



# ASX/Media Release

Dated: 5 September 2017



## TEAL GOLD MINE OPERATIONS UPDATE

### HIGHLIGHTS

- Mining, ore haulage and processing continues successfully at the Teal open pit
- Ore mined to date totals 98,900t grading 3.20g/t for 10,160 ounces
- Gold recoveries remain at 94% for an estimated 9,550 ounces recovered to date<sup>1</sup>
- Repayment of Intermin's capital investment of \$2.1m complete
- Return of Intermin's asset recovery charge of \$2.15m expected this Quarter under the terms of the Mining Alliance<sup>2</sup>
- Teal on track to produce 15,000 – 16,000 ounces at All In Cost (AIC) of A\$1,030 – A\$1,090 per ounce generating total net cash flow to Intermin of \$7m – \$8m at a \$1,600/oz gold price<sup>3</sup>
- Cash and investments to date<sup>4</sup> rise to more than \$6m with mining completion of Stage 1 expected in the December Quarter 2017



**Figure 1: Ore mining continues in the southern section of the Teal Gold Mine**

Commenting on progress at Teal, Intermin's Managing Director, Mr Jon Price said:

"As Stage 1 at Teal continues to generate significant cash flow to the business, the Company is in an exciting growth phase as we complete Feasibility Studies on the Goongarrie Lady gold project and further stages at Teal to expand the production pipeline.

"The Company also expects ongoing drilling results from the self-funded 32,000m exploration program in coming months as we continue our Resource expansion efforts and the search for the next WA Goldfields discovery."

<sup>1</sup> includes final and provisional data <sup>2</sup> as announced to the ASX on 19 July 2016

<sup>3</sup> as announced to the ASX on 14 June 2017, see also Competent Persons Statement on page 3 and Forward Looking and Cautionary Statement on page 4. <sup>4</sup> includes actual and provisional amounts under the ore sales agreement announced to the ASX on 27 July 2017

ASX CODE  
IRC, IRCOA

SHARE PRICE  
\$0.091

SHARES ON ISSUE  
218.4M

OPTIONS (IRCOA)  
23.7M (\$0.17)

OPTIONS (UNLISTED)  
5.0M (\$0.075)  
1.75M (\$0.125)

MARKET CAP  
~19.9M (undiluted)

### BOARD

Peter Bilbe  
Chairman

Peter Hunt  
Non-Executive Director

Jon Price  
Managing Director

Lorry Hughes  
Executive Director

### COMPANY SECRETARY

Bianca Taveira

### INVESTOR/MEDIA ENQUIRIES

Jon Price  
Lorry Hughes

### KEY GOLD PROJECTS

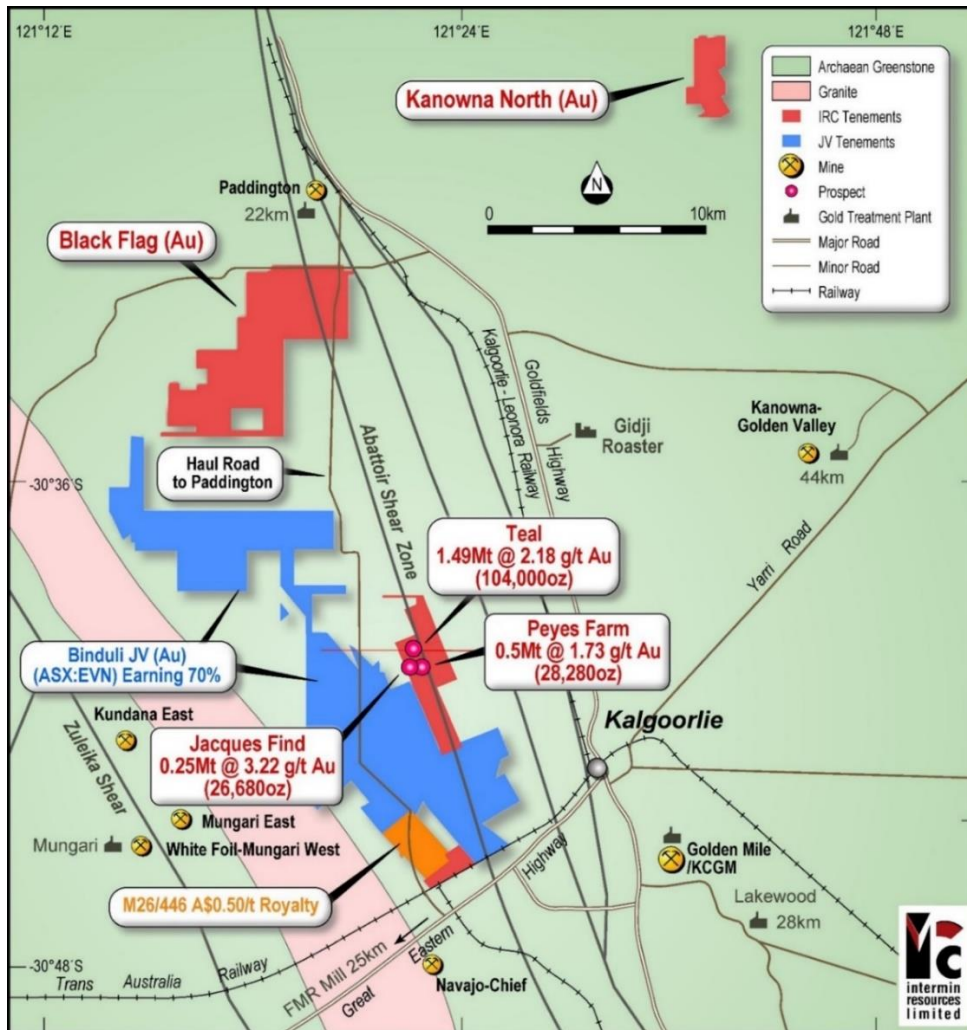
Teal  
Goongarrie Lady  
Anthill  
Peyes Farm  
Windanya  
Blister Dam  
Kanowna North  
Yarmony  
Black Flag  
Olympia

### WEBSITE

[www.intermin.com.au](http://www.intermin.com.au)

## Overview

Intermin Resources Limited (ASX: IRC) ("Intermin" or the "Company") provides the following operational update from Intermin's 100% owned Teal Gold Mine, located 11km north west of Kalgoorlie-Boulder in Western Australia (Figure 2).



**Figure 2: Teal gold mine location plan and associated infrastructure**

Mining continues in the southern section of the pit (Figure 1) with supergene oxide ore now exposed across the entire pit floor for load and haul through to completion in the December Quarter. The strip ratio for the remaining life of the project is 3:1 with total movement to date of 1.66MBCM. Ore mined to date from the project totals 98,900 dry tonne at an average grade to 3.20g/t, in line with Reserve model estimates.

Ore haulage to the third party mill for processing will occur at 10 - 15,000t per week with plant recoveries of 94% to date continuing to outperform the Feasibility Study estimates of 90% for the oxide ore component.

Contained metal mined to date totals 10,161 ounces and the project remains on track to meet guidance of 15,000 - 16,000 ounces at an All in Cost (AIC) estimated at \$1,030 - \$1,090 per ounce<sup>1</sup>.

Initial capital investment repayments of \$2.1m have now been made to both RM Contracting and Intermin. The Company is expecting payment of the \$2.15m asset recovery charge this Quarter prior to the profit share component in accordance with the Mining Alliance Contract<sup>2</sup>.

Cash at bank<sup>3</sup> as of 5 September totals \$4.9m and tradeable securities held total \$1.14m.

<sup>1</sup> as announced to the ASX on 14 June 2017, see also Competent Persons Statement on page 3 and Forward Looking and Cautionary Statements on page 4

<sup>2</sup> as announced to the ASX on 19 July 2017. <sup>3</sup> includes final and provisional amounts under the Ores Sales Agreement as announced on 27 July 2017

## About Intermin

Intermin is a gold exploration and mining company focussed on the Kalgoorlie and Menzies areas of Western Australia which are host to some of Australia's richest gold deposits. The Company is developing a mining pipeline of projects to generate cash and self-fund aggressive exploration, mine developments and further acquisitions. The Teal Stage 1 gold mine is currently in production.

Intermin is aiming to significantly grow its JORC-Compliant Mineral Resources, complete definitive feasibility studies on core projects and build a sustainable development pipeline.

Intermin is targeting the definition of significant high grade open cut and underground gold deposits, has acquired highly prospective tenure and will continue to actively pursue consolidation and value-adding joint venture opportunities for the benefit of all stakeholders.

## Intermin Resources Limited – Summary of Gold Mineral Resources

Deposit (1g/t cut-off)	JORC Code	Measured			Indicated			Inferred			Total Resource		
		Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz
<b><u>Menzies</u></b>													
Pericles	2012				0.53	2.49	42,500				0.53	2.49	42,500
Yunndaga	2012							1.58	2.03	103,000	1.58	2.03	103,000
Bellenger	2012				0.24	2.63	19,900	0.07	2.49	5,910	0.31	2.59	25,810
<b><u>Kalgoorlie</u></b>													
Teal	2012	0.33	2.56	27,423	0.61	1.98	38,760	0.55	2.25	38,260	1.49	2.18	104,443
Peyes Farm	2012				0.15	1.74	8,300	0.36	1.72	19,980	0.51	1.73	28,280
Jacques Find	2012							0.26	3.22	26,680	0.26	3.22	26,680
Goongarrie	2012				0.20	3.30	21,321	0.07	1.64	3,707	0.27	2.86	25,028
<b>TOTAL</b>		<b>0.33</b>	<b>2.56</b>	<b>27,423</b>	<b>1.73</b>	<b>2.36</b>	<b>130,781</b>	<b>2.89</b>	<b>2.13</b>	<b>197,537</b>	<b>4.95</b>	<b>2.24</b>	<b>355,741</b>

### Notes:

1. **Competent Persons Statement** - The information in this report that relates to Exploration results, Mineral Resources or Ore Reserves is based on information compiled by Messrs David O'Farrell, Simon Coxhell and Andrew Hawker. All are Members of the Australasian Institute of Mining and Metallurgy and are consultants to Intermin Resources Limited. The information was prepared and first disclosed under the JORC Code 2004 and has been updated to comply with the JORC Code 2012. Messrs O'Farrell, Coxhell and Hawker have sufficient experience that is relevant to the style of mineralisation, type of deposit under consideration and to the activity that they are undertaking to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration, Results, Mineral Resource and Ore Reserves'. Messrs O'Farrell, Coxhell and Hawker consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.

2. **Forward Looking Statements** - No representation or warranty is made as to the accuracy, completeness or reliability of the information contained in this release. Any forward looking statements in this release are prepared on the basis of a number of assumptions which may prove to be incorrect and the current intention, plans, expectations and beliefs about future events are subject to risks, uncertainties and other factors, many of which are outside of Intermin Resources Limited's control. Important factors that could cause actual results to differ materially from the assumptions or expectations expressed or implied in this release include known and unknown risks. Because actual results could differ materially to the assumptions made and Intermin Resources Limited's current intention, plans, expectations and beliefs about the future, you are urged to view all forward looking statements contained in this release with caution. The release should not be relied upon as a recommendation or forecast by Intermin Resources Limited. Nothing in this release should be construed as either an offer to sell or a solicitation of an offer to buy or sell shares in any jurisdiction.

Visit us at [www.intermin.com.au](http://www.intermin.com.au)

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## Forward Looking and Cautionary Statements

Some statements in this report regarding estimates or future events are forward looking statements. They include indications of, and guidance on, future earnings, cash flow, costs and financial performance. Forward looking statements include, but are not limited to, statements preceded by words such as “planned”, “expected”, “projected”, “estimated”, “may”, “scheduled”, “intends”, “anticipates”, “believes”, “potential”, “could”, “nominal”, “conceptual” and similar expressions. Forward looking statements, opinions and estimates included in this announcement are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Forward looking statements are provided as a general guide only and should not be relied on as a guarantee of future performance. Forward looking statements may be affected by a range of variables that could cause actual results to differ from estimated results, and may cause the Company’s actual performance and financial results in future periods to materially differ from any projections of future performance or results expressed or implied by such forward looking statements. These risks and uncertainties include but are not limited to liabilities inherent in mine development and production, geological, mining and processing technical problems, the inability to obtain any additional mine licenses, permits and other regulatory approvals required in connection with mining and third party processing operations, competition for among other things, capital, acquisition of reserves, undeveloped lands and skilled personnel, incorrect assessments of the value of acquisitions, changes in commodity prices and exchange rate, currency and interest fluctuations, various events which could disrupt operations and/or the transportation of mineral products, including labour stoppages and severe weather conditions, the demand for and availability of transportation services, the ability to secure adequate financing and management’s ability to anticipate and manage the foregoing factors and risks. There can be no assurance that forward looking statements will prove to be correct.

Statements regarding plans with respect to the Company’s mineral properties may contain forward looking statements in relation to future matters that can only be made where the Company has a reasonable basis for making those statements.

This announcement has been prepared in compliance with the JORC Code (2012) and the current ASX Listing Rules.

The Company believes that it has a reasonable basis for making the forward looking statements in the announcement, including with respect to any production targets and financial estimates, based on the information contained in this and previous ASX announcements.