



# ASX/Media Release

Dated: 6 December 2017

## TEAL OPERATIONS UPDATE

### HIGHLIGHTS

- Mining operations at Teal have focussed on pre-stripping waste in Stage 2 and the east wall cut back has been completed ahead of schedule
- Ore mining has now resumed and haulage has commenced
- Ore will be processed in campaigns at the nearby 1 Mtpa Lakewood toll milling facility on competitive commercial terms
- The first processing campaign will comprise an estimated 24,000t grading 4.1g/t Au and is scheduled to commence on 13 December 2017<sup>1,2</sup>
- Mining, haulage and processing of the remaining ore (approximately 75,000t grading 3.2g/t Au) is scheduled for completion in the March Quarter 2018<sup>1,2</sup>
- Intermin maintains guidance for both Teal Stages 1 and 2 totalling 18,000 – 20,000 ounces at All in Costs (AIC) of A\$1,000 - \$1,100 per ounce<sup>1</sup>



**Figure 1: First ore being mined from Teal Stage 2**

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

"It is extremely pleasing to see the completion of the pre-strip at Teal Stage 2 ahead of schedule which is a credit to the team and our mining alliance partner RM Contracting.

"Teal is continuing to deliver to forecast grade with recovery exceeding expectations and we look forward to further cash generation from this successful project during 2018 in what is a very healthy gold price environment."

<sup>1</sup> As announced to the ASX on 6 July 2016, 25 July and 6 September 2017 <sup>2</sup> See forward looking and cautionary statement on Page 5

ASX CODE  
IRC, IRCOA

SHARE PRICE  
\$0.135

SHARES ON ISSUE  
222.0M

OPTIONS (IRCOA)  
25.5M (\$0.17)

OPTIONS (UNLISTED)  
4.85M (\$0.075)  
1.75M (\$0.125)

PERFORMANCE  
RIGHTS  
10M

MARKET CAP  
~\$30M (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

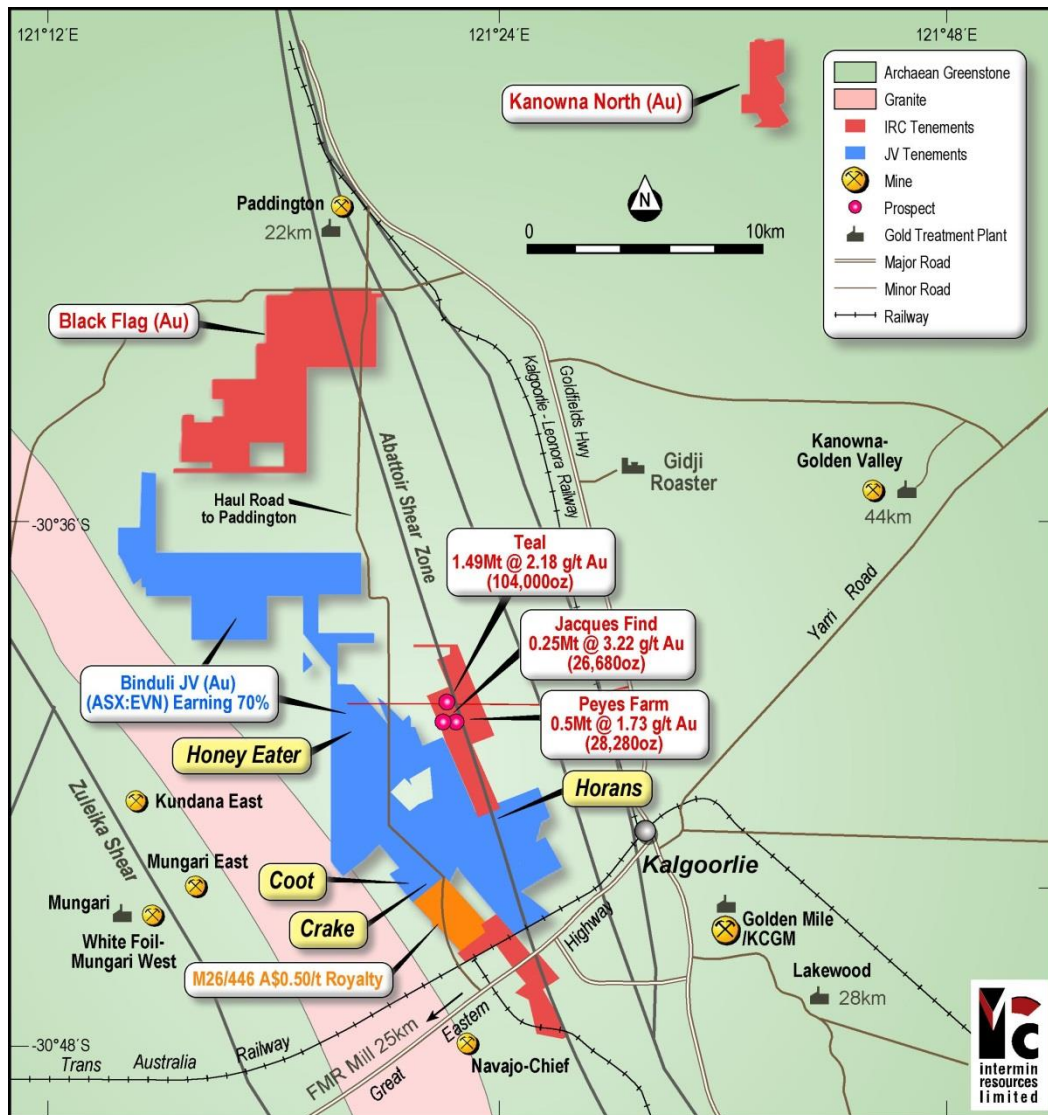
Teal  
Goongarrie Lady  
Anthill  
Peyes Farm  
Windanya  
Blister Dam  
Kanowna North  
Yarmony  
Black Flag  
Olympia

### 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**

During the December Quarter, mining has focussed on the removal of the waste overburden as part of the Teal Stage 2 cutback on the east wall. To date, 402,000 BCM of waste has been mined with first ore delivered to the ROM Pad ahead of schedule. Pit wall conditions remain under constant review with a radar monitoring system recently installed to ensure the safe and efficient completion of the pit.

Ore mining on a single shift basis is now underway at both Stage 1 and Stage 2 with completion expected in the March Quarter 2018.

Haulage of the first ore comprising approximately 24,000t with an average mine predicted grade of 4.1g/t Au has commenced<sup>1, 2</sup>. The ore will be processed on a campaign basis at the 1 Mtpa Lakewood Mill (Figure 2) on competitive commercial terms. Toll milling at Lakewood will enable reconciled final grades to be measured against mine predicted grades providing more timely feedback for the operation. In addition, the timing from gold production to receipt of net cash flow is approximately two weeks.

Ore grade from the mine has continued to be in line with Reserve model estimates at 3.2g/t Au with over 11,000 ounces mined and processed to date. Plant recovery has exceeded Feasibility Study estimates at 94% to date.

<sup>1</sup> As announced to the ASX on 6 July 2016, 25 July and 6 September 2017 <sup>2</sup> See forward looking and cautionary statement on Page 5





**Figure 3: View of ore mining at Teal Stages 1 and 2 looking south**

Intermin maintains guidance at the combined Teal open pit of 18,000 to 20,000 ounces recovered at an All In Cost (AIC) of A\$1,000 to \$1,100 per ounce. This generates an estimated A\$8 to \$9 million in net cash flow for the project by March 2018.

The Company is in a strong financial position to self-fund aggressive large scale exploration campaigns in 2018 and complete mining studies and approvals for the next mine development.

<sup>1</sup> As announced to the ASX on 6 July 2016, 25 July and 6 September 2017 <sup>2</sup> See forward looking and cautionary statement on Page 5

## 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 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.