



## ASX Announcement

15 May 2017

### COMPANY DETAILS

**Davenport Resources Limited**

ABN: 64 153 414 852

ASX CODE: DAV

### PRINCIPAL AND REGISTERED OFFICE (& Postal Address)

Davenport Resources Limited  
Level 14,  
31 Queen Street  
Melbourne VIC 3000

W: [www.davenportresources.com.au](http://www.davenportresources.com.au)

E: [info@davenportresources.com.au](mailto:info@davenportresources.com.au)

P: +61 (0) 415 065 280

### Capital Structure

74.0M Ordinary shares

33.85M First milestone shares

33.85M Second milestone shares

6.2M Unlisted options

### BOARD OF DIRECTORS

**Patrick McManus**

(Non-Executive Chairman)

**Chris Bain**

(Managing Director)

**Rory Luff**

(Non-Executive Director)

**Angus Edgar**

(Non-Executive Director)

**Chris Gilchrist**

(Non-Executive Director)

## Progress to drilling approval at K  llstedt

### Highlights

- All local government meetings completed
- Final drill tender evaluation underway
- Environmental Impact Assessment due for completion early June

Davenport continues to make progress working with local government and mining authorities to receive drilling approval at the K  llstedt licence in Germany's South Harz potash region.

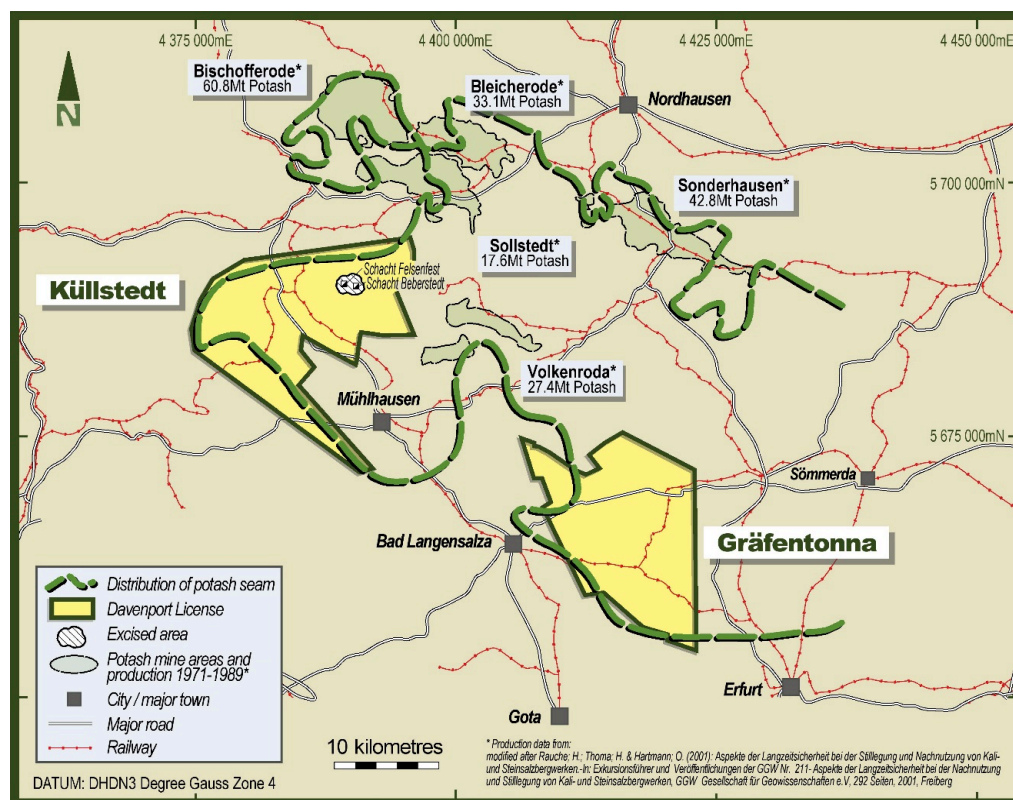
All information meetings with local Mayors and regional administrators have been completed with positive support expressed for the exploration program. The Environmental Impact Assessment requested by the mining authorities is now close to finalisation with all data collection complete. The final document will form part of the information required for drilling approval.

Davenport is pleased with the tender response from experienced European drilling companies and is working with the leading tenderers to refine their proposal and we intend to appoint one shortly to undertake the drilling program. Shortly thereafter, the appointed driller is required under German regulations to submit a detailed operational and safety plan. Together with the Davenport work proposal this will be the basis of the drilling approval application to the Mines Authority and subsequent approvals. Davenport will continue to keep the market updated on the status of these final steps towards approval and subsequently the drilling at K  llstedt.

Managing Director, Chris Bain said "There is significant support and goodwill from local authorities regarding Davenport's exploration plans. Whilst the Government controls the timing of each step, we are working closely with all levels of authority to educate them on the exploration process and pioneer the pathway within the legislative framework to achieve drilling approval."

## About Küllstedt

Davenport has two exploration licences in the South Harz potash region of Thüringen state in central Germany, (Figure 1) Küllstedt (241km<sup>2</sup>) and Gräfentonna (216km<sup>2</sup>). Both were granted on 12 January, 2015 for 5 years with an option to renew for an additional three years.



Potash mining in the South Harz Potash District began with the sinking of the first exploration hole in 1888. In the following years, extensive exploration for potash resulted in the successful development of multiple small and medium sized potash mines. The most important and longest operating mines in the South Harz Potash, (Table 1) produced over 180 million tonnes of potash between 1896 and 1993.

Mine and potash plant	Operating period	Final decommissioning	Total potash produced as K <sub>2</sub> O
Sondershausen	1896 - 1991	31 December 1991	42.8 million tonnes
Bischofferode	1911 - 1993	31 December 1993	60.8 million tonnes
Sollstedt	1905 - 1991	31 December 1991	17.6 million tonnes
Bleicherode	1902 - 1990	31 December 1991	33.1 million tonnes
Volkenroda	1909 - 1991	31 December 1991	27.4 million tonnes

Table 1 Past Potash producers of the South Harz region

Following German reunification the last active mines and potash processing plants in the South Harz Potash District were closed and decommissioned by 1993. Today the only potash production in the district is the DEUSA International GmbH, Kehmstedt solution operation.

The K llstedt licence area underwent several phases of past exploration with a total of 34 potash exploration holes drilled through to the late 1970s. The historic information has been analysed by Davenports consultants, ERCOSPLAN and an Exploration Target estimated of between 4.055 and 5.141 billion metric tonnes grading between 7.2% and 25% K<sub>2</sub>O. (Refer: Davenport Resources Limited Replacement Prospectus 24 October 2016, p30) The Potential quantity and grade of the Exploration Targets is conceptual in nature, there has been insufficient exploration to estimate a mineral resource and it is uncertain if further exploration will result in the estimation of a mineral resource.

Davenport is currently working to obtain drilling approval to drill up to four new holes in the K llstedt licence to verify the historic data. This is an important first step to upgrading part of the Exploration Target at K llstedt to a JORC Resource.

#### **ENQUIRIES**

##### **Investors:**

Chris Bain  
Managing Director  
Davenport Resources Ltd  
+61 (0) 413 275 756  
[cbain@davenportresources.com.au](mailto:cbain@davenportresources.com.au)

##### **Media:**

John Beveridge  
Monsoon Communications  
03 9620 3333 or 0401 998 882  
[info@monsoon.com.au](mailto:info@monsoon.com.au)