

29 May 2017

AUSTRALIA

GOLD, COPPER

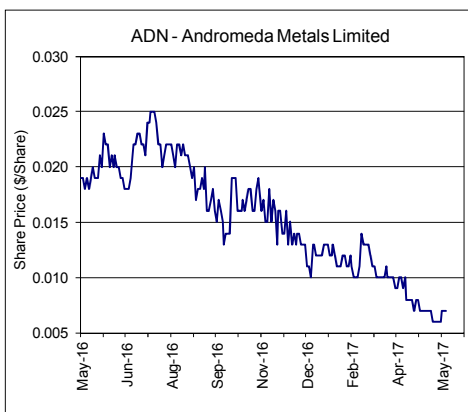
ADVANCED EXPLORATION

EXCHANGE: ASX:ADN

CAPITAL PROFILE

Share price (A\$)	0.007
52 week range (A\$/share)	0.006 to 0.025
Number of shares* (M)	453.1
Options and warrants* (M)	23.7
Fully diluted* (M)	476.8
Market capitalisation (undiluted) (A\$M)	3.2
Debt (A\$M) - Jun 17F	0.0
Enterprise value (A\$M)	3.2
Major shareholders: Buratu Pty Ltd (18.1%),	
Avg monthly volume (M)	12
Cash (A\$M) - Jun 17F	0.3
Price/Cash (x)	11.5

*Assuming full placement of ~\$1.2M shortfall, outstanding shares would increase by ~150M to 608M; options would increase by ~75M to 101M; and cash by \$1.2M to \$1.5M.



DIRECTORS

Colin Jackson (Non Exec Chairman)
Chris Drown (Managing Dir)
Nick Harding (Exec Dir)
Jonathan Buckley (Non Exec Dir)

Mr Chris Drown,
Managing Director
Tel: +61 08 8271 0600
Unley, South Australia
www.andromet.com.au

Analyst: John Wilson
johnwilson@rcresearch.com.au

ANDROMEDA METALS LIMITED

Australian gold exploration focus; potential development project (SA), high grade epithermal gold (QLD) and reinvigorated Cu-Au project (NT).

Share Price: \$0.007

Speculative Buy

ADN has achieved impressive exploration and corporate milestones in the past 12 months establishing a significant JORC resource of 200koz Au at Wudinna Gold Camp (SA) and securing ERM/EVN as partner at the high potential Rover Cu-Au project (NT). ADN is also targeting high grade epithermal gold in the Drummond Basin similar in style to the nearby Pajingo Field (>3Moz). Discovery hole potential; drilling 2H17.

INVESTMENT POINTS

- ◆ **Eyre Peninsula Gold Project: (SA, ADN 100%) Wudinna Gold Camp** (Barns, Baggy Green, White Tank deposits): JORC resource 3.8Mt at 1.62g/t Au for **200koz Au** (Jan '17). Resource upside potential to +300koz 2H17.
- ◆ **Barns** initial metallurgical testwork indicates **high gold recovery of 97%** (Jan '17) via low capex using a conventional gravity and cyanide leach flowsheet. **High grade zone** discovered at **Baggy Green**: drill intercepts include **16m at 5.72 g/t Au** and **11m at 9.32 g/t Au**, open to north (Nov '16).
- ◆ **Wudinna development potential**: Wudinna Gold Camp has comparable metrics to other SA gold mines now in production, and a clear pathway towards development has emerged. **PFS expected 2Q18**.
- ◆ **Drummond Epithermal Gold Project (QLD, ADN 100%)**: High grade gold district targeting epithermal quartz veins **similar in style to nearby Pajingo Field (>3M oz Au)**. There are **4 drill ready targets**: Bunyip, Poppi's, Roo Tail, and East Central Limey Dam. **Drilling 2H17 (1,200m)**.
- ◆ **Rover Project (Cu-Au, Tennant Creek, NT)**: Emmerson (ASX:ERM) farm-in agreement (Nov '16), earning up to 75% for \$4M expenditure over 6 years. Historic drill intercepts include **55m @ 3.35% Cu, 0.16g/t Au**.
- ◆ **Advanced, high quality Moonta** (Olympic Copper-Gold Province) and early stage lithium/tungsten/gold exploration projects seeking JV funding.
- ◆ **Gold price positive outlook**: The spot gold price is ~\$1681/oz (US\$1261/oz Au; AUD/USD 0.75, 23 May). The gold price looks set to benefit from increased geopolitical uncertainty driving safe haven investment buying.
- ◆ **Share price catalysts 2017**: further exploration upside and PFS results at Wudinna Gold Camp; gold price appreciation; potential discovery holes at the Drummond Epithermal Gold Project (1,200m); renewed exploration at Rover; and potential farm in agreement at Moonta.

COMPANY STATISTICS

Year End June	Mar-17A	Jun-17F	2016A	2017F^	2018F
Exploration and evaluation (A\$M)	0.07	0.10	1.37	0.73	1.10
Corporate (A\$M)	0.13	0.13	1.02	0.70	0.52
Exploration/(Expl.+ Corporate) (%)	35	43	57	51	68
Funding duration at current burn (years)			0.1	0.2	0.1
Shares on issue (pr end)^ (M shares)	405.8	453.2	361.3	453.2	609.4
Drilling - RAB/Aircore (m)	0	0	0	0	0
Drilling - Other/Diamond (m)	0	0	1,855	2,015	5,500
Land holding ('000 ha)*	496	496	593	496	496
Capital raisings (A\$M)	0.00	0.38	0.93	1.20	1.25
Funding from JV partners (A\$M)	0.2	0.2	0.2	0.5	0.9
Cash^ (A\$M)	0.1	0.3	0.3	0.3	0.2
Cash backing (Ac/share)	0.0	0.1	0.1	0.1	0.0

* Tenements held and under application. Quarters refer to calendar year. Drill metres are RCR estimates.

^2017F Assuming full placement of \$1.2M shortfall 2Q17, 30 June cash position would be \$1.5M; shares outstanding 609M

COMPANY COMMENT

Overview: Andromeda Metals (formerly Adelaide Resources) is based in South Australia and listed on the ASX in 1996. It has a long term focus on exploration for gold and copper with strategic holdings in 4 Australian districts; Eyre Peninsula - Gawler Craton (SA; gold, copper and silver); Drummond Basin (QLD; epithermal gold); Moonta - Olympic Copper-Gold Province (SA, IOCG); Rover Field (NT; gold, copper). In 1H16 ADN added lithium prospects to its portfolio in WA and NT.

Eyre Peninsula Gold Project: (Gold, SA, ADN 100%) ADN has a large regional landholding of 2,385km² mostly within the Central Gawler Gold Province. Its main project, the **Wudinna Gold Camp**, comprises 3 defined deposits within 6km of each other: JORC resource announced at Barns (Jul '16), Baggy Green and White Tank (Jan '17): Global resources stand at **3.85Mt at 1.62g/t Au for 200,300oz**, (3.47Mt inferred and 0.38Mt indicated) using a 0.5g/t Au cut-off. Grade tonnage curves indicate significant tonnage at higher grades over the three deposits: viz 2.61Mt at 2.03g/t Au for 170koz (1.0g/t cut-off), or 0.92Mt at 3.13g/t Au for 92koz (2g/t Au cut-off). There remains excellent upside potential at depth and along strike of each deposit, and additional other close-by targets. Baggy Green in particular may be much bigger as the current resource is from a 500m section only of a 2000m long target. Relatively low cost exploration, with shallow drilling, has seen 100koz Au twice added to ADN's resource base 6 month's apart. Infill drilling planned to allow reclassification of inferred to indicated resources with next JORC upgrade and extension expected 2H17. Deposits are shallow (100m to 150m deep), high gold recovery (97% indicated at Barns), potential open cut and onsite gravity/tail leach processing; **PFS expected 2Q18** (subject to funding).

Baggy Green: JORC resource of 1.56Mt at 1.64g/t Au for 82.4koz Au (inferred, Jan '17). The deposit is gently dipping, shallow, defined over 500m strike from ~27m below surface to a depth of 100m; and is open along strike and at depth. A **high grade zone** was discovered across two 50m spaced adjacent holes with intercepts of 16m at 5.72g/t Au and 11m at 9.32g/t Au. It could become the main deposit for the project with excellent potential for further resource upside.

Barns: JORC resource of 2.11Mt at 1.58g/t Au for 107koz (inf. and ind.). Barns geological model comprises two flat lying supergene gold lenses underlain by 10 stacked moderately dipping lode systems. Metallurgical testwork results for Barns (Jan '17) indicate high recovery of 97% with gravity and cyanide leach tests for both supergene and primary ore types.

Development strategy: The 3 delineated deposits are shallow, defined down to 100m at Baggy Green and about 150m at Barns. With the nearest trucking option being to the Challenger mine (owned by ASX:WPG) 350-400km by road, ADN is reviewing options for a standalone plant on site. Baggy Green metallurgical testwork expected 2H17 (ADN anticipates similarly good results to Barns). A **conceptual economic review** by Mapek (May '16), based on the Barns deposit alone, indicated positive outcomes at the current gold price. ADN plans to update the conceptual economic study to incorporate the recently expanded resource base and new metallurgical results, and to leverage the economic potential of Barns and Baggy Green by delineating additional near surface resources at both deposits as well as other nearby exploration targets.

Exploration 2H17: Resource and extension drilling is proposed at Baggy Green and other Wudinna Gold Camp targets, Metallurgical testing of Baggy Green mineralisation. Revised economic study incorporating expanded resource and positive metallurgy results (subject to funding). 2H17: 4000m RC; 300m DD.

Drummond Epithermal Gold Project: (Gold, QLD, 100% ADN) The Drummond Basin is host to high grade epithermal gold deposits. ADN has a strategic land position 70km east of the well known high grade Pajingo Field

(>3Moz Au) which include the Vera Nancy lodes. Its Glenroy Field tenements are considered highly prospective containing volcanic dominated stratigraphy from Cycle 1 of the Drummond Basin, the main epithermal host rocks in the region. Its regional land position is 838km².

The company has four drill ready targets: the highest priority is Bunyip, and 3 other key targets:

Bunyip drill target: ADN's primary target; never drilled. ADN has defined outcropping quartz veins totaling 2000m in strike with confirmed epithermal system characteristics, anomalous gold and pathfinder metals arsenic and molybdenum. Best surface rock chip sample 19.65g/t Au.

Other drill targets: ADN completed a surface sampling program 1Q16 at 15 sites collecting 155 rock chip samples. Five sites returned results over 1g/t Au from which three new drill targets have been defined coincident with quartz veins and geological features associated with epithermal systems: viz, **Poppi's** (quartz veining with results to 6.04g/t Au), **Roo Tail** (epithermal quartz veining in a brecciated rhyolite), and **East Central Limey Dam** (extensive gold anomaly with chalcedonic vein textures).

Exploration 2H17: 1200m RC/DD drill program including holes at Bunyip up to 200m depth.

Copper Projects: The company has numerous prospects in the world class Olympic Copper-Gold Province a region best known for its IOCG deposits at Olympic Dam and Prominent Hill, and a strategic landholding in the Tennant Creek district. ADN has discovered significant bodies of **copper and gold** (and associated **cobalt**) both at **Moonta Copper Gold Project** (IOCG, SA, ADN 100%) and at its **Rover Gold Copper Project** (NT, ADN 100%). Both are advanced, high quality exploration projects best progressed through third party funding. **Emmerson Resources (ASX:ERM) farm-in to Rover** (ann 4Q16): ERM to manage the project and to spend \$2M over 3 years to earn 51%, and a further \$2M over the subsequent 3 years to earn a 75% stake in the project. **Evolution (ASX:EVN)** has elected to include Rover in its joint venture with ERM, a further vote of confidence in the project's potential. The Rover Project, near Tennant Creek where ERM is highly active, was last drilled by ADN in 2011: Drill results include 55m @ 3.35% Cu, 0.16g/t Au. It is highly prospective but has high exploration costs carried by ERM.

Lithium and tungsten prospects: ADN has two early stage lithium prospective projects.

Prince of Wales lithium-gold prospect (WA, ADN 100%, ELA): 40kms SW of Coolgardie analogous to the Lepidolite Hill lithium project of Lithium Australia/Focus Minerals (ASX:LIT, ASX:FML). Also prospective for gold and nickel.

Davenport Ranges prospect (NT, ADN 100%, ELA): Hard rock target. Rock chip samples by ADN 4Q16 indicate ore grade levels of tungsten (1.41% WO₃).

Investment Comment: ADN has achieved impressive exploration and corporate milestones in the past 12 months establishing a significant JORC resource of 200koz Au at the Wudinna Gold Camp in SA and securing ERM/EVN as a partner for the high potential Rover Cu-Au project in the NT. **Share price catalysts 2017** include further advances at Wudinna which is shaping up as a near surface development project - further exploration upside expected 2H17 and PFS 2Q18; coupled with gold price upside Wudinna is expected to underpin share price performance through 1H18. Share price upside also exists with potential for discovery holes at the Drummond Epithermal Gold Project (1,200m); reactivation of exploration at Rover; and potential farm in agreement at Moonta. ADN raised ~\$380k 2Q17 from a rights issue at \$0.008/share plus attaching options and is looking to place the shortfall to raise a further ~\$1.2M. We expect cash position of \$300k-400k ranging up to \$1.5M 30 June subject to extent of shortfall placement. EDI credits of ~\$190k to be distributed for 2016/17 tax year.

KEY PROJECTS

Project	Ownership/ Option	JV Partner	Target Type	Process Route	Project Status	Location
Gold and Copper						
Eyre Peninsula Gold Project <i>Includes: Thurlga JV Wudinna Gold Camp</i>	various 100/25% 100%	na ASX:IVR na	Au Au,Cu,Ag Au	na na na	Adv Expl. Early Expl. Adv Expl.	Aust (SA)
Drummond Epithermal Gold Project	100%	na	Au, epithermal	na	Mid Expl.	Aust (QLD)
Moonta Copper Gold Project	90,100%^	na^	IOCG	na	Adv Expl.	Aust (SA)
Rover Copper Gold JV	100,25%*	ASX:ERMEVN*	Cu-Au	na	Adv Expl.	Aust (NT)
Lithium, Tungsten						
Davenport Ranges	100%	na	hardrock, tungsten	na	Early Expl.	Aust (NT)
Coolgardie - Prince of Wales	100%	na	pegmatite, lithium	na	Early Expl.	Aust (WA)

^ A small portion of the Moonta Project is under JV with Minotaur Exploration (ASX:MEP) holding 10%.

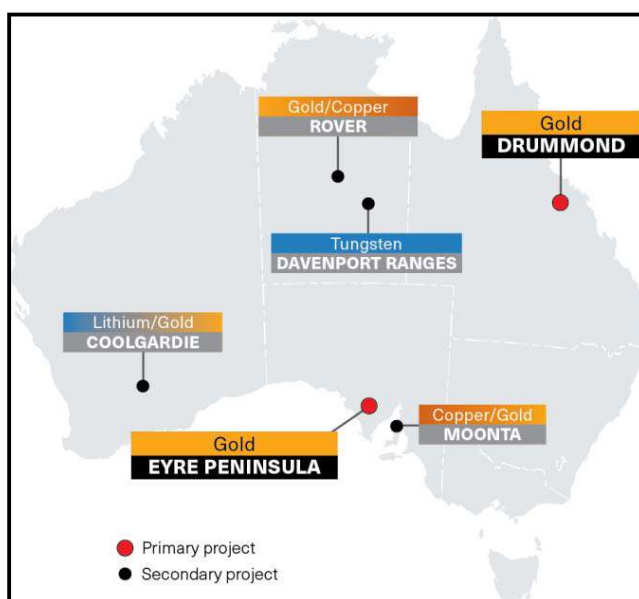
* Heads of Agreement with Emmerson Resources to farm-in. Franco Nevada has a claw back right to 70% or a royalty option.

RESERVES AND RESOURCES

Code for reporting mineral resources - Australian: (JORC)

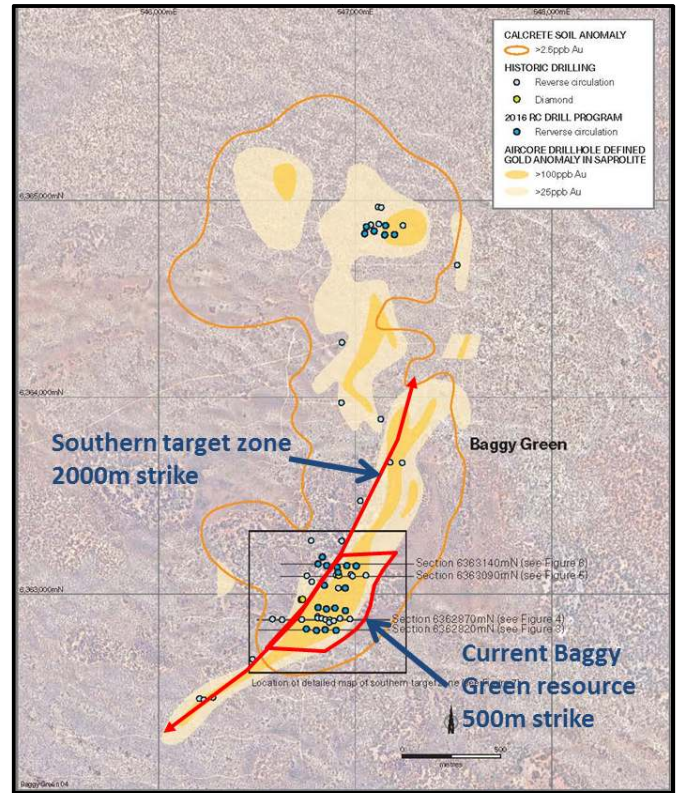
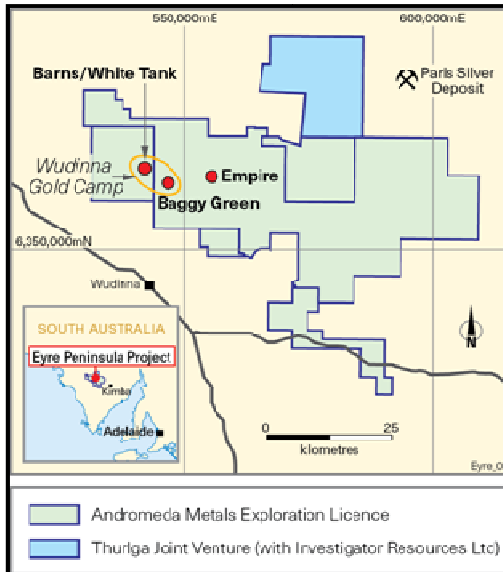
Gold Au	Classification	Project Equity	Ore Mt	Grade g/t	Cut Off g/t	Au Koz	Au Eq Koz
Reserves			0			0	0
Resources							
Barns (<i>supergene</i>)	Indicated	100%	0.38	1.40	0.5	17.0	17.0
Barns (<i>supergene</i>)	Inferred	100%	0.23	1.30	0.5	10.0	10.0
Barns (<i>primary</i>)	Inferred	100%	1.50	1.70	0.5	80.0	80.0
Sub Total - Barns			2.11	1.58	0.5	107.0	107.0
Baggy Green (<i>primary</i>)	Inferred	100%	1.56	1.64	0.5	82.4	82.4
Sub Total - Baggy Green			1.56	1.64	0.5	82.4	82.4
White Tank (<i>supergene</i>)	Inferred	100%	0.04	1.35	0.5	1.9	1.9
White Tank (<i>primary</i>)	Inferred	100%	0.13	2.10	0.5	9.0	9.0
Sub-Total - White Tank			0.18	1.93	0.5	10.9	10.9
Total - Wudinna Gold Camp			3.85	1.62	0.5	200.3	200.3

Andromeda Metals project location plan: ADN is focused on gold exploration in Australia. It also has significant copper interests being progressed through joint venture and early stage lithium pegmatites in Western Australia and a hard rock tungsten project in NT.



GOLD PROJECTS

Eyre Peninsula location plan: (Gold, SA) ADN has a large regional landholding of 2,385km² within the Central Gawler Gold Province. It's most advanced project is the Wudinna Gold Camp including the Barns, Baggy Green and White Tank resources, three of several gold deposits and prospects located within 6km of each other.



Wudinna Gold Camp in the Eyre Peninsula (SA): Baggy Green has potential to emerge as the dominant deposit in the region. Exploration program 2H17: Resource and extension drilling is proposed at Baggy Green and other nearby targets (subject to funding). 2H17: 4,000m RC; 300m DD. PFS expected 2Q18.



Wudinna Gold Camp - comparison with other SA gold projects: The Wudinna Gold Camp has a JORC resource of 3.85Mt at 1.62g/t Au for 200koz Au using a 0.5g/t Au cut-off. The grade/tonnage curves below indicate significant tonnage at higher grades: viz 1Mt at 3g/t Au for 99koz; 2.6Mt at 2g/t Au for 170koz.

	Portia ⁽¹⁾	Tarcoola ⁽²⁾	Wudinna Gold Camp ⁽³⁾
Company	Havilah Resources (HAV)	WPG Resources (WPG)	Andromeda Metals (ADN)
Resource	720Kt @ 2.90g/t Au	973Kt @ 3.12g/t Au	3,850Kt @ 1.62g/t Au
Resource Ounces	67,000	97,500	200,300
Reserve	360Kt @ 4.7g/t Au	710Kt @ 3.1g/t Au	?
Reserve Ounces	53,600	71,000	?
Depth of barren cover	75 metres	17 metres?	27 metres
Nature of cover	Unconsolidated seds?	saprolitic clay	saprolitic clay
Nature of gold	very coarse (nuggets)	fine grained (native)?	fine grained (native)
Recovery method	high efficiency gravity	CIP (Challenger Mill)	Gravity/CIP leach?
Est. gold recovery	95%	95%	97% (Barns)
Economics	✓	✓	?
Market Capitalisation ⁽⁴⁾	\$85.3M⁽⁵⁾	\$45.4M⁽⁵⁾	\$2.7M

Information sources and notes

⁽¹⁾ see Havilah Resources Limited (ASX:HAV) release dated 20 November 2015 titled "A new mining force in South Australia."

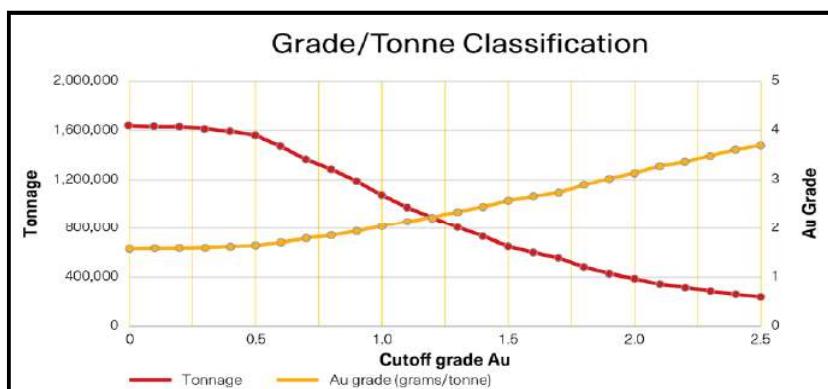
⁽²⁾ see WPG Resources Ltd (ASX:WPG) release dated 1 September 2016 titled "Tarcoola gold project – Updated Feasibility Study and Revised Ore Reserve Estimate."

⁽³⁾ see Andromeda Metals release dated 19 July 2016 titled "Maiden 107,000 ounce gold resource estimated for Barns deposit.; and dated 23 January 2017 titled "Wudinna Gold Camp Mineral Resource jumps to 200,000 ounces of gold."

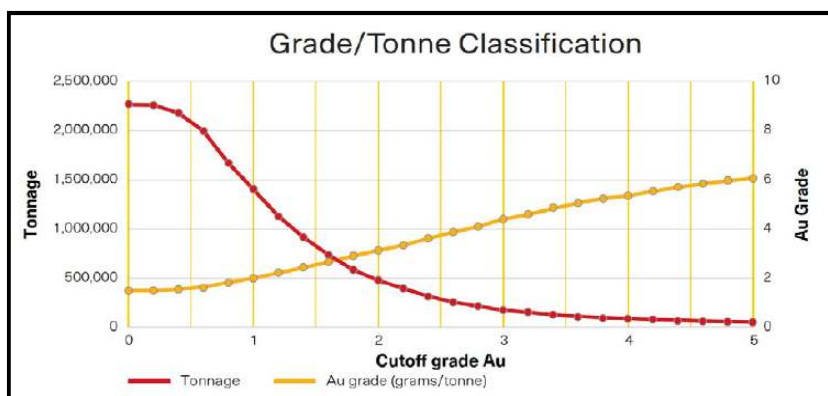
⁽⁴⁾ Calculated as at 24 May 2017 – ignores any unlisted securities

⁽⁵⁾ HAV and WPG's market capitalisations also incorporate value for other assets

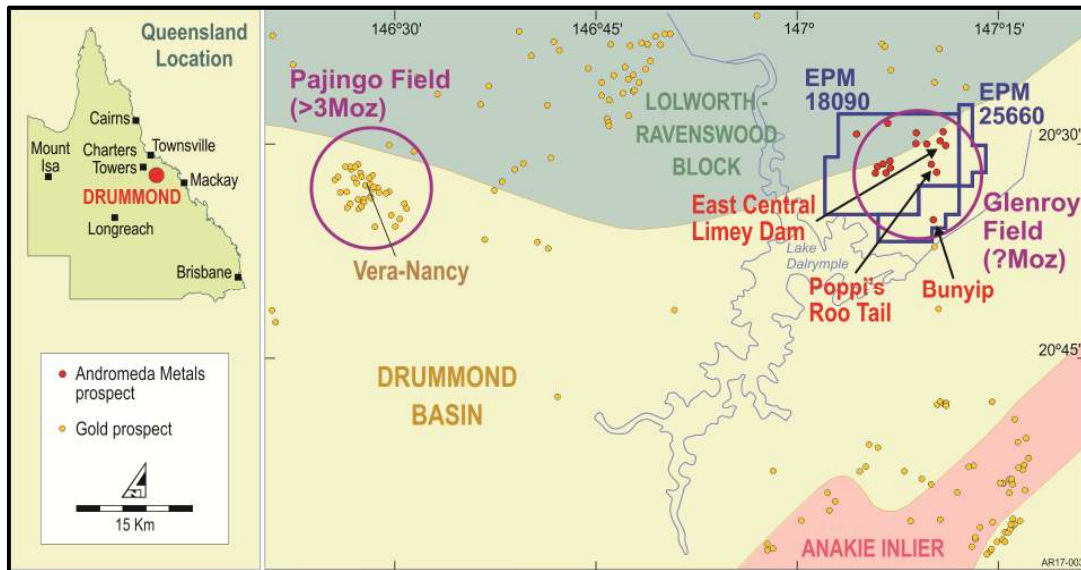
Baggy Green - grade tonnage curve



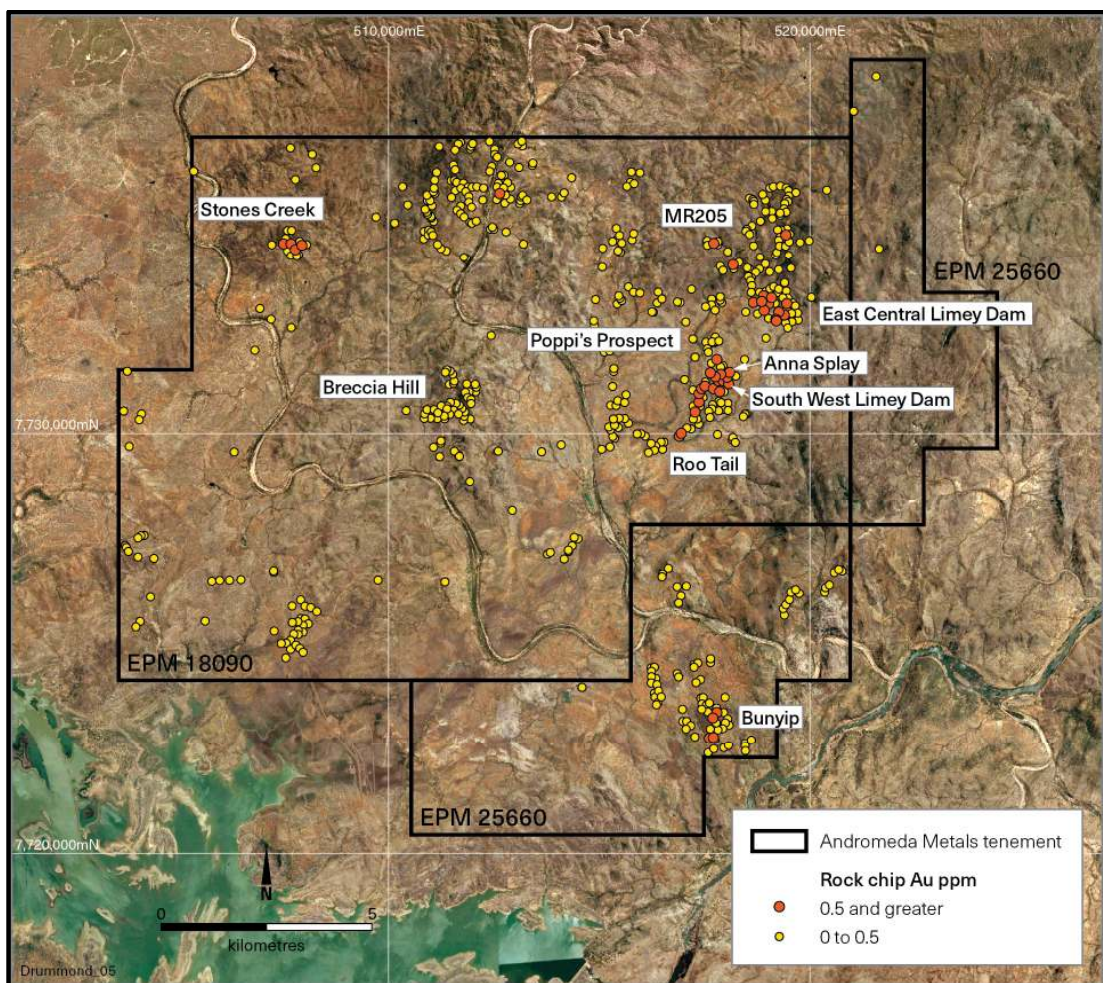
Barns - grade tonnage curve



Drummond Epithermal Gold Project (QLD, ADN 100%) location plan: ADN has a prospective land position 70km east of the high grade Pajingo Field (>3Moz Au) which includes the Vera Nancy lodes. In addition to the Glenroy Field tenements shown it has 2 other licences in the area which were granted in late 2016 (not shown); it's total regional land position is 838km².

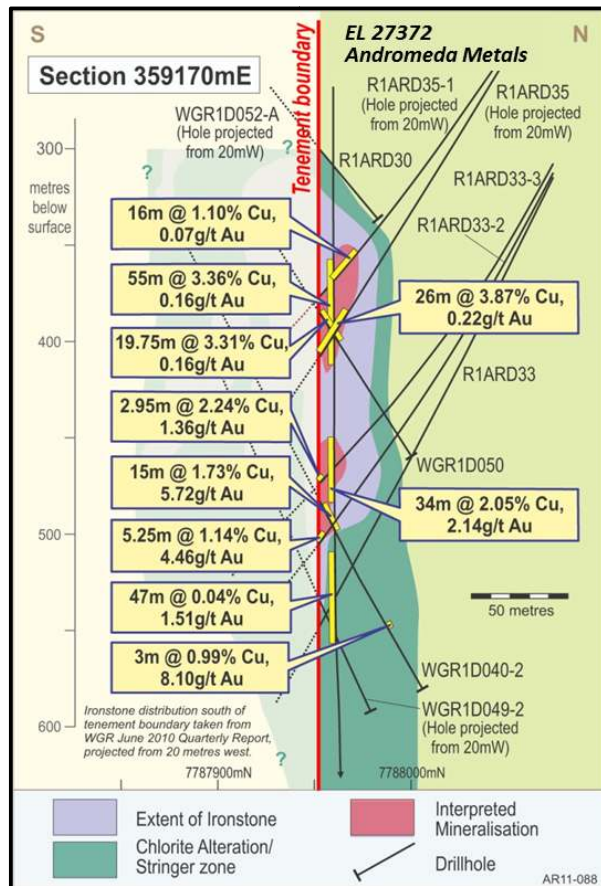


Drummond Epithermal Gold Project drill targets: ADN has four drill ready prospects targeting high grade epithermal gold systems on granted exploration tenement: Drilling expected 2H17 at Bunyip, Poppi's, Roo Tail, and East Central Limey Dam.

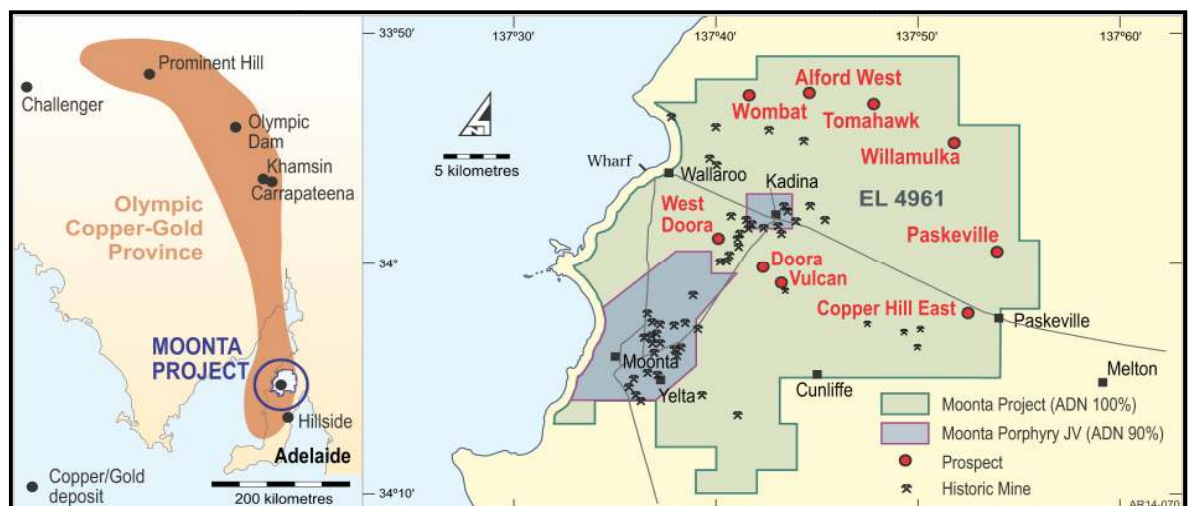


COPPER PROJECTS

Rover Gold Copper Project: (NT, ADN 100%) ADN has a strategic landholding in the Tennant Creek district, also with advanced, high quality exploration projects. Rover 1 (section below) drill intercepts include 55m @ 3.35% Cu, 0.16g/t Au; and 34m @ 2.05% Cu, 2.14g/t Au and is the northern extension of Westgold Resources' (ASX:WGX) Rover 1 deposit (Mineral Resource 380koz Au plus Cu/Pb/Zn/Co/Ag). Emmerson Resources (ASX:ERM) farm-in and joint venture (Nov '16), earning up to 75% interest for \$4M expenditure over 6 years.



Moonta Copper Gold Project location chart: (IOCG, SA, ADN 90,100%) The company has numerous advanced, high quality exploration projects in the world class Olympic Copper-Gold Province a region best known for its IOCG deposits at Olympic Dam and Prominent Hill. Copper deposits include Alford West, Willamulka, Paskeville, Wombat and West Doora. Alford West drill intercepts include 20m @ 4.2% Cu, 0.27g/t Au; and 15m @ 2.89% Cu, 0.15g/t Au.



CONTACT

Resource Capital Research

ACN 111 622 489

Level 21, 68 Pitt Street
Sydney NSW 2000

T +612 9439 1919
E info@rcresearch.com.au

www.rcresearch.com.au

DISCLOSURE AND DISCLAIMER

Important Information

Resource Capital Research Pty Limited (referred to as “we”, “our”, or “RCR” herein) ACN 111 622 489 holds an Australian Financial Services Licence (AFS Licence number 325340). General advice is provided by RCR's Authorised Representatives: Dr Tony Parry (Authorised Representative number 328842). The FSG is available at www.rcresearch.com.au. All references to currency are in Australian dollars unless otherwise noted.

This report and its contents are intended to be used or viewed only by persons resident and located in Australia and therein only where RCR's services and products may lawfully be offered. The information provided in this report is not intended for distribution to, or use by, any person or entity in any jurisdiction or country where such distribution or use would be contrary to law or regulation or which would subject RCR or its affiliates to any registration requirement within such jurisdiction or country.

This report and its contents are not intended to constitute a solicitation for the purchase of securities or an offer of securities. The information provided in this report has been prepared without taking account of your particular objectives, financial situation or needs. You should, before acting on the information provided in this report, consider the appropriateness of the purchase or sale of the securities of the companies that are the subject of this report having regard to these matters and, if appropriate, seek professional financial, investment and taxation advice. RCR does not guarantee the performance of any investment discussed or recommended in this report. Any information in this report relating to the distribution history or performance history of the securities of the companies that are the subject of this report, should not be taken as an indication of the future value or performance of the relevant securities.

In preparing this report, RCR analysts have relied upon certain information provided by management of the companies that are the subject of this report or otherwise made publicly available by such companies. The information presented and opinions expressed herein are given as of the date hereof and are subject to change. We hereby disclaim any obligation to advise you of any change after the date hereof in any matter set forth in this report. THE INFORMATION PRESENTED, WHILE OBTAINED FROM SOURCES WE BELIEVE RELIABLE, IS CHECKED BUT NOT GUARANTEED AGAINST ERRORS OR OMISSIONS AND WE MAKE NO WARRANTY OR REPRESENTATION, EXPRESSED OR IMPLIED, AND DISCLAIM AND NEGATE ALL OTHER WARRANTIES OR LIABILITY CONCERNING THE ACCURACY, COMPLETENESS OR RELIABILITY OF, OR ANY FAILURE TO UPDATE, ANY CONTENT OR INFORMATION HEREIN.

This report and the information filed on which it is based may include estimates and projections which constitute forward looking statements that express an expectation or belief as to future events, results or returns. No guarantee of future events, results or returns is given or implied by RCR. Estimates and projections contained herein, whether or not our own, are based on assumptions that we believe to be reasonable at the time of publication, however, such forward-looking statements are subject to risks, uncertainties and other factors which could cause actual results to differ materially from the estimates and projections provided to RCR or contained within this report.

This report may, from time to time, contain information or material obtained from outside sources with the permission of the original author or links to web sites or references to products, services or publications other than those of RCR. The use or inclusion of such information, material, links or references does not imply our endorsement or approval thereof, nor do we warrant, in any manner, the accuracy or completeness of any information presented therein.

RCR, its affiliates and their respective officers, directors and employees may hold positions in the securities of the companies featured in this report and may purchase and/or sell them from time to time and RCR and its affiliates may also from time to time perform investment banking or other services for, or solicit investment banking or other business from, entities mentioned in this report. Andromeda Metals Limited commissioned RCR to compile this report. In consideration, RCR received from the company a consultancy fee of less than \$15,000 in a combination of cash and shares. RCR may receive ongoing consulting fees, and/or referral fees from issuing companies or their advisors in respect of investors that RCR refers to companies looking to raise capital. Those fees vary, but are generally between 0 - 1% of the value of capital raised from referrals made by RCR. At the date of this report, neither RCR, nor any of its associates, hold any interests or entitlements in shares mentioned in this report with the exception that either or both of John Wilson owns shares in BHP and Andromeda Metals.

Analyst Certification: All observations, conclusions and opinions expressed in this report reflect the personal views of RCR analysts and no part of the analyst's or RCR's compensation was, is, or will be, directly or indirectly related to specific recommendations or views expressed in the report. Officers, directors, consultants, employees and independent contractors of RCR are prohibited from trading in the securities of U.S. companies that are, or are expected to be, the subject of research reports or other investment advice transmitted to RCR clients for a blackout window of 14 days extending before and after the date such report is transmitted to clients or released to the market.

Cautionary Note to Foreign Investors Concerning Estimates of Measured, Indicated and Inferred Resources: RCR publishes mineral resources based on standards recognized and required under securities legislation where listed mining and exploration companies make their exchange filings and uses the terms “measured”, “indicated” and “inferred” mineral resources. Foreign investors are advised that while such terms are recognized and required under foreign securities legislation, certain foreign exchanges (such as the U.S. SEC) allows disclosure only of mineral deposits that can be economically and legally extracted. Foreign investors are cautioned not to assume that all or any part of measured, indicated or inferred resources can be converted into reserves or economically or legally mined.

Not For Distribution Or Release In The United States.