



MOZAMBI
R E S O U R C E S

ASX ANNOUNCEMENT

By e-lodgement

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RC Drilling Commences at the Nachingwea Project

Highlights:

- RC Drilling has now commenced
- Drilling will be targeting large and jumbo flake graphite previously confirmed in ground assays on the 13th August 2015
- 1800m RC drilling program is planned together with 600m of diamond drilling
- Mozambi will drill test multiple prospects on this initial program
- Mobilisation was accelerated due to excellent access to existing infrastructure
- Additional exploration to continue over Mozambi large tenement package of 1,955km²

Introduction

Mozambi Resources Ltd (ASX: MOZ, “**Mozambi**”, “**the Company**”) is pleased to announce that an RC drilling rig was mobilised to site over the weekend and drilling has now commenced at Chiwata. Given the Company’s favourable access to existing infrastructure, the drilling rig was mobilised from Dar es Salaam and quickly arrived at site. Drilling is planned to test the width and grade of outcropping graphite schist mineralisation mapped at the prospect.

Managing Director Alan Armstrong said, “Mozambi Resources looks forward to the results of the first phase of drilling at the Chiwata Prospect, given the encouraging initial results of exploration carried out to date. Our drilling will have a focus on targeting large and jumbo flake graphite already encountered on this site”.

Exploration is continuing on the Company’s other main prospects, within the broader tenement package of 1,955km², with geological mapping now complete at the Chidya Prospect and nearing completion at the Namangale Prospect. The initial results of the mapping indicate both prospects show significant areas of outcropping graphite mineralisation. Ground EM surveys have now been completed at the Masasi and Namangale Prospects and the crew is expected to move to the Chidya Prospect shortly. **Figure 1** shows the location of the Nachingwea Project tenements and the main graphite prospects. **Based on the encouraging results of initial exploration Mozambi is planning to test one or more of the other prospects on this initial program.**

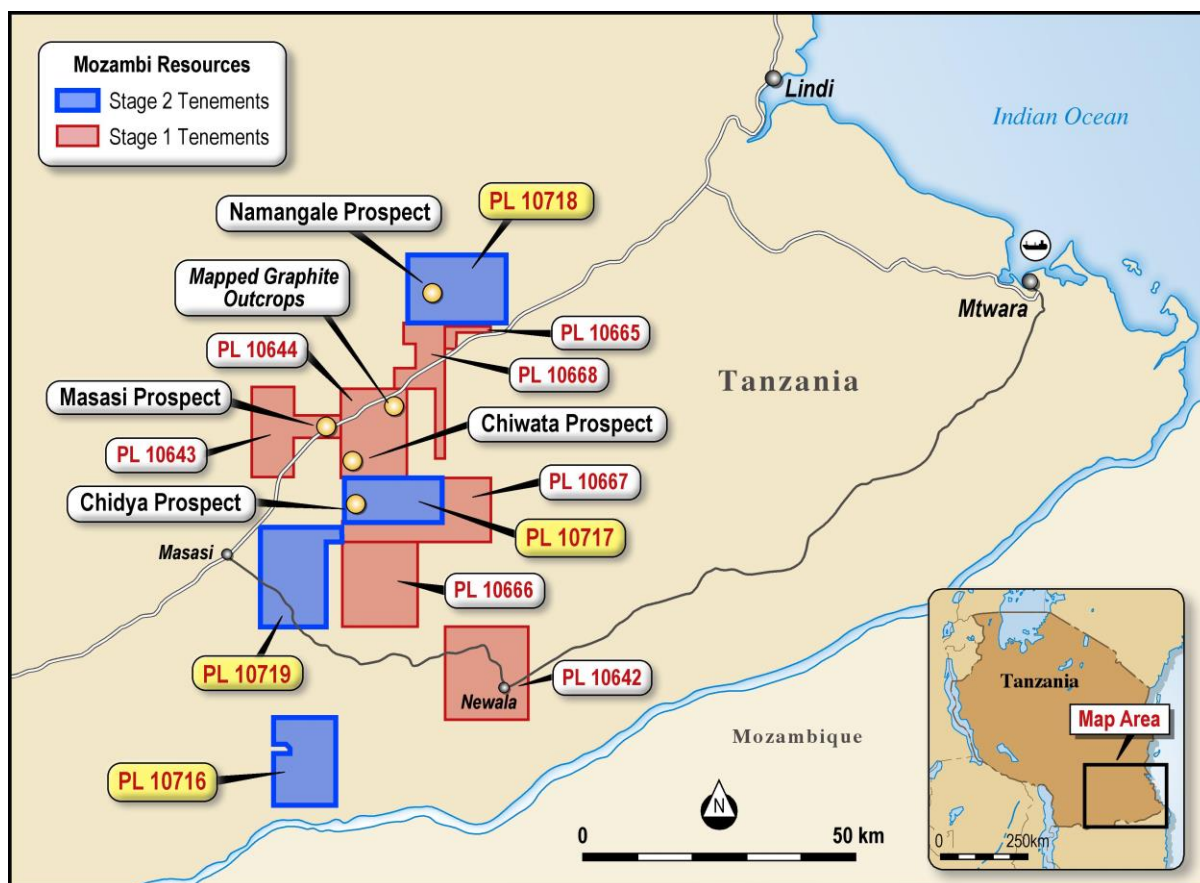


Figure 1 Location of the Nachingwea Project tenements

Drilling Commences at the Chiwata Prospect

Drilling has now commenced at the Chiwata Prospect after the RC drilling rig was moved to the maiden drill site on the weekend. **Figure 2** shows the drilling crew preparing to start the first hole. A diamond drill rig is planned to arrive on site in approximately one week. The diamond rig will focus on obtaining samples for metallurgical testing and in particular to determine the flake size distribution of fresh mineralisation. Previously announced preliminary flake size results were considered highly encouraging with both large and jumbo flake graphite confirmed on the 13th August 2015. JICL Drill Limited ("JICL") has been appointed to carry out this program. JICL are a very experienced drilling company based in Tanzania that has managed extensive drill programs in both Tanzania and Mozambique. They have also worked for a number of ASX listed graphite explorers including Syrah Resources (SYR).



Figure 2 RC drilling rig preparing to commence drilling at the Chiwata Prospect

Chiwata Prospect Summary

Exploration at the Chiwata Prospect has included geological mapping, rock chip sampling, pitting, ground magnetic survey and now ground EM geophysical surveys. Preliminary flake size analysis was also undertaken confirming the presence of large and jumbo sized graphite flakes. The exploration program was designed to help plan the initial drilling program at this prospect where wide zones of outcropping and sub-cropping graphite mineralisation have been identified. **Figure 3** shows an outcrop of graphite mineralisation at Chiwata and **Figure 4** shows a sample of coarse flake graphite schist mineralisation also from this prospect.



Figure 3 Outcropping graphite mineralisation **Figure 4** Coarse flake graphite mineralisation sample

Nachingwea Project Summary

The project area is located in the south east of Tanzania, which is becoming a significant new province for large tonnage, coarse flake graphite deposits with a number of JORC compliant resources now announced by graphite explorers in the region. The Nachingwea project is located approximately 60km south of ASX listed Magnis Resources' Nachu Project (ASX: MNS). Graphite mineralisation in the province typically occurs in stratigraphic layers of graphitic schist, within a package of high pressure/temperature metamorphic rocks that make up the Mozambique Mobile Belt. The coarse flake graphite seen in this area is consistently showing large to jumbo flake graphite, which will be targeted by Mozambi Resources.

For and on behalf of Mozambi Resources Limited

Alan Armstrong
Mozambi Resources Ltd
Managing Director

Competent Person

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Matt Bull, a Competent Person who is a member of Australian Institute of Geoscientists. Mr Bull is a Director of Mozambi Resources. Mr Bull has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Matt Bull consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.