

5 May 2017

## **DRILLING EXTENDS HIGH GRADE NICKEL-COPPER SULPHIDES AT CATHEDRALS PROSPECT**

### **HIGHLIGHTS:**

- **First four diamond drill holes at the Cathedrals Prospect all intersect nickel-copper sulphides and extend the high grade mineralised zones**
- **MAD53 intersected 3.32m of massive and brecciated sulphides from 103.4m with portable XRF readings of the massive sulphide averaging of 9.3%Ni and 2%Cu**
- **MAD55 intersected 1.45m of massive and remobilised massive sulphides from 63.5m with portable XRF readings of the massive sulphide averaging 6.8%Ni and 2.6%Cu**
- **MAD56 intersected 4m of massive, remobilised massive and matrix sulphides from 60.95m with portable XRF readings of the massive sulphide averaging 9.5%Ni and 4.1%Cu**
- **Three further diamond holes to be drilled at the Cathedrals Prospect**

### **DRILLING SUCCESS AT THE CATHEDRALS PROSPECT**

St George Mining Limited (ASX: **SGQ**) ('St George Mining' or 'the Company') is pleased to announce that further massive nickel-copper sulphides have been intersected at the Cathedrals Prospect which is currently being drilled at the Mt Alexander Project in Western Australia.

Four new drill holes have been completed at the Cathedrals Prospect, where shallow high-grade nickel-copper-PGE sulphides have previously been intersected. All four drill holes - MAD53, MAD54, MAD55 and MAD56 - have successfully intersected mineralised ultramafic.

MAD53 has intersected 7.12m of mineralised ultramafic including **3.32m of massive and brecciated sulphides with average values of the massive sulphide of 9.3%Ni and 2%Cu** (based on portable XRF readings).

MAD55 has intersected 4.24m of mineralised ultramafic including **1.45m of massive and remobilised massive sulphides with average values of the massive sulphide of 6.8%Ni and 2.6%Cu** (based on portable XRF readings).

MAD56 has intersected 8.95m of mineralised ultramafic including **4m of massive, remobilised massive and matrix sulphides with values of the massive sulphide averaging 9.5%Ni and 4.1%Cu** (based on portable XRF readings).

**St George Mining Executive Chairman, John Prineas** said:

"We continue to grow the value at Mt Alexander with additional massive sulphides intersected by drilling that tested for extensions of known high grade mineralisation at Cathedrals.

"What is particularly pleasing is that the nickel and copper values, as well as the thickness of mineralisation, in these new drill holes are similar to or even better than those already intersected at Cathedrals."

The new significant intersections have extended and confirmed previous high grade massive nickel-copper sulphides discovered by MAD12, MAD13 and MAD35. These new results support the potential for continuity of the high grade mineralisation at the Cathedrals Prospect where most EM conductors have previously only been tested by one drill hole. See Table 1 for details of MAD12, MAD13 and MAD35.

### **MAD53:**

MAD53 was drilled to a downhole depth of 128.4m to test a DHEM plate modelled at 105m downhole. The drill hole intersected the EM plate 15m north of the high grade mineralisation intersected in MAD12 (3.95m @ 5.05%Ni, 1.55%Cu, 0.11%Co and 4.44g/t PGEs from 91.4m).

The drill hole successfully intersected 3.32m of massive and brecciated nickel-copper sulphides at the modelled target. MAD53 intersected:

- 1.05m of weakly disseminated and blebby sulphides from 99.6m to 100.65m
- 2.2m of strongly disseminated sulphides with sulphide veins from 100.65m to 102.85m
- 0.55m of moderately disseminated sulphides from 102.85m to 103.4m
- 2.59m of **massive sulphide** network (comprising approx. 50% of the interval), brecciated sulphides and also ultramafic with coarse blebby sulphides from 103.4m to 105.99m
- 0.73m of **massive sulphide** (spot XRF readings averaging 9.3%Ni, 2%Cu) from 105.99m to 106.72m

MAD53 has extended the high grade mineralisation 15m north of MAD12, and the mineralisation remains open.



*Figure 1 – photograph of drill core from MAD53 between 102.4m to 107.7m including massive, brecciated and blebby nickel-copper sulphides.*

### **MAD54:**

MAD54 was drilled to a downhole depth of 128.3m to test an off-hole DHEM plate that could represent a southern extension of the high grade mineralisation intersected in MAD12.

MAD54 intersected both the upper and lower ultramafic units, and the target EM plate 11m south of MAD12. Further details are:

- 9.3m of ultramafic with weakly disseminated sulphides from 34m to 43.3m
- 2.8m of ultramafic with blebby sulphides from 43.3m to 46.1m

- 11.9m of ultramafic with weakly to moderately disseminated and stringer sulphides from 77.2m to 89.1m
- 0.65m of ultramafic with moderate stringer and disseminated sulphides (spot XRF reading of stringer sulphide 10.9%Ni) from 89.1m to 89.75m
- 5m of ultramafic with weakly to moderately disseminated sulphides from 90.6 to 95.6m

Results from MAD54 suggest the high grade mineralisation may not extend as far south as the EM plate is modelled, however the mineralisation is open along strike both to the east and the west. A DHEM survey in MAD54 will be completed to further investigate for extensions to the high grade mineralisation.

**MAD55:**

MAD55 was drilled to a depth of 96.1m to test an off-hole DHEM plate modelled 4m below MAD35 which intersected 2.06m @ 6.35%Ni, 3.2%Cu, 0.21%Co and 4.08g/t PGEs from 64.19m.

MAD55 intersected:

- 1.8m of ultramafic with moderate blebby, disseminated and some stringer sulphides from 60.7m to 62.5m
- 1m of ultramafic with stringer veinlets from 62.5m to 63.5m
- 0.58m of ultramafic with **remobilised massive sulphide** veins (spot XRF reading of 2.7%Ni) from 63.5m to 64.08m
- 0.86m of **massive sulphide** (XRF readings averaging 6.8%Ni, 2.6%Cu) from 64.08m to 64.94m

The depth of the MAD55 intersection suggests it is an eastern extension of the MAD35 mineralisation.



*Figure 2 – photograph of drill core from MAD55 between 61m to 66.1m including massive and remobilised massive nickel-copper sulphides.*

**MAD56:**

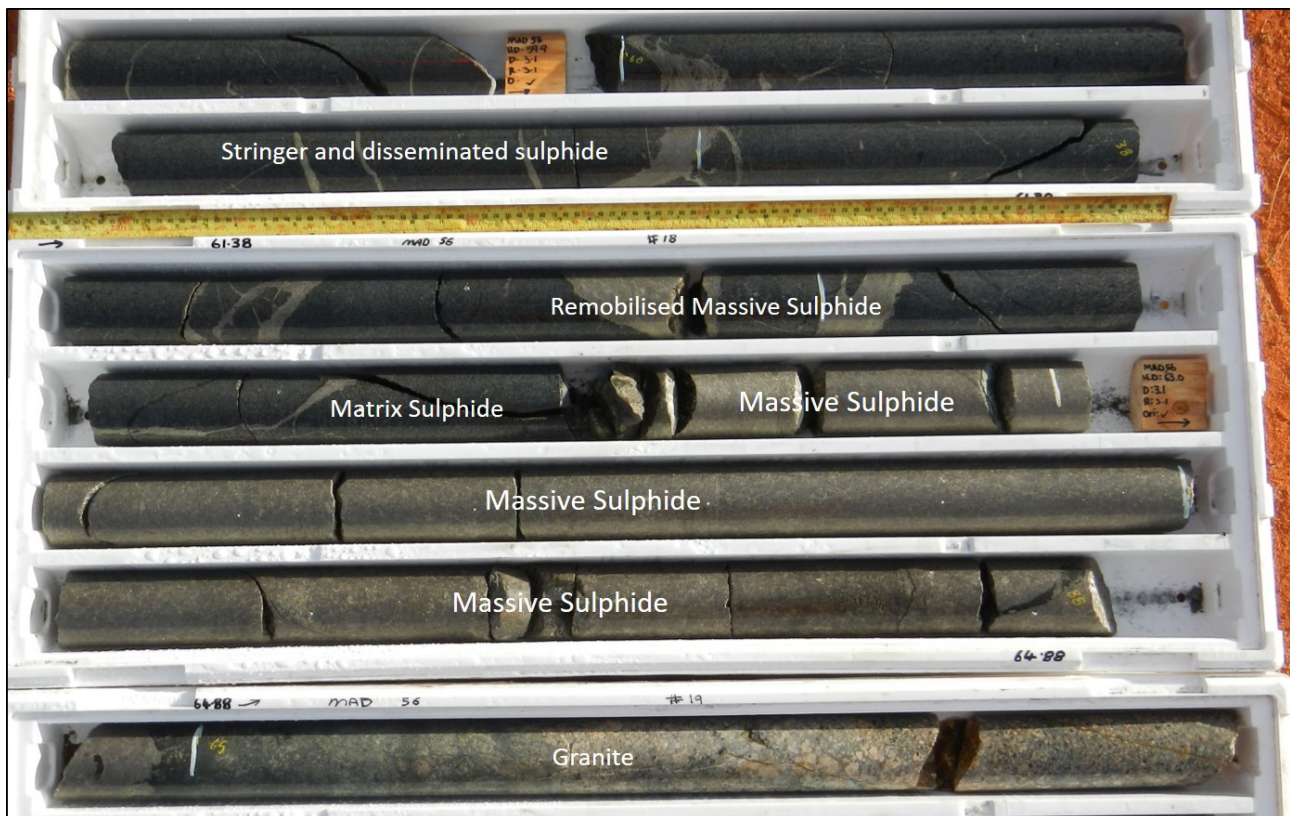
MAD56 was drilled to a downhole depth of 94.2m to test a DHEM plate modelled at 61m downhole. The drill hole intersected the EM plate 12m west/northwest of the high grade mineralisation intersected in MAD13 (2.05m @ 5.78%Ni, 2.33%Cu, 0.18%Co and 3.93g/t PGEs from 57.25m).

The drill hole successfully intersected 4m of massive and remobilised massive and matrix nickel-copper sulphides at the modelled target.

MAD56 intersected:

- 2.15m of ultramafic with weakly disseminated sulphides from 53.85m to 56m
- 1.8m of ultramafic with some stringer and disseminated sulphides from 56m to 57.8m
- 3.15m of ultramafic with moderate disseminated and 5% stringer sulphides from 57.8m to 60.95m
- 1.7m of ultramafic with **remobilised massive/stringer and matrix sulphides** (XRF readings of the massive sulphides average 9%Ni) from 60.95m to 62.65m
- 2.3m of **massive sulphide** (XRF readings averaging 9.5%Ni and 4.1%Cu) from 62.65m to 64.95m

The result of MAD56 is a thicker high grade sulphide intersection than MAD13, and with only two drill holes having tested this massive sulphide zone there is further upside to expand the mineralisation.



*Figure 3 – photograph of drill core from MAD56 between 59.6m to 65.8m including massive, remobilised massive and matrix nickel-copper sulphides.*

The portable XRF analysis is showing high grades of nickel and copper in the massive sulphide mineralisation intersected by the completed drill holes. Laboratory assays will confirm these values and we expect the assays to also indicate high values of cobalt and PGEs consistent with previous high grade mineralisation intersected at the Cathedrals Prospect to date.

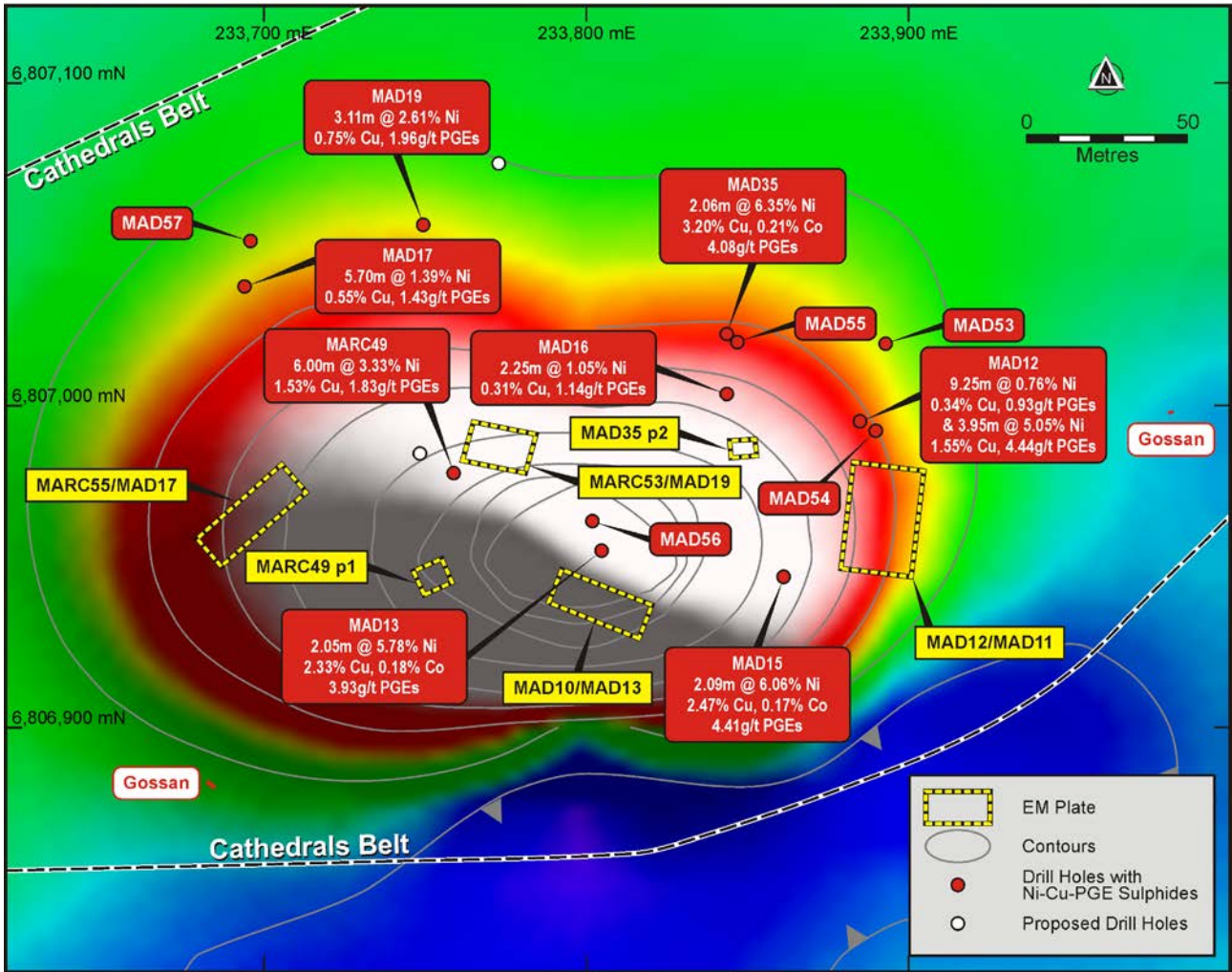


Figure 4 – a plan view of the Cathedrals Prospect showing the large SAMSON total field EM anomaly (white/red colours) in Channel 18 (44ms). The contours shown are 0.05pT/A which highlight the stronger electromagnetic field over the Cathedrals Prospect. The 2016 drill holes with massive nickel-copper sulphides are shown together with completed 2017 drill holes and target EM plates.

Hole ID	GDA94 East	GDA94 North	Dip	Azimuth	Depth (m)	From (m)	To (m)	Width (m)	Ni%	Cu%	Co%	Total PGEs g/t	Au g/t
MAD12	233885	6806995	-70	170	111.5	81.5	90.75	9.25	0.76	0.34	0.03	0.93	0.12
<i>Including</i>						81.5	81.6	0.1	6.02	3.14	0.15	3.73	0.18
MAD12	233885	6806995	-70	170	111.5	91.4	95.35	3.95	5.05	1.55	0.11	4.44	0.15
<i>Including</i>						93.9	95.35	1.45	6.81	2.27	0.12	7.72	0.31
MAD12	233885	6806995	-70	170	111.5	101	102.6	1.6	0.41	0.11	0.02	0.42	0.05
MAD13	233805	6806955	-70	170	93.3	47.5	57.25	9.75	0.34	0.11	0.01	0.3	0.03
MAD13						57.25	59.3	2.05	5.78	2.33	0.18	3.93	0.08
<i>Including</i>						57.6	59	1.4	7.1	2.94	0.23	4.2	0.07
MAD35	233844	6807022	-60	180	95.4	61	64.19	3.19	0.57	0.22	0.02	0.54	0.08
MAD35						64.19	66.25	2.06	6.35	3.20	0.21	4.08	0.17

Table 1 - a list of significant intersections in MAD12, MAD13 and MAD35

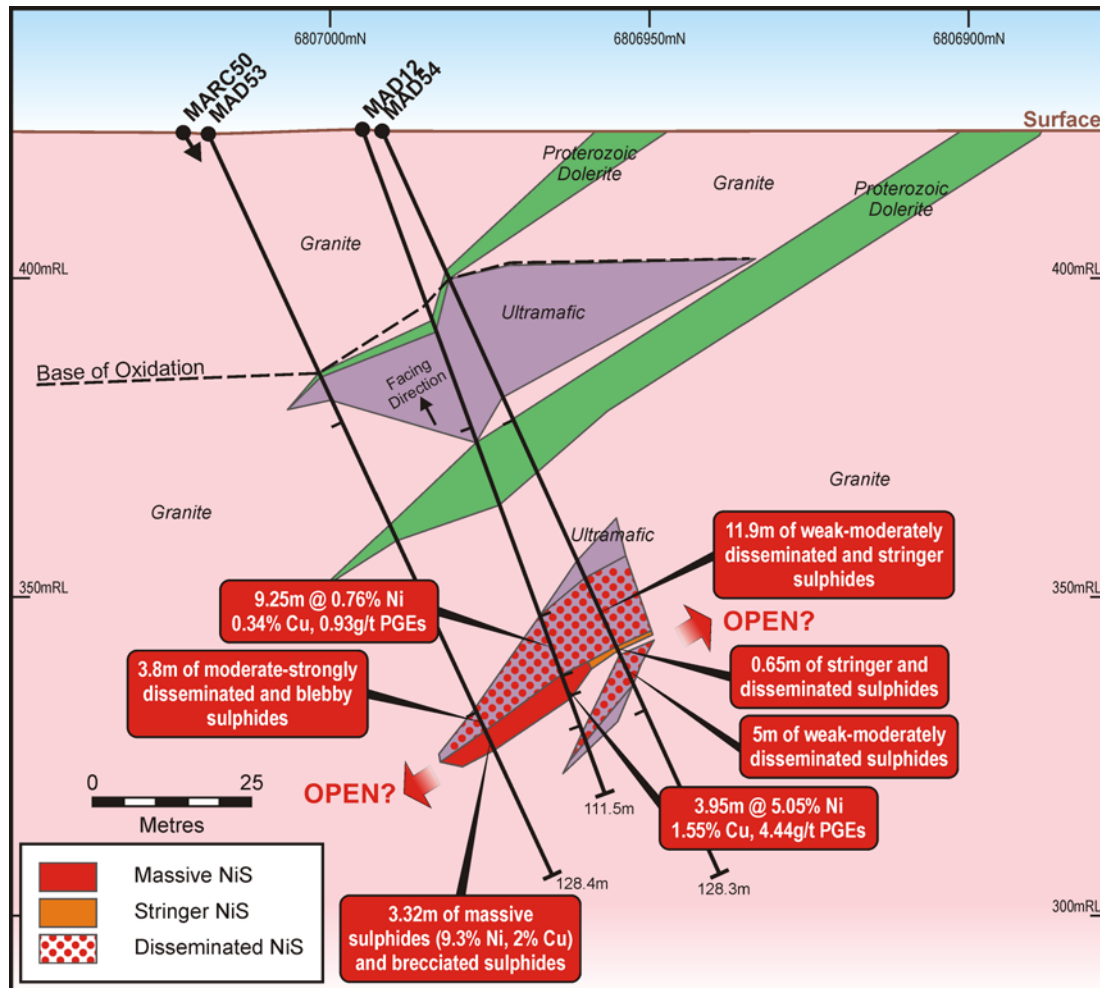


Figure 5 - a cross section (looking east) of the MAD12 mineralisation and the extensions to the mineralisation established by MAD53 and MAD54. This high grade mineralisation remains opens to the north as well as along strike to the east and west.

**CURRENT DRILL PROGRAMME**

Table 2 shows details for drill holes at the Cathedrals Prospect completed or planned in the current diamond drill programme.

Order of Drilling	HOLEID	GDA 94_51 East	GDA 94_51 North	Depth (m)	Dip	Azimuth	Depth to Target (m)	Target EM Plate
1	MAD53	233893	6807019	128.4	-65	180	105	DHEM MAD11/12
2	MAD54	233890	6806992	128.3	-65	180	91	DHEM MAD11/12
3	MAD55	233847	6807019.5	96.1	-60	180	66	DHEM MAD35p2
4	MAD56	233802	6806964	94.2	-66	190	61	DHEM MAD10/13
5	MAD57	233696	6807051	200	-60	180	171	DHEM MAD17p1
6	CATH_PROP5	233773	6807075	200	-60	180	177	DHEM MAD19p2
7	CATH_PROP7	233748.5	6806985	90	-55	180	65	DHEM MARC49p1

Table 2 – Drill holes at the Cathedrals Prospect in the 2017 diamond drill programme at Mt Alexander. Drill holes designated a “MAD” identification have been completed, other than MAD57 which is in progress.

Based on the intersection angle of the drilling and interpreted EM plates, the downhole widths are interpreted to be near to true widths, but will be reviewed again with DHEM survey results. Further drilling at Cathedrals Prospect will be planned after the DHEM survey results are assessed.

## **ABOUT THE MT ALEXANDER PROJECT**

The Mt Alexander Project is located 120km south-southwest of the Agnew-Wiluna belt which hosts numerous world class nickel deposits. The Project comprises four granted exploration licences – E29/638, E29/548, E29/962 and E29/954.

The Cathedrals, Stricklands and Investigators nickel-copper-PGE discoveries are located on E29/638, which is held in joint venture by Western Areas Limited (25%) and St George (75%). St George is the Manager of the Project with Western Areas retaining a 25% non-contributing interest in the Project (in regard to E29/638 only) until there is a decision to mine.

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

### **John Prineas**

Executive Chairman

St George Mining Limited

(+61) 411 421 253

[John.prineas@stgm.com.au](mailto:John.prineas@stgm.com.au)

## **Competent Person Statement:**

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Matthew McCarthy, a Competent Person who is a Member of The Australian Institute of Geoscientists. Mr McCarthy is employed by St George Mining Limited.

Mr McCarthy has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr McCarthy consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The following sections are provided for compliance with requirements for the reporting of exploration results under the JORC Code, 2012 Edition.

**Section 1 Sampling Techniques and Data**

(Criteria in this section apply to all succeeding sections)

Criteria	JORC Code explanation	Commentary
<b>Sampling techniques</b>	<i>Nature and quality of sampling (eg cut channels, random chips, or specific specialised industry standard measurement tools appropriate to the minerals under investigation, such as down hole gamma sondes, or handheld XRF instruments, etc.). These examples should not be taken as limiting the broad meaning of sampling.</i>	The sections of the core that are selected for assaying are marked up and then recorded on a sample sheet for cutting and sampling at the certified assay laboratory. Samples of HQ or NQ2 core are cut just to the right of the orientation line where available using a diamond core saw, with half core sampled lengthways for assay.
	<i>Include reference to measures taken to ensure sample representivity and the appropriate calibration of any measurement tools or systems used.</i>	Wherever possible the same side of the drill core is sampled to ensure sample is representative. Appropriate QAQC samples are inserted into the sequences as per industry best practice.
	<i>Aspects of the determination of mineralisation that are Material to the Public Report.</i>  <i>In cases where 'industry standard' work has been done this would be relatively simple (eg 'reverse circulation drilling was used to obtain 1 m samples from which 3 kg was pulverised to produce a 30 g charge for fire assay'). In other cases more explanation may be required, such as where there is coarse gold that has inherent sampling problems. Unusual commodities or mineralisation types (eg submarine nodules) may warrant disclosure of detailed information.</i>	Diamond core (both HQ and NQ2) is half-core sampled to geological boundaries no more than 1.5m and no less than 10cm. Samples less than 3kg are crushed to 10mm, dried and then pulverised to 75µm. Samples greater than 3kg are first crushed to 10mm then finely crushed to 3mm and input into the rotary splitters to produce a consistent output weight for pulverisation.  Pulverisation produces a 40g charge for fire assay. Elements determined from fire assay are gold (Au), platinum (Pt) and palladium (Pd) with a 1ppb detection limit. To determine other PGE concentrations (Rh, Ru, Os, Ir) a 25g charge for nickel sulphide collect fire assay is used with a 1ppb detection limit.  Other elements will be analysed using an acid digest and an ICP finish. These elements are: Ag, Al, As, Bi, Ca, Cd, Co, Cr, Fe, K, Li, Mg, Mn, Mo, Nb, Ni, P, Pb, S, Sb, Sn, Te, Ti, V, W, Zn. The sample is digested with nitric, hydrochloric, hydrofluoric and perchloric acids to effect as near to total solubility of the sample as possible. The sample is then analysed using ICP-AES or ICP-MS.  LOI (Loss on Ignition) will be completed on selected samples to determine the percentage of volatiles released during heating of samples to 1000°C.
<b>Drilling techniques</b>	<i>Drill type (eg core, reverse circulation, open-hole hammer, rotary air blast, auger, Bangka, sonic, etc) and details (eg core diameter, triple or standard tube, depth of diamond tails, face-sampling bit or other type, whether core is oriented and if so, by what method, etc).</i>	Diamond drilling is completed using HQ sized coring equipment through the weathered zone (mostly saprock) with 3m barrels, and then HQ or NQ2 in fresh rock with 3m or 6m barrels as required. The core is oriented using ACT II electric core orientation.
<b>Drill sample recovery</b>	<i>Method of recording and assessing core and chip sample recoveries and results assessed.</i>	Diamond core recoveries are recorded during drilling and reconciled during the core processing and geological logging. The core length recovered is measured for each run and recorded which is used to calculate core recovery as a percentage.



Criteria	JORC Code explanation	Commentary
	<i>Measures taken to maximise sample recovery and ensure representative nature of the samples.</i>	Measures taken to maximise core recovery include using appropriate core diameter and shorter barrel length through the weathered zone, which at Cathedrals and Investigators is mostly <25m and Stricklands <45m depth. Primary locations for core loss in fresh rock are on geological contacts and structural zones, and drill techniques are adjusted accordingly, and if possible these zones are predicted from the geological modelling.
	<i>Whether a relationship exists between sample recovery and grade and whether sample bias may have occurred due to preferential loss/gain of fine/coarse material.</i>	No sample recovery issues have yet been identified that would impact on potential sample bias in the competent fresh rocks that host the mineralised sulphide intervals.
<b>Logging</b>	<i>Whether core and chip samples have been geologically and geotechnically logged to a level of detail to support appropriate Mineral Resource estimation, mining studies and metallurgical studies.</i>	Geological logging is completed for all drill holes with lithology, alteration, mineralisation, structure and veining recorded. The logging is recorded digitally and imported in the St George Mining central database.
	<i>Whether logging is qualitative or quantitative in nature. Core (or costean, channel, etc.) photography.</i>	Logging is both qualitative and quantitative depending on the field being captured. Core is photographed with one tray per photo and stored digitally.
	<i>The total length and percentage of the relevant intersections logged.</i>	All drill holes are geologically logged in full.
<b>Sub-sampling techniques and sample preparation</b>	<i>If core, whether cut or sawn and whether quarter, half or all core taken.</i>	The HQ and NQ2 core is cut in half length ways just to the right of the orientation line where available using a diamond core saw. All samples are collected from the same side of the core where practicable.
	<i>If non-core, whether riffled, tube sampled, rotary split, etc and whether sampled wet or dry.</i>	No complete non-core holes were completed in the current drill program, however four drill holes have utilised RC precollars where samples are riffle-split and to date have been dry.
	<i>For all sample types, the nature, quality and appropriateness of the sample preparation technique.</i>	The entire sample is pulverised to 75µm using LM5 pulverising mills. Samples are dried, crushed and pulverized to produce a homogenous representative sub-sample for analysis. A grind quality target of 90% passing 75µm is used.
	<i>Quality control procedures adopted for all sub-sampling stages to maximise representivity of samples.</i>	Quality control procedures include submission of Certified Reference Materials (standards), duplicates and blanks with each sample batch. QAQC results are routinely reviewed to identify and resolve any issues.
	<i>Measures taken to ensure that the sampling is representative of the in situ material collected, including for instance results for field duplicate/second-half sampling.</i>	Duplicate samples are selected during sampling. Samples comprise two quarter core samples.
	<i>Whether sample sizes are appropriate to the grain size of the material being sampled.</i>	The sample sizes are considered to be appropriate for base metal sulphide mineralisation and associated geology.
<b>Quality of assay data and laboratory tests</b>	<i>The nature, quality and appropriateness of the assaying and laboratory procedures used and whether the technique is considered partial or total.</i>	Diamond core samples are analysed for Au, Pt and Pd using a 40g lead collection fire assay; for Rh, Ru, Os, Ir using a 25g nickel sulphide collection fire assay; and for Ag, Al, As, Bi, Ca, Cd, Co, Cr, Fe, K, Li, Mg, Mn, Mo, Nb, Ni, P, Pb, S, Sb, Sn, Te, Ti, V, W, Zn using a four acid digest and ICP-AES or MS finish. The assay method and detection limits are appropriate for analysis of the elements required.

Criteria	JORC Code explanation	Commentary
	<i>For geophysical tools, spectrometers, handheld XRF instruments, etc, the parameters used in determining the analysis including instrument make and model, reading times, calibrations factors applied and their derivation, etc.</i>	<p>A handheld XRF instrument (Olympus Innov-X Spectrum Analyser) is used to systematically analyse the drill core onsite. One reading is taken per meter, however for any samples with matrix or massive sulphide mineralisation then five to ten samples are taken at set intervals per meter. The instruments are serviced and calibrated at least once a year. Field calibration of the XRF instrument using standards is periodically performed.</p> <p>The handheld XRF results are only used for preliminary assessment and reporting of element compositions, prior to the receipt of assay results from the certified laboratory.</p>
	<i>Nature of quality control procedures adopted (eg standards, blanks, duplicates, external laboratory checks) and whether acceptable levels of accuracy (i.e. lack of bias) and precision have been established.</i>	<p>Laboratory QAQC involves the use of internal lab standards using certified reference material (CRMs), blanks and pulp duplicates as part of in house procedures. The Company also submits a suite of CRMs, blanks and selects appropriate samples for duplicates.</p> <p>Sample preparation checks for fineness are performed by the laboratory to ensure the grind size of 90% passing 75µm is being attained.</p>
<b>Verification of sampling and assaying</b>	<i>The verification of significant intersections by either independent or alternative company personnel.</i>	Significant intersections are verified by the Exploration Manager of St George Mining.
	<i>The use of twinned holes.</i>	No twin holes are being drilled in the current drill program.
	<i>Documentation of primary data, data entry procedures, data verification, data storage (physical and electronic) protocols.</i>	Primary data is captured onto a laptop using acQuire software and includes geological logging, sample data and QA/QC information. This data, together with the assay data, is entered into the St George Mining central SQL database which is managed by external consultants.
	<i>Discuss any adjustment to assay data.</i>	No adjustments or calibrations will be made to any primary assay data reported.
<b>Location of data points</b>	<i>Accuracy and quality of surveys used to locate drill holes (collar and down-hole surveys), trenches, mine workings and other locations used in Mineral Resource estimation.</i>	<p>Drill holes have been located and pegged using a DGPS system with an expected accuracy of +/-0.05mmm for easting, northing and elevation.</p> <p>Downhole surveys are conducted using a single shot camera approximately every 30m during drilling to record and monitor deviations of the hole from the planned dip and azimuth. Post-drilling downhole gyroscopic surveys will be conducted, which provide much more accurate survey results.</p>
	<i>Specification of the grid system used.</i>	The grid system used at the Mt Alexander project is GDA94 (MGA), zone 51.
	<i>Quality and adequacy of topographic control.</i>	Elevation data has been acquired using DGPS surveying at individual collar locations and entered into the central database. A topographic surface has been created using this elevation data.
<b>Data spacing and distribution</b>	<i>Data spacing for reporting of Exploration Results.</i>	The diamond drill program is testing modelled EM conductors and geological criteria for massive nickel-copper-PGE sulphide mineralisation. The spacing and distribution of the drill holes is appropriate to test the defined targets.

Criteria	JORC Code explanation	Commentary
	<i>Whether the data spacing and distribution is sufficient to establish the degree of geological and grade continuity appropriate for the Mineral Resource and Ore Reserve estimation procedure(s) and classifications applied.</i>	The completed drilling at Cathedrals, Stricklands and Investigators is not sufficient to establish the degree of geological and grade continuity to support the definition of Mineral Resource and Reserves and the classifications applied under the 2012 JORC code.
	<i>Whether sample compositing has been applied</i>	No compositing has been applied to the exploration results.
<b>Orientation of data in relation to geological structure</b>	<i>Whether the orientation of sampling achieves unbiased sampling of possible structures and the extent to which this is known, considering the deposit type.</i>	Drill holes are planned as perpendicular as possible to the target EM plates to approximate true width. Most of the ultramafic units in the Cathedrals Belt dip shallow to the north and where possible drill holes have been planned to intersect perpendicular to dip. The orientation of key structures may be locally variable.
	<i>If the relationship between the drilling orientation and the orientation of key mineralised structures is considered to have introduced a sampling bias, this should be assessed and reported if material.</i>	No orientation based sampling bias has been identified in the data to date.
<b>Sample security</b>	<i>The measures taken to ensure sample security.</i>	Chain of custody is managed by St George Mining. Core samples are stored in the secure facilities at Bureau Veritas laboratory in Perth. Transportation of core is managed by St George contractors and Bureau Veritas and actively track monitored.
<b>Audits or reviews</b>	<i>The results of any audits or reviews of sampling techniques and data.</i>	No audits or reviews have been conducted at this stage.

## Section 2 Reporting of Exploration Results

Criteria	JORC Code explanation	Commentary
<b>Mineral Tenement and Land Status</b>	<i>Type, name/reference number, location and ownership including agreements or material issues with third parties including joint ventures, partnerships, overriding royalties, native title interests, historical sites, wilderness or national park and environmental settings.</i>	The Mt Alexander Project is comprised of four granted Exploration Licences (E29/638, E29/548, E29/954 and E29/962). Tenement E29/638 is held in Joint Venture between St George (75% interest) and Western Areas (25% interest). E29/638 and E29/548 are also subject to a royalty in favour of a third party that is outlined in the ASX Release dated 17 December 2015 (as regards E29/638) and the ASX release dated 18 September 2015 (as regards E29/548).
	<i>The security of the tenure held at the time of reporting along with any known impediments to obtaining a licence to operate in the area.</i>	No environmentally sensitive sites have been identified on the tenements. A registered Heritage site known as Willsmore 1 (DAA identification 3087) straddles tenements E29/548 and E29/638. All four tenements are in good standing and no known impediments exist.
<b>Exploration Done by Other Parties</b>	<i>Acknowledgment and appraisal of exploration by other parties.</i>	Exploration on tenements E29/638 and E29/962 has been largely for komatiite-hosted nickel sulphides in the Mt Alexander Greenstone Belt. Exploration in the northern section of E29/638 (Cathedrals Prospect) and also limited exploration on E29/548 has been for komatiite-hosted Ni-Cu sulphides in granite terrane. No previous exploration has been identified on E29/954.  The target lithological unit in the Mt Alexander Greenstone belt has historically been the Central Ultramafic Unit, which has been explored by a number of parties, most recently by Nickel West.  High grade nickel-copper sulphides were discovered at the Mt Alexander Project in 2008. Drilling was completed to test co-incident electromagnetic (EM) and magnetic anomalies associated with nickel-PGE enriched gossans in the northern section of current tenement E29/638. The drilling identified high grade nickel-copper mineralisation in granite-hosted ultramafic units and the discovery was named the Cathedrals Prospect. The tenements remain underexplored.

Criteria	JORC Code explanation	Commentary
<b>Geology</b>	<i>Deposit type, geological setting and style of mineralisation</i>	<p>The Mt Alexander Project is at the northern end of a western bifurcation of the Mt Ida Greenstones. The greenstones are bound to the west by the Ida Fault, a significant Craton-scale structure that marks the boundary between the Kalgoorlie Terrane (and Eastern Goldfields Superterrane) to the east and the Youanmi Terrane to the west.</p> <p>The Mt Alexander Project is prospective for further high-grade komatiite-hosted nickel-copper-PGE mineralisation (both greenstone and granite hosted) and also precious metal mineralisation (i.e. orogenic gold) that is typified elsewhere in the Yilgarn Craton.</p>
<b>Drill hole information</b>	<p><i>A summary of all information material to the understanding of the exploration results including tabulation of the following information for all Material drill holes:</i></p> <ul style="list-style-type: none"> <li>• <i>Easting and northing of the drill hole collar</i></li> <li>• <i>Elevation or RL (Reduced Level – elevation above sea level in meters) of the drill hole collar</i></li> <li>• <i>Dip and azimuth of the hole</i></li> <li>• <i>Down hole length and interception depth</i></li> <li>• <i>Hole length</i></li> </ul>	Drill hole information is shown in Table 2 in the body of the release.
<b>Data aggregation methods</b>	<i>In reporting Exploration Results, weighting averaging techniques, maximum and/or minimum grade truncations (e.g. cutting of high grades) and cut-off grades are usually Material and should be stated.</i>	<p>Reported assay intersections are length and density weighted. Significant intersections are determined using both qualitative (i.e. geological logging) and quantitative (i.e. lower cut-off) methods.</p> <p>For massive sulphide intersections, the nominal lower cut-off is 2% for either nickel or copper. For disseminated, blebby and matrix sulphide intersections the nominal lower cut-off for nickel is 0.3%.</p>
	<i>Where aggregated intercepts incorporate short lengths of high grade results and longer lengths of low grade results, the procedure used for such aggregation should be stated and some typical examples of such aggregations should be shown in detail.</i>	<p>Any high-grade sulphide intervals internal to broader zones of sulphide mineralisation are reported as <i>included</i> intervals.</p> <p>For example, any heavy disseminated or matrix sulphides with &gt;1% nickel or copper on contact with massive sulphide mineralisation are grouped with the massive sulphides for calculating significant intersections and the massive sulphide mineralisation is reported as an <i>including</i> intersection.</p>
	<i>The assumptions used for any reporting of metal equivalent values should be clearly stated.</i>	No metal equivalent values have yet been used for reporting exploration results.
<b>Relationship between mineralisation widths and intercept lengths</b>	<p><i>These relationships are particularly important in the reporting of exploration results.</i></p> <p><i>If the geometry of the mineralisation with respect to the drill hole angle is known, its nature should be reported. If it is not known and only the down hole lengths are reported, there should be a clear statement to this effect (e.g. down hole length, true width not known).</i></p>	Assay intersections are reported as down hole lengths. Drill holes were planned as perpendicular as possible to intersect the target EM plates so downhole lengths are interpreted to be near true width. Results from recent and ongoing drill programs will be reviewed further to confirm the relationship between downhole lengths and true widths.
<b>Diagrams</b>	<i>Appropriate maps and sections (with scales) and tabulations of intercepts should be included for any significant discovery being reported. These should include, but not be limited to a plane view of drill hole collar locations and appropriate sectional views.</i>	A relevant plan and cross section of the Cathedrals Prospect is shown in the body of the release.

<b>Criteria</b>	<b>JORC Code explanation</b>	<b>Commentary</b>
<b>Balanced Reporting</b>	<i>Where comprehensive reporting of all Exploration Results is not practical, representative reporting of both low and high grades and/or widths should be practiced to avoid misleading reporting Exploration Results.</i>	The exploration results reported are representative of the mineralisation style with grades and/or widths reported in a consistent manner.
<b>Other substantive exploration data</b>	<i>Other exploration data, if meaningful and material, should be reported including (but not limited to): geological observation; geophysical survey results; geochemical survey results; bulk samples – size and method of treatment; metallurgical test results; bulk density, groundwater, geotechnical and rock characteristics; potential deleterious or contaminating substances.</i>	All material or meaningful data collected has been reported.
<b>Further Work</b>	<i>The nature and scale of planned further work (e.g. tests for lateral extensions or depth extensions or large – scale step – out drilling).  Diagrams clearly highlighting the areas of possible extensions, including the main geological interpretations and future drilling areas, provided this information is not commercially sensitive.</i>	Further exploration includes assessment of the results of the current diamond drill program including any additional drill holes, and ongoing reconnaissance and infill surface moving loop and fixed loop EM surveys.