

Broken Hill

PROSPECTING

AGM NOVEMBER 2016



CAUTIONARY STATEMENT

The Scoping Study referred to in this report is based on low-level technical and economic assessments, and is insufficient to support estimation of Ore Reserves or to provide assurance of an economic development case at this stage, or to provide certainty that the conclusions of Scoping Study will be realised.

COMPETENT PERSON STATEMENT

The information in this presentation that relates to Mineral Resources and Exploration Targets is based on information compiled by Mr Anthony Johnston, BSc (Hons), who is a Member of the Australian Institute of Mining and Metallurgy and is a full time employee of the Company. Mr Johnston has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 & 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' Mr Johnston consents to the inclusion in the announcement of the matters based on his information in the form and context that the information appears.

DISCLAIMER

This presentation contains forward-looking statements that involve subjective judgement and analysis and accordingly are subject to significant uncertainties and risks, many of which are outside the control of, and are unknown to, Broken Hill Prospecting Ltd ("BPL"). In such circumstances, the forward-looking statements can be identified by the use of forward-looking words such as "may", "will", "expect", "intend", "seek", "estimate", "believe", "continue" or other similar words.

No representation, warranty or assurance is given or made in relation to any forward-looking statement by BPL or its representatives. In addition, no representation, warranty or assurance is given in relation to any underlying assumption or that any forward-looking statements will be achieved. Actual future events may vary materially from the forward-looking statements and the assumptions on which the forward-looking statements are based. Accordingly, presentation readers are cautioned not to place undue reliance on such forward-looking statements as a result of the uncertainties.

In particular, BPL wishes to caution readers that these forward-looking statements are based on economic predictions and assumptions on reserves, mining method, production rates, metal prices and costs (both capital and operating) developed by BPL management in conjunction with consultants.

This presentation and the forward-looking statements made in this presentation, speak only as of the date of the presentation. Accordingly, subject to any continuing obligations under the Corporations Act and the Australian Securities Exchange Listing Rules, BPL disclaims any obligation or undertaking to publicly update or revise any of the forward-looking statements in this presentation, whether as a result of new information, or any change in events, conditions or circumstances on which any such statements are based.

**Important
NOTICES.**



Corporate SNAPSHOT.

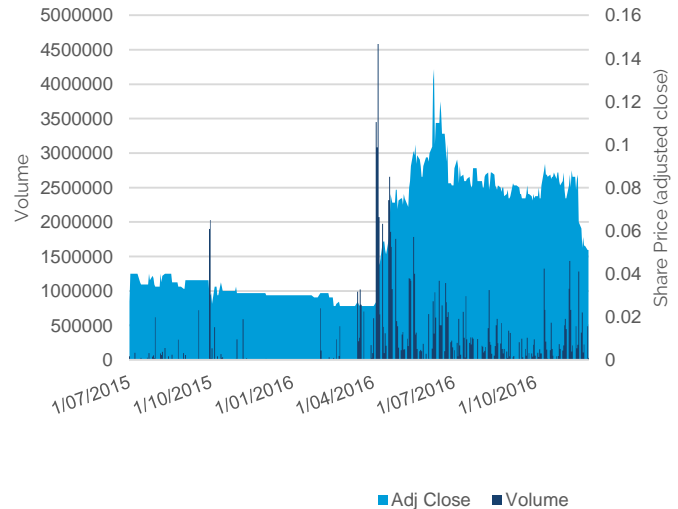
Broken Hill Prospecting Limited ASX Code: 'BPL'

Ordinary Shares on Issue	147,773,401
Listed Options	46,689,388
Market Cap (undiluted at 5.1cps)	\$7.5m
Cash (Nov 16)	\$2m

Shareholders	Shares (M)	%
Top Twenty	77	52
Total shareholders		800

Board of Directors & Management

Creagh O'Connor	Non Executive Chairman
Geoff Hill	Non Executive Director
Matt Hill	Non Executive Director
Denis Geldard	Non Executive Director
Trangie Johnston	Chief Executive Officer
Ian Morgan	Company Secretary



THACKARINGA COBALT

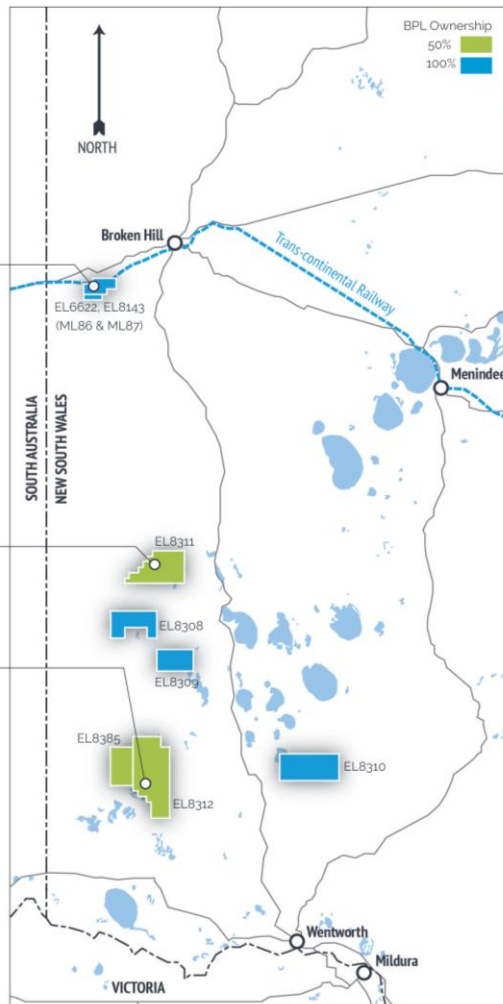
Railway | 14.9Mt at 831ppm Co
Pyrite Hill | 16.4Mt at 830ppm Co
Big Hill | 4.4Mt at 910ppm Co

MAGIC HMS DEPOSIT

15Mt at 3.7% total heavy mineral (THM)

COP1 NORTH HMS DEPOSIT

14.2Mt at 6.6% total heavy mineral (THM)



Projects OVERVIEW.

HEAVY MINERAL PROJECTS

- Murray Basin Strategy:
- Establish pipeline of high-grade, low tonnage deposits
- Process through new technology mobile plant

THACKARINGA COBALT PROJECT

- Unlock shareholder value
- Significant domestic and international interest in emerging technology metal
- Cobalt Blue Holdings Ltd



2016 OVERVIEW.

C O P I N O R T H

- Drilling (Feb 2016) – 78 holes
- Resource Estimate (July 2015 & May 2016)
- Base line environmental monitoring commenced (Feb 2016)
- Scoping Study (Feb 2016) – positive results
- Pre-feasibility study commenced with positive early results from bulk metallurgical testing. PFS due early 2017

M A G I C D E P O S I T

- Maiden Resource (Sept 2015)

Relentless Resources (RRL) provide final \$0.5m payment to earn 50% interest in HMS Projects (Copi North, Magic & Sunshine)

Denis Geldard joins BPL Board (Aug 15).
Project manager for Copi PFS



OVERVIEW.

COBALT BLUE HOLDINGS LTD

- Spin-off of Cobalt Blue in an \$8 to \$10 million IPO to fund Thackaringa exploration and development plan
- BPL shareholders to receive in-specie distribution of BPL's Cobalt Blue shares, including loyalty options and priority entitlement in an IPO
- Post issue BPL shareholders will hold approximately 37% of the capital of Cobalt Blue



- Farm In & Royalty deal signed;
- 4 Stages to acquire 100% of Thackaringa over 4 years
- Total project investment: \$10.3m
- Initial cash payment: \$0.8m
- Final cash payment: \$7.5m
- 2% Net Smelter Royalty on all future production
- Drilling commenced (Nov 2016)





2017

7

THE YEAR AHEAD.

MURRAY BASIN HEAVY MINERAL SANDS

- Copi North Pre-feasibility Study due early 2017
- Drilling to commence on BPL's 100% tenements early 2017.
- Technical review of the Murray Basin highlights opportunity to expand BPL's footprint

THACKARINGA COBALT PROJECT

- Cobalt Blue to complete Farm In Stage 1 by 30 June 2017
- \$0.8m cash payment to BPL
- Define 100Mt JORC 2012 Resource
- Complete Scoping Study
- BPL to focus on base & precious metal exploration

Mineral RESOURCES.

RESOURCE CATEGORY	TONNES (millions)	THM (%)	Density (g/cm ³)	Slimes <53µm (%)	Oversize >1mm (%)
COPINORTH DEPOSIT Cut-off Grade 2.5% Total Heavy Mineral (THM) (As released 27 May 2016 under JORC 2012)					
Indicated	11	6.3	1.82	2.7	2.4
Inferred	3.2	6.8	1.83	2.8	1.6
Total	14.2	6.6	1.83	2.8	2.0

TONNES (millions)	THM (%)	Ilmenite (%)	Rutile (%)	Zircon (%)	Monazite (%)	Leucoxene (%)	Other HM (%)
14.2	6.6	54.4	10.8	11.3	1	10	12.6

RESOURCE CATEGORY	TONNES (millions)	THM (%)	Density (g/cm ³)	Slimes <53µm (%)	Oversize >1mm (%)
MAGIC DEPOSIT Cut-off Grade 2% Total Heavy Mineral (THM) (As released 10 September 2015 under JORC 2012)					
Inferred	15	3.7		4	1
Total	15	3.7		4	1

TONNES (millions)	THM (%)	Ilmenite (%)	Rutile (%)	Zircon (%)	Monazite (%)	Leucoxene (%)	Other HM (%)
15	3.7	62	6	14		10	8

THACKARINGA COBALT

Mineral RESOURCES.

RESOURCE CATEGORY	TONNES	GRADE		CONTAINED METAL
	(millions)	Co (ppm)	Co (lb/t)	Co (Mlbs)
RAILWAY DEPOSIT	Cut-off Grade 500ppm Co (As released 27 July 2012 under JORC 2004)			
Inferred	14.9	831	1.83	27
Total	14.9	831	1.83	27
PYRITE HILL DEPOSIT	Cut-off Grade 500ppm Co (As released 14 November 2011 under JORC 2004)			
Inferred	16.4	830	1.83	30
Total	16.4	830	1.83	30
BIG HILL DEPOSIT	Cut-off Grade 500ppm Co (As released 12 November 2010 under JORC 2004)			
Inferred	4.4	910	2.00	9
Total	4.4	910	2.00	9
GRAND TOTAL	35.7	841	1.85	66

SLIDE 04

The Thackaringa Project Inferred Mineral Resource estimates are as released under JORC 2004, comprising the following:

- Railway Deposit as released 27 July 2012 under JORC 2004, Pyrite Hill Deposit as released 14 November 2011 under JORC 2004 and the Big Hill Deposit as released 12 November 2010 under JORC 2004.

The Railway, Pyrite Hill and Big Hill Mineral Resources were first disclosed under JORC 2004 and have not been updated to JORC 2012 requirements. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and that all material assumptions and technical parameters underpinning these mineral resource estimates in the relevant market announcement continue to apply and have not materially changed. Refer to slide 8 for a complete summary of Mineral Resource categorisation and cut-off grades.

The Copi North Indicated and Inferred Mineral Resource estimate is as released 27 May 2016 under JORC 2012. Refer to slide 7 for a complete summary of Mineral Resource categorisation and cut-off grades. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and that all material assumptions and technical parameters underpinning these mineral resource estimates in the relevant market announcement continue to apply and have not materially changed.

The Magic Inferred Mineral Resource estimate is as released 10 September 2015 under JORC 2012. Refer to slide 7 for a complete summary of Mineral Resource categorisation and cut-off grades. The company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and that all material assumptions and technical parameters underpinning these mineral resource estimates in the relevant market announcement continue to apply and have not materially changed.

Qualifications





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