

# BLUE STAR | HELIUM

## ASX ANNOUNCEMENT

20 November 2020

### MATERIAL LEASING UPDATE

- Significant new leasing of 6,720 gross (6,720 net) acres
- Total lease position now 182,000 gross (127,000 net) acres

**Blue Star Helium Ltd (“Blue Star” or the “Company”) (ASX:BNL)** is pleased to announce it has acquired an additional 6,720 gross (6,720 net) acres across its portfolio. The Company’s total land position in Las Animas, Colorado is now 182,000 gross (127,000 net) acres.

The additional acreage was secured by new leases won at the November Colorado State land auction.

**Blue Star Managing Director, Joanne Kendrick, said:** “I’m pleased with the progress in our ongoing leasing strategy. These additional leases further advance our overall portfolio of prospects and leads in the Lyons Formation helium play, which has been proven in the area by the historical Model Dome field.”

This ASX Announcement has been authorised for release by the Board of Blue Star Helium Limited.

### 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 find and develop new supplies of low cost, high grade helium in North America. For further information please visit the Company’s website at [www.bluestarhelium.com](http://www.bluestarhelium.com)

### 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 1 - Summary of leases

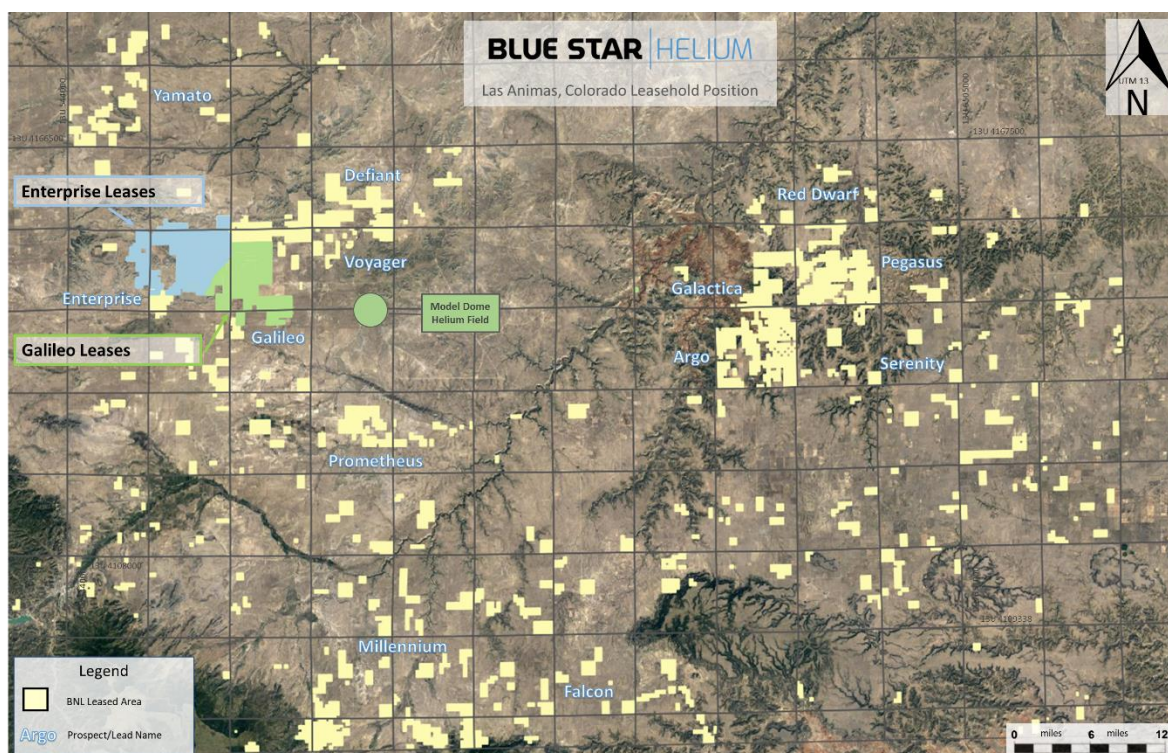


Figure 1: Blue Star Helium Lease Position

### Summary of new leases

The new leases from the State of Colorado are for 6,720 gross (6,720 net) acres, for an initial term of five years with the right to request an extension of one year and an annual rental payment of US\$2.50/acre payable annually in advance. A 20% royalty will be payable to the State of Colorado if Blue Star successfully produces helium or other products from the lease area 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 consideration for the new leases is US\$70,431 comprising the first year's rental, lease bonuses, application and other fees.

Blue Star's lease position is circa 182,000 gross (127,000 net) acres.

See a copy of the Company's announcement of 19 September 2019 for further information in relation to leasing in the USA.