### **For further information, please contact:**

Joanne Kendrick

Managing Director

[info@bluestarhelium.com](mailto:info@bluestarhelium.com)

#### **About Blue Star Helium:**

Blue Star Helium Ltd (ASX:BNL) is an independent helium exploration and production company, headquartered in Australia, with operations and exploration in North America. Blue Star's strategy is to provide its shareholders with exposure to multiple high-value helium projects in North America. For further information please visit the Company's website at [www.bluestarhelium.com](http://www.bluestarhelium.com)

# BLUE STAR | HELIUM

## **About Helium:**

Helium is a unique industrial gas that exhibits characteristics both of a bulk, commodity gas and of a high value specialty gas and is considered a “high tech” strategic element. Due to its unique chemical and physical qualities, helium is a vital element in the manufacture of MRIs and semiconductors and is critical for fibre optic cable manufacturing, hard disc manufacture and cooling, space exploration, rocketry, lifting and high-level science. There is no way of manufacturing helium artificially and most of the world’s reserves have been derived as a by-product of the extraction of natural hydrocarbon gas.

## Appendix

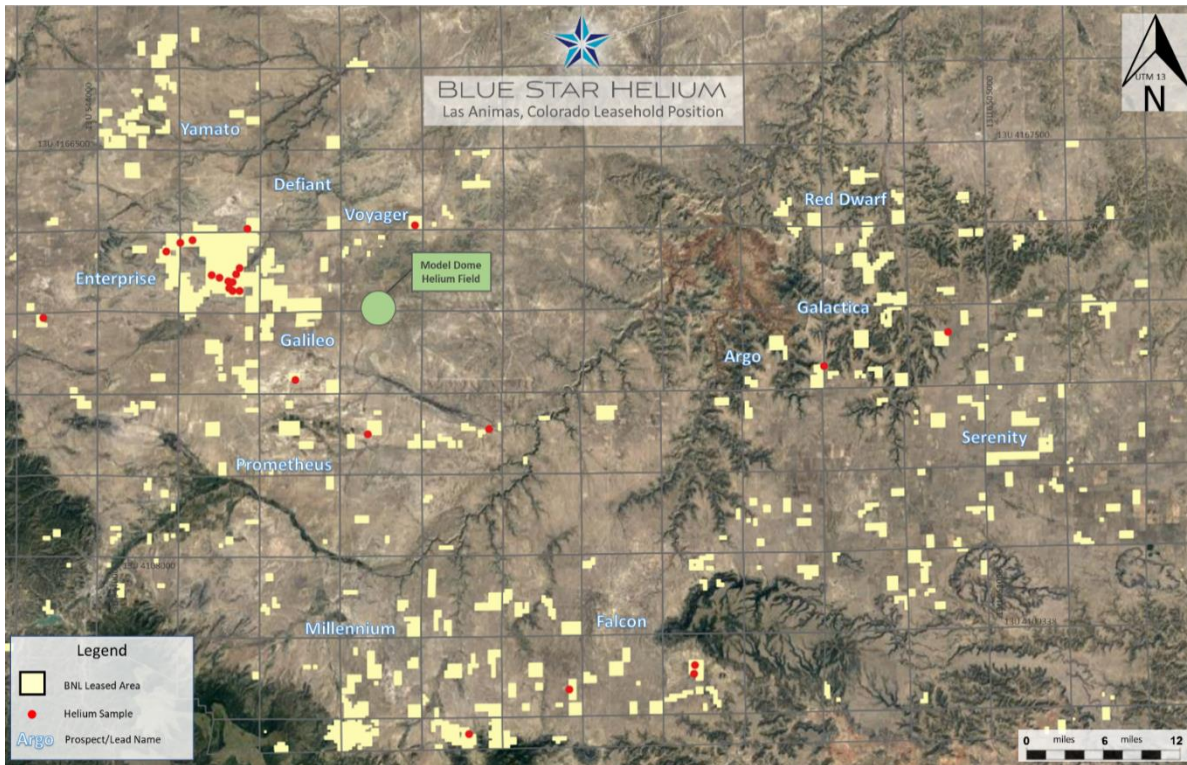


Figure 1 : Blue Star Helium Current Lease Position.

### Summary of new leases

The new leases are from private mineral owners for an initial term of five years with an option to renew for a further five years. If Blue Star successfully produces helium or other products from the lease area, a 12.5% royalty will be payable to the lessor and the lease term will be extended indefinitely until production ceases. The leases do not include any minimum work commitments. The Company is the only working interest owner in the leases. The Company has agreed to pay lease bonuses to the lessors after concluding customary verification. The total amount of the lease bonuses payable in respect of these new leases is not material to the Company.

For further information in relation to oil and gas leasing in the US, see the Company's announcement of 19 September 2019.