

Wed, Nov 20, 2013, 4:34pm EST - US Markets are closed



Augusta Arranges US\$26 Million Increase to Red Kite Loan Facility

CNW GROUP Augusta Resource Corporation
9 minutes ago



TORONTO , Nov. 20, 2013 /CNW/ - **Augusta Resource Corporation (AZC.TO) (NYSE MKT: AZC)** ("Augusta" or "Company") is pleased to announce that the Company and RK Mine Finance Trust I ("Red Kite") have signed a term sheet for a US\$26,000,000 increase ("Additional Commitment") to the existing US\$83,000,000 Red Kite loan ("Existing Loan"). The Additional Commitment and the Existing Loan, together totalling US\$109,000,000 , are referred to as the Expanded Loan.

"Red Kite continues to show their strong support of Augusta," *Gil Clausen , Augusta's President and CEO comments. "This additional funding demonstrates their confidence in the Rosemont Copper Project and comfortably sees us through our last stages of permitting, allowing us to advance toward a construction decision, which is expected in the first half of next year."*

The Additional Commitment will be separated into four tranches: The first tranche of US\$3.5 million will be available for draw down upon completion and signing of final documentation. The second tranche of US\$10 million will be available for draw down upon publication of Rosemont's final Environmental Impact Statement (EIS) and draft Record of Decision (ROD) by the U.S. Forest Service (USFS). The final EIS is expected to be published in November 2013 , with the printed final EIS and draft ROD to be issued by mid-December 2013. The third tranche of US\$7.5 million will be available for draw down upon publication of Rosemont's final ROD by the USFS. The fourth tranche of US\$5 million will be available for draw down upon issuance of the final Clean Water Action Section 404 Permit by the Army Corps of Engineers.

The terms for the Expanded Loan are substantially similar to the Existing Loan, including interest payable at LIBOR plus 4.50%, except the Company has the option to extend the maturity date of the entire loan amount by up to three months to no later than October 21, 2014 for an extension fee.

In connection with the Expanded Loan, Augusta will pay an arrangement fee of 2% of the Additional Commitment and issue a total of 3.3 million common share purchase warrants ("Warrants") to Red Kite at a price of US\$2.12 per share subject to amendment if certain conditions are not met. The Warrants will expire on December 2, 2016 .

No additional concentrate commitments are connected to the Additional Commitment. 30% of Augusta's concentrate remains uncommitted.

Closing of the Expanded Loan transaction is subject to customary legal due diligence for these types of loan transactions, all regulatory approvals and final definitive documentation.

ABOUT RK MINE FINANCE

RK Mine Finance provides mining companies with project financing and metal off-take agreements for initiation or expansion of mine production and is part of the Red Kite group. Red Kite operates across the global metals industry from offices in Bermuda , Hong Kong , London , New York , Shanghai and Sydney . Investors in Red Kite funds include college endowments, foundations, family offices, pensions and other institutional investors. Further information on RK Mine Finance can be found at www.rkminefinance.com.

ABOUT AUGUSTA

Augusta is a base metals company focused on advancing the Rosemont Copper deposit near Tucson, Arizona . Rosemont hosts a large copper/molybdenum reserve that would account for about 10% of US copper output once in production (for details refer to www.augustaresource.com). The exceptional experience and strength of Augusta's management team, combined with the developed infrastructure and robust economics of the Rosemont project, propels Augusta to becoming a solid mid-tier copper producer. The Company trades on the Toronto Stock Exchange and the NYSE MKT under the symbol AZC.

CAUTIONARY STATEMENTS REGARDING FORWARD LOOKING INFORMATION

Certain of the statements made and information contained herein may contain forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995 and forward-looking information within the meaning of applicable Canadian securities laws. Such forward-looking statements and forward-looking information include, but are not limited to statements concerning: expectations surrounding, short term financing, future project financings or refinancing; the Company's plans at the

Top Stories

- Wall Street Falls; Fed Taper Could Begin Next Few Meetings
- Twitter Insiders Flock to High-Tech, Low-Touch Wealth Advisor
- Why Microsoft May Be Headed Back to 1999 Levels
- 'Coin' Is Safer Than a Wallet of Credit Cards: CEO
- Near-Term Turbulence Could Set Up 'Santa Claus Rally'

Related Quotes



Augusta Arranges US\$26 Million Increase to Red Kite Loan Facility [PR Newswire](#) 9 mins ago

Augusta Arranges US\$26 Million Increase to Red Kite Loan Facility [CNW Group](#) 9 mins ago

[More](#)

Sponsored Links

GRAPHENE STOCKS TO SOAR
MoneyMorning.com/Graphene_Investing
One "Breathrough Event" will send graphene to an all-time high

CALIFORNIA PERSONAL LOANS
www.Brookwoodloans.com
Unsecured Personal Loans Money wired to your account today!

TOP RARE EARTH STOCK
WealthDaily.com/Rare_Earth
This Rare Earth Stock Should Be On Your Radar, As Demand Increases.

Search Finance Search Web

Recent % | \$ AZC -60.62% More

- Finance Home My Portfolio Market Data Company News Economic News Personal Finance Yahoo Originals CNBC

Compare Brokers

pected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates", or "believes" or the negatives thereof or variations of such words and phrases or statements that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved.

Forward-looking statements or information are subject to a variety of risks and uncertainties which could cause actual events or results to differ from those reflected in the forward-looking statements or information, including, without limitation, risks and uncertainties relating to: history of losses; requirements for additional capital; dilution; loss of its material properties; interest rates increase; global economy; no history of production; speculative nature of exploration activities; periodic interruptions to exploration, development and mining activities; environmental hazards and liability; industrial accidents; failure of processing and mining equipment; labour disputes; supply problems; commodity price fluctuations; uncertainty of production and cost estimates; the interpretation of drill results and the estimation of mineral resources and reserves; legal and regulatory proceedings and community actions; title matters; regulatory restrictions; permitting and licensing; volatility of the market price of Common Shares; insurance; competition; hedging activities; currency fluctuations; loss of key employees; as well as those factors discussed in the section entitled "Risk Factors" in the Company's Annual Information Form dated March 25, 2013 . Should one or more of these risks and uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described in forward-looking statements or information. Accordingly, readers are advised not to place undue reliance on forward-looking statements or information. The Company disclaims any intent or obligation to update forward-looking statements or information except as required by law, and you are referred to the full discussion of the Company's business contained in the Company's reports filed with the securities regulatory authorities in Canada and the United States .

SOURCE Augusta Resource Corporation

Contact:

Contact Information

Augusta Resource Corporation
Letitia Cornacchia, Vice President,
Investor Relations and Corporate Communications
Tel: (416) 860 6310
Email: lcornacchia@augustaresource.com

View Comments (0)

Share this http://finance.yahoo.com/news/augusta-arranges-us-26-million-211500275.html? [Social Share Icons]

Recommended for You

Obama was briefed earlier in year on health website problems

By Roberta Rampton and Caren Bohan WASHINGTON (Reuters) - President Barack Obama, who has portrayed himself as surprised by technical problems with the government's new health care website, was briefed earlier this year on a consultant's report that warned of possible widespread site failures, Reuters

Top 10 Credit Cards for Excellent Credit

AdChoices

For people with excellent credit. Compare exclusive offers side-by-side and apply online for the card that is right for you. CreditCards.com Sponsored

Declining Prices of U.S. Homebuilder Stocks an Indicator Something Not Right with Housing Market

The direction of prices in the housing market has historically been dependent on the direction of mortgage interest rates. If mortgage rates start to increase, it makes homes less affordable for those who Business 2 Community

The 5 Financial Decisions that Set You Back Thousands

There are so many things we know we should do: have health insurance, plan for retirement, save, budget--the list goes on and on. It can seem impossible to add to your savings when there's so much use for money now, but rather than thinking of budgeting for retirement as an impediment, start... Work + Money

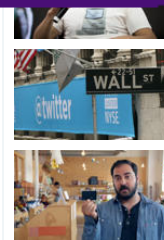
No, Obama Did Not Fake The Unemployment Rate

Conservatives are working themselves into a froth about what they believe is the next HUGE OBAMA SCANDAL: allegations that the unemployment numbers were cooked just ahead of the 2012 election. This scandal may turn out to be just as devastating to the Obama administration as the IRS, Beng-Huffington Post

Russian crash investigators find voice recorder

MOSCOW (AP) — The last word the pilot of the Boeing 737 uttered was "circle." Moments later the jetliner slammed into the ground, investigators said Wednesday, killing all 50 people on board. Associated Press

Insurer makes Obamacare the punch line in new ad



Twitter Insiders Flock to High-Tech, Low-Touch Wealth ...

Replace Your Wallet with a "Coin"; It's Safer Than ...

Poll

Amazon is expanding its own private label offerings to make supermarket goods. Would you buy the products?

22 hours remaining

Yes, if they're better and cheaper
No, I wouldn't buy them from Amazon
No, I don't buy groceries online

See Results

Market News

Is Tyson a knockout or dead meat? 02:31

Avoid momentum plays: Pro 03:02

Find Value in Freeport Shares 03:26



Revolutionary joint solution that is flying off shelves Instaflex



Astounding research about the human brain could have you learning a new language. Pimslaur Approach



Get ADT professional home security system and alarm monitoring services for \$99. Call: 1-888-605-1162 Protect your home Arvartriale hv SmarterLifestyles™

Copyright © 2013 -a href=http://us.rd.yahoo.com/finance/news/cnw/SIG=10pcal/fee/7/http://www.newswire.ca/-CNW Group-/-a-. All rights reserved. All the news releases provided by CNW Group are copyrighted. Any forms of copying other than an individual user's personal reference without express written permission is prohibited. Further distribution of these materials is strictly forbidden, including but not limited to, posting, emailing, faxing, archiving in a public database, redistributing via a computer network or in a printed form.

Search Finance Search Web

Recent % | \$ AZC -60.62% More

Job descriptions don't always tell the full story, and they're often outdated or so vague as to be almost meaningless. But you don't want to find out in your first week that the health insurance doesn't meet your family's needs or that you

78% of employees miss health-care tax break

Rule change could make flexible-spending accounts more appealing in 2014. MarketWatch

Closing Bell Exchange

Discussing tapering and what the Fed minutes mean to the market, with Quincy Krosby, Prudential Financial; Jason Pride, Glenmede; Peter Andersen, Congress Asset Management; and CNBC's Rick Santelli and Steve Liesman. CNBC Videos

Oneok plans new North Dakota natural gas factory

An Oklahoma energy company said it will build its biggest factory yet in western North Dakota to help capture and bring to market more of the natural gas that currently is being burned off as a byproduct ... Associated Press

What's the Greatest Generation for Credit?

Experian released its fourth annual State of Credit report analyzing the credit health of the four generations. Which generation has the best credit scores? Credit.com

How to Be a Better Job Seeker Than You Were Last Year

The Career Advisory Board's 2013 Job Preparedness Indicator, an annual study designed to identify skill gaps between what candidates have and employers seek, found that U.S. hiring managers are more confident than ever. Just be U.S.News & World Report LP

Nissan GT-R Nismo (18 photos)

Unveiled at the Tokyo Motor Show, the Nissan GT-R Nismo represents the fastest GT-R ever built — and with a Nurburgring lap of 7:08 minutes, one of the fastest production sports cars in the world. Yahoo Autos

How to Get Secret Prices on New Cars in California

Everyone wants to save money when buying a new car, but not everyone knows how. We have revealed the car industry's 3 shopping secrets. AutoPriceFinder.com Sponsored

Online Retailer Surging 70% on IPO Debut Example of Market Euphoria

Sound the bull horns, folks! Stocks are sizzling on the chart, and Wall Street is partying like there's no tomorrow. Kind of sounds like late 1999/early 2000, doesn't it? And we all know what happened when the party ended then, with the NASDAQ having surged to a ridiculous 5,132 and subsequently... Business 2 Community

It's Easier To Get Into Harvard Than To Get A Job At These Walmarts

You think your Harvard acceptance letter is impressive? Snag a job at Walmart and then we'll talk. More than 23,000 people are vying for only 600 job openings at the retail giant's two new stores in Washington, D.C., according to a Walmart spokesperson. In other words, only 2.61 percent of hopefuls... Huffington Post

This Adtech Startup Just Hired Microsoft's First-Ever Employee

Marc McDonald, the first-ever salaried employee... Business Insider

US existing home sales fall 3.2 pct. in October

WASHINGTON (AP) — Fewer Americans bought existing homes in October, as higher mortgage rates, the 16-day partial government shutdown and a limited supply of houses on the market reduced sales. Associated Press

Russia releases Greenpeace activist on bail, grants bail to 7 others

By Maria Tsvetkova ST. PETERSBURG, Russia (Reuters) - The first of 30 people arrested by Russian coast guards during a Greenpeace protest against Arctic oil drilling walked free on bail on Wednesday, brandishing a sheet with the words "Free the Arctic" written on it. Brazilian Ana Paula Alminhana... Reuters

Saving for a Decades Away Retirement

A common wish among older folks is that they started their retirement planning at a much younger age. Putting money into retirement accounts in the early years of your career allows you to get the maximum benefit of yearly compounded U.S.News & World Report LP

Gaming Company Fined \$1 Million After Using Players To Mine Bitcoin

A gaming software company behind anti-cheating... Business Insider

Load more stories

- Finance Home My Portfolio Market Data Company News Economic News Personal Finance Yahoo Originals CNBC

Compare Brokers

Search Finance

Search Web

Sign In

Mail

Recent % | \$
AZC -60.62%
More

- [Finance Home](#)
- [My Portfolio](#)
- [Market Data](#)
- [Company News](#)
- [Economic News](#)
- [Personal Finance](#)
- [Yahoo Originals](#)
- [CNBC](#)

[Compare Brokers](#)