



ASX ANNOUNCEMENT

ASX CODE: RUM

ABN: 33 122 131 622

REGISTERED OFFICE

20/90 Frances Bay Drive
Stuart Park NT 0820

POSTAL ADDRESS

GPO Box 775
Darwin NT 0801

T +61 8 8942 0385

F +61 8 8942 0318

W www.rumjungleresources.com.au

E info@rumjungleresources.com.au

DIRECTORS

David Muller
Jeff Landels
Chris Tziolis, MD

MAJOR PROJECTS

Ammaroo Rock Phosphate
Karinga Lakes Sulphate Potash

KEY CONTACT

Chris Tziolis, MD
T +61 (8) 89420385

ASX Release
9th November 2015

Listings Officer
Company Announcements
ASX Limited, Melbourne

Commencement of evaluation drilling program at Karinga Lakes Sulphate of Potash Project

Rum Jungle Resources (RUM) has commenced an evaluation drilling program on a limited area within the Karinga Lakes project area. As previously flagged in the recent September 2015 Quarterly Activities Report, RUM intends to complete a series of up to 12 holes to test the depth extension of the brine aquifers and to better understand the nature of the hydrogeology, brine chemistry at depth and ground water recharge potential of the system. This evaluation drilling program may enable an increase in the in-situ brine resource.

The existing JORC 2012 Measured, Indicated and Inferred in-situ Brine Resource of 8.4Mt of K₂SO₄ (as announced to the ASX on 20 February 2014 and has not changed since) is at an average aquifer thickness of 17 metres. Previous drilling was limited to a maximum depth of 40 metres, with most holes significantly less than this. The current program intends to test the likely brine continuation below these depths on a select subset of the lakes.

As indicated in recent investor presentations, RUMs intent is to progress the development of a small scale, low capital, limited environmental footprint Sulphate of Potash (SOP) operation targeting approximately 40,000 tonnes per annum, with a capital target of less than A\$80m and operating costs of less than A\$300 per tonne. Key target markets include southern and northern Australian horticultural markets and SE Asia. The current SOP market in Australia is approximately 50,000 tonnes per annum which is met by imports from Europe.

RUM is currently assessing study manager options to commence a preliminary feasibility study on the Karinga Lakes small scale start-up with the intention to leverage the knowledge garnered from the Karinga Scoping Study that was completed in December 2014.

FORWARD LOOKING STATEMENTS

This announcement contains forward looking statements. Forward looking statements are not based on historical facts, but are based on current expectations of future results or events. These forward looking statements are subject to risks, uncertainties and assumptions which could cause actual results or events to differ materially from the expectations described in such forward looking statements. Although Rum Jungle Resources believes that the expectations reflected in the forward looking statements in this announcement are reasonable, no assurance can be given (and Rum Jungle Resources does not give any assurance) that such expectations will prove to be correct. Undue reliance should not be placed on any forward looking statements in this announcement, particularly given that Rum Jungle Resources has not yet made a decision to proceed to develop the Karinga Lakes Sulphate Potash or any other project, and Rum Jungle Resources does not yet know whether it will be able to finance this project.

Chris Tziolis
Managing Director