

**TO: COMPANY ANNOUNCEMENTS OFFICE
ASX LIMITED**

DATE: 29 JULY 2014

DRILLING TO COMMENCE AT PENCIL HILL GRAPHITE PROJECT IN BOTSWANA

The Directors of Bisan Limited (“the Company” and “Bisan”) have been advised that a diamond drill rig has been mobilised and is expected to commence drilling at the “Pencil Hill” prospecting licence (“PL”) in Botswana this week.

The program will entail drilling two diamond holes to a depth of 200m each to test for graphite.

The program is expected to take at least two weeks and a further three weeks to prepare and send the samples to an independent laboratory for analysis.

Subject to the results of these two drill holes, Bisan can purchase a 30% interest in the Pencil Hill PL which covers an area of 975 sq km in Botswana. If Bisan proceeds with the purchase, then Bisan will also have a first right of refusal to increase its pre-IPO holding in Pencil Hill to 51%. Further information is contained in the announcement released to the ASX on 23 July 2014.

The program is believed to be the first focussed on graphite exploration in Botswana.

Pat Volpe
Chairman

Disclosure: Pat Volpe is a substantial shareholder in the Pencil Hill project and Bisan as noted in the ASX announcement released on 23 July 2014.