

crusader



Corporate Presentation – June / July 2014

ASX:CAS

www.crusaderresources.com



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estimated resources and reserves;
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Competent Person Statement

The information in this report that relates to Juruena Gold Project Exploration Results is based on information compiled or reviewed by Mr Robert Smakman who is a full time employee of the company and is a Fellow of the Australasian Institute of Mining and Metallurgy, and has sufficient experience that is relevant to the type of mineralisation and type of deposit under consideration 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.

Mr Smakman consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to:

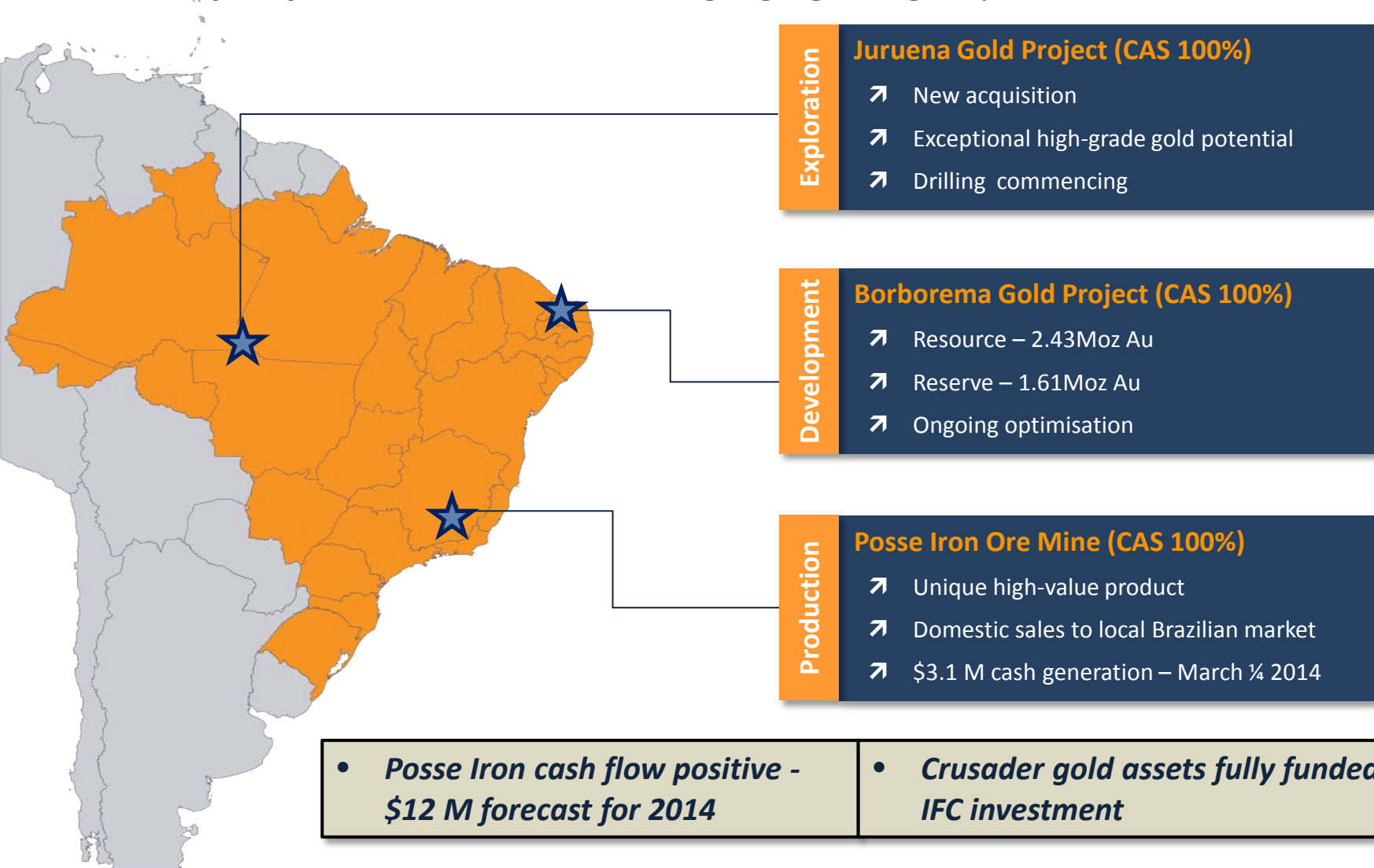
- a) Borborema Gold Project and Posse Iron Ore Project Exploration Results are based on information compiled or reviewed by Mr Robert Smakman who is a full time employee of the company;
- b) Borborema Gold Mineral Resources is based on information compiled by Mr Lauritz Barnes and Mr Brett Gossage and independent consultants to the company;
- c) Borborema gold Ore Reserves is based on information compiled by Mr Linton Kirk, independent consultant to the company;
- d) Posse Fe Mineral Resources is based on and accurately reflects, information compiled by Mr Bernardo Viana who is a full time employee of Coffey Mining Pty Ltd,

and who are all Members of the Australasian Institute of Mining and Metallurgy (Rob Smakman and Linton Kirk being Fellows), and who all have sufficient experience that is relevant to the type of mineralisation and type of deposit under consideration, and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2004 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Each of Mr Smakman, Mr Barnes, Mr Kirk, Mr Viana and Mr Gossage consent to the inclusion in the report of the matters based on their information in the form and context in which it appears. This information was prepared and disclosed under the JORC Code 2004. It has not been updated since to comply with JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

A Brazilian Mining Company

Utilising strong local relationships to acquire and develop mineral assets in Brazil.

Solid cash flow from Posse Iron and exciting high-grade gold potential.



- ***Posse Iron cash flow positive - \$12 M forecast for 2014***

- ***Crusader gold assets fully funded by IFC investment***

Capital Structure (ASX : CAS)	Current 27 June 2014	Proforma 27 June 2014¹
Share Price	\$0.33	
Ordinary Shares (ASX:CAS)	126.6 M	140.9 M
Options ²	14.5 M	21.4 M
Market Capitalisation	\$42M	
Cash at Bank (31 March 2014)	\$2.9 M	\$6.4 M
Debt	\$5.0 M	\$5.0 M

Major Shareholders	Current 27 June 2014	Proforma 27 June 2014¹
CAS Directors	24%	22%
IFC	nil	10%
Strong Institutional Representation		

¹ Adjusted for: (a) Issue of 13.79M shares at \$0.29 each and 6.9M options (\$0.41, June 2018) to IFC; (b) Issue of 500,000 shares and payment of C\$500,000 to Lago Dourado for settlement of Jurueña Project acquisition | ² exercise prices: \$0.34 to \$1.35

Section 1

Posse Iron Ore Mine



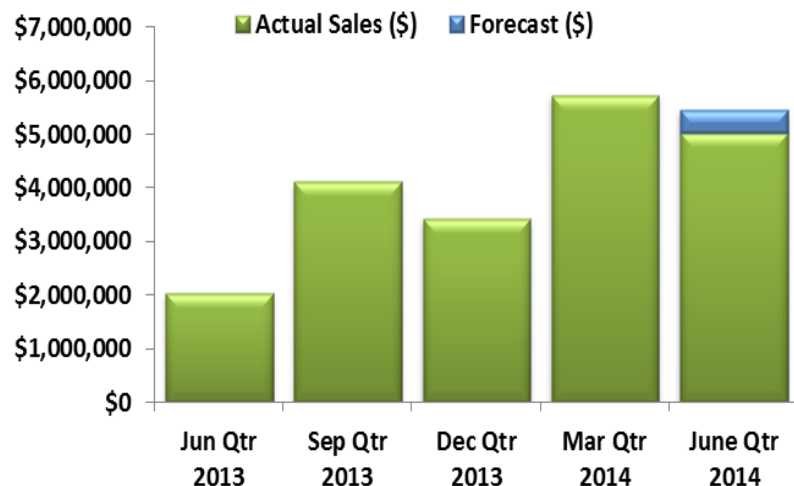
Sales & Operating Costs

Posse Mine Performance	3 months to 30 Jun 13	6 months to 31 Dec 13	6 months to 30 June 14 (forecast)**	6 months to 31 Dec 14 (forecast)
Sales Revenue*	2.0 M	7.5 M	10.6 M	10.8 M
Gross Profit	1.0 M	3.5 M	5.6 M	6.5 M

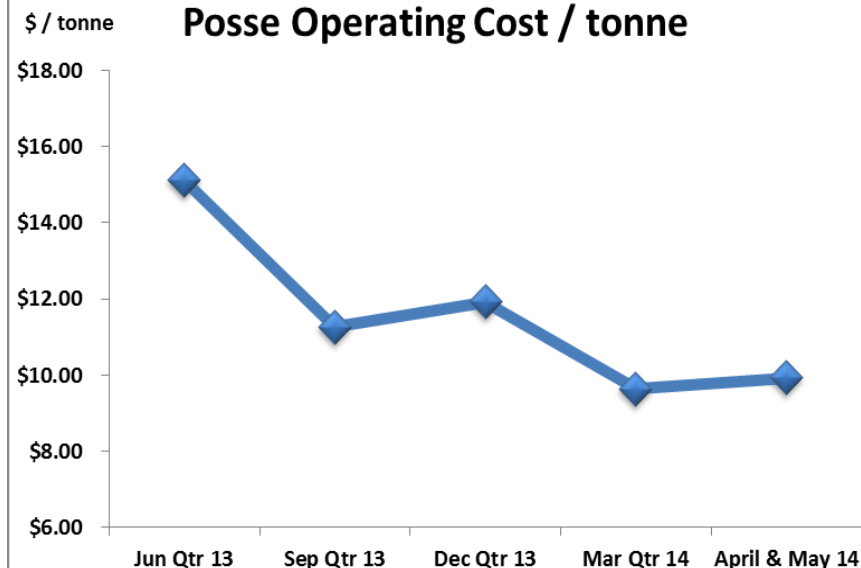
* Sales and sales forecasts are net of all taxes and royalties

** Includes actual sales for Jan to May 2014 of \$9.2M, and actual gross profit for Jan to May 2014 of \$4.9M

Posse Sales (\$)



Posse Operating Cost / tonne



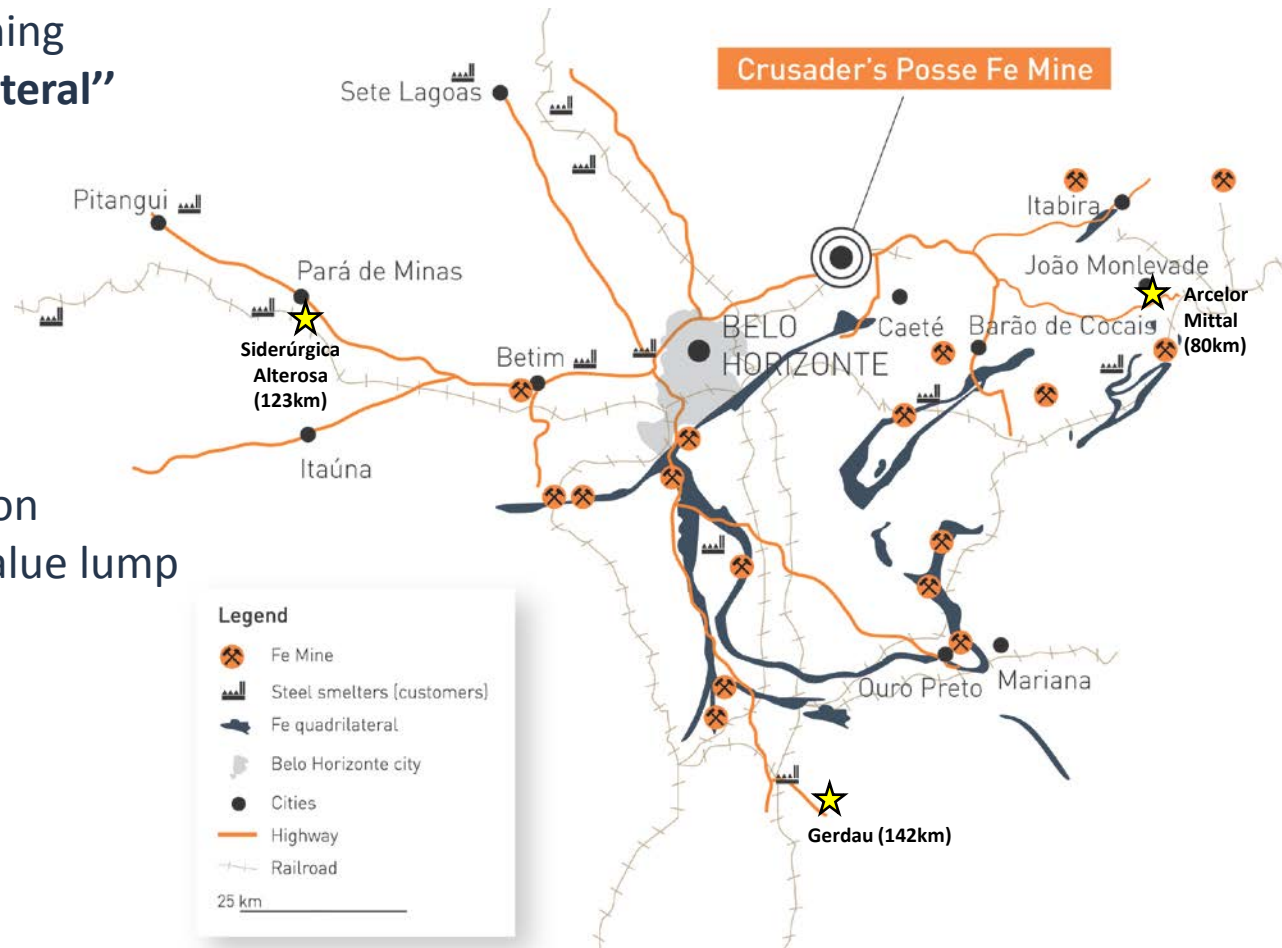
Posse Iron – Overview



- 100% Crusader
- Heart of Brazilian iron industry
- High value product mix
- Sales completed with 19 domestic customers
- **Producing three products:**
 - Coarse lump - (+19mm -32mm)
 - Fine lump - (+6.35mm -19mm)
 - Fines - (-6.35mm)

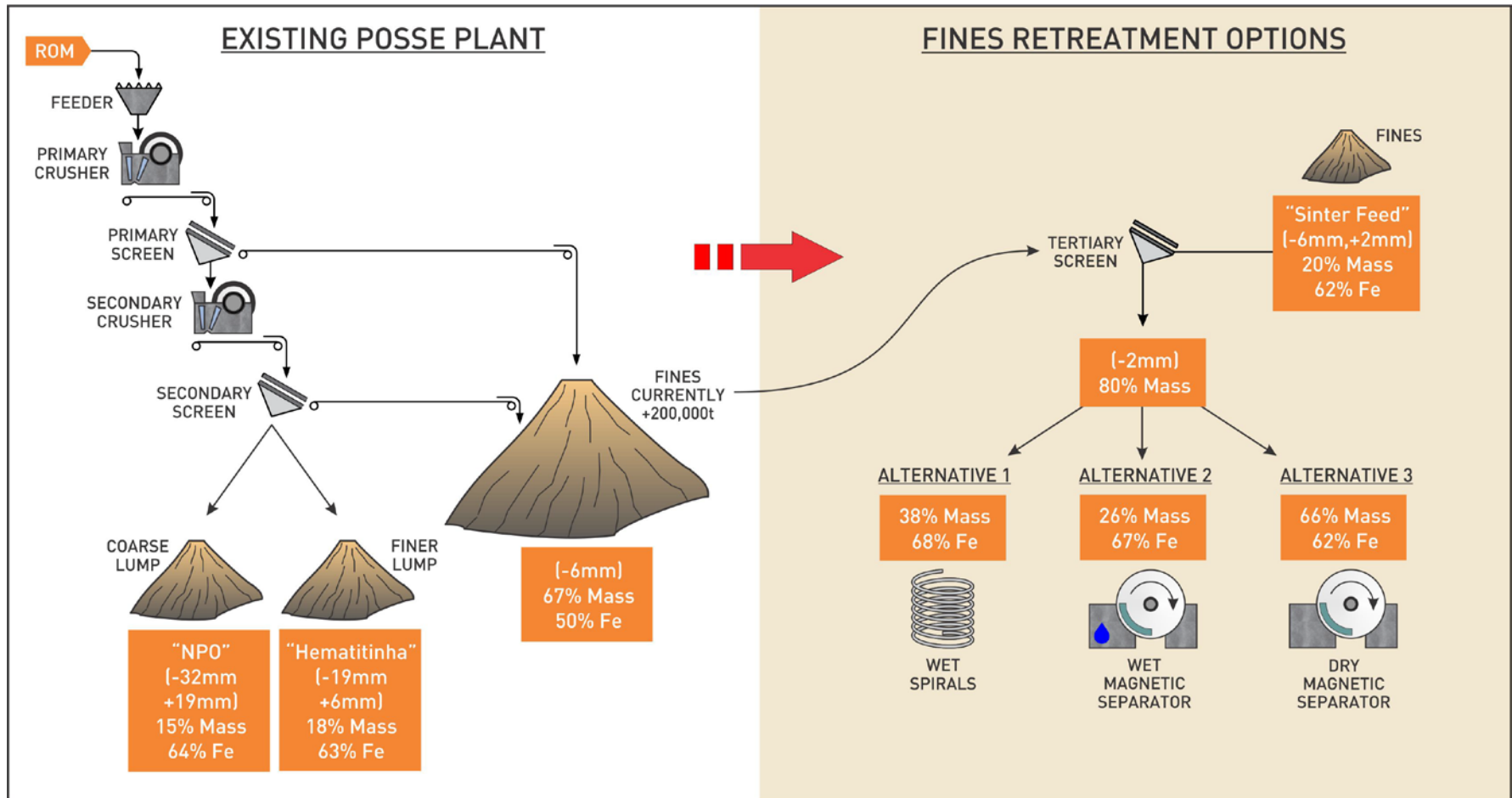
Close to Infrastructure & Customers

- Belo Horizonte, Brazil's mining heart – **"The Iron Quadrilateral"**
- Highway network to the mine gate
- Pig iron smelters surround the project
- Strong demand from pig iron smelters for Posse's high value lump and fine lump products





Growth – Processing Fines



Drilling Underway at Posse

- New program to determine depth extent / potential of newly discovered set of haematite veins
- Potential to increase yield of high-grade lump products
- 12 holes and over 1,000 metres planned
- Assays pending



Section 2

Crusader Gold



2014 Program Fully Funded by IFC*



Juruena Gold Project

- Recent acquisition
- Potential for high-grade, low Capex projects
- Exciting advanced exploration program about to commence

Borborema Gold Project

- 1.61 Moz Au in Reserve
- 85,000m drilled
- Low cost mining environment
- Optimisation underway

* International Finance Corporation is a member of the World Bank Group and the largest global development institution focussed exclusively on the private sector in developing countries.

Borborema Gold

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Overview of Borborema

- Large-scale open pit project
- PFS completed in September 2011, based on US\$1,300/oz gold price
- Annual production of up to 180koz (131koz LOM average)
- Low operating cash cost: US\$558/oz
- Most of the work required for a BFS has been completed. This is now in the process of being optimised

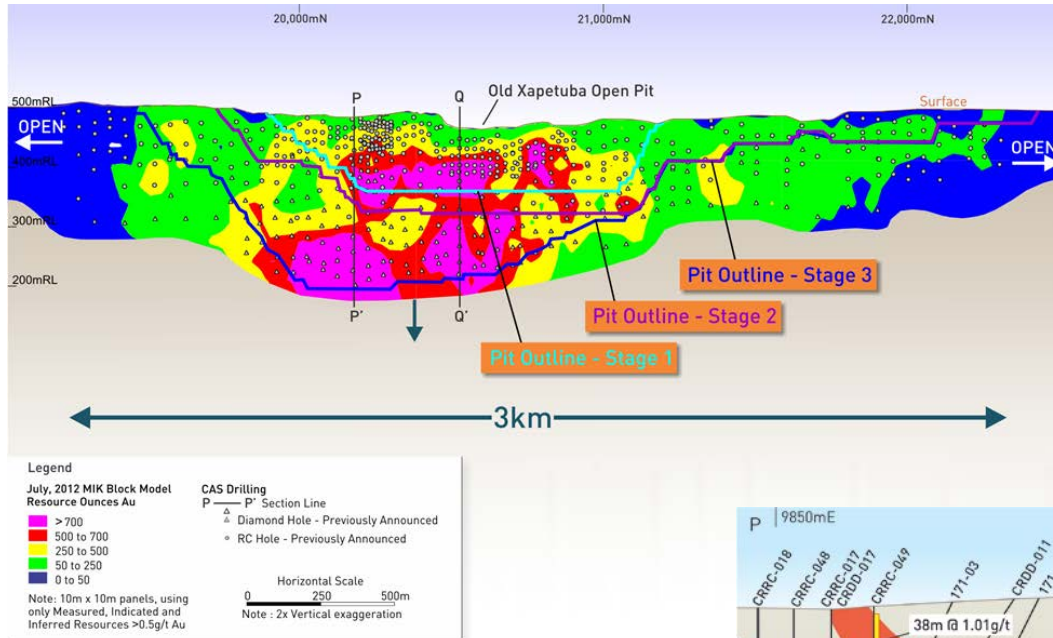
PFS Results (September 2011)

Throughput	3Mtpa
Mine Life	9 years
Annual production ¹	131koz (LOM avg.)
Mining Inventory (Inferred & Indicated)	27Mt @ 1.39g/t for 1.18Moz Au
Estimated capex ²	US\$169m
Operating cash cost	US\$558/oz
Total cash cost	US\$735/oz
Metallurgical recovery	96%
NPV ₁₀ (pre tax)	US\$250m
IRR	32.9%
Strip ratio (LOM)	4.23 : 1

1. This is not a production forecast by the Company but an outcome of the PFS. There remains at present insufficient certainty with respect to whether economically mineable mineralisation exists to reliably estimate future production. Further exploration and studies are required to determine this. The Company is of the opinion that the Inferred and Indicated Resources have a reasonable prospect of eventual economic extraction. Under the JORC Code, an Ore Reserve is the economically mineable part of an Indicated or Measured Mineral Resource, as at the date of reporting, taking into account mining, metallurgical, economic, marketing, legal, social, and governmental factors (Modifying Factors). At this stage the Company has not yet progressed the Inferred and Indicated Resource or progressed the modifying factors sufficiently to define an Ore Reserve. As such, the production assumptions in the PFS should not be used as a basis for investment decisions about shares in the Company.

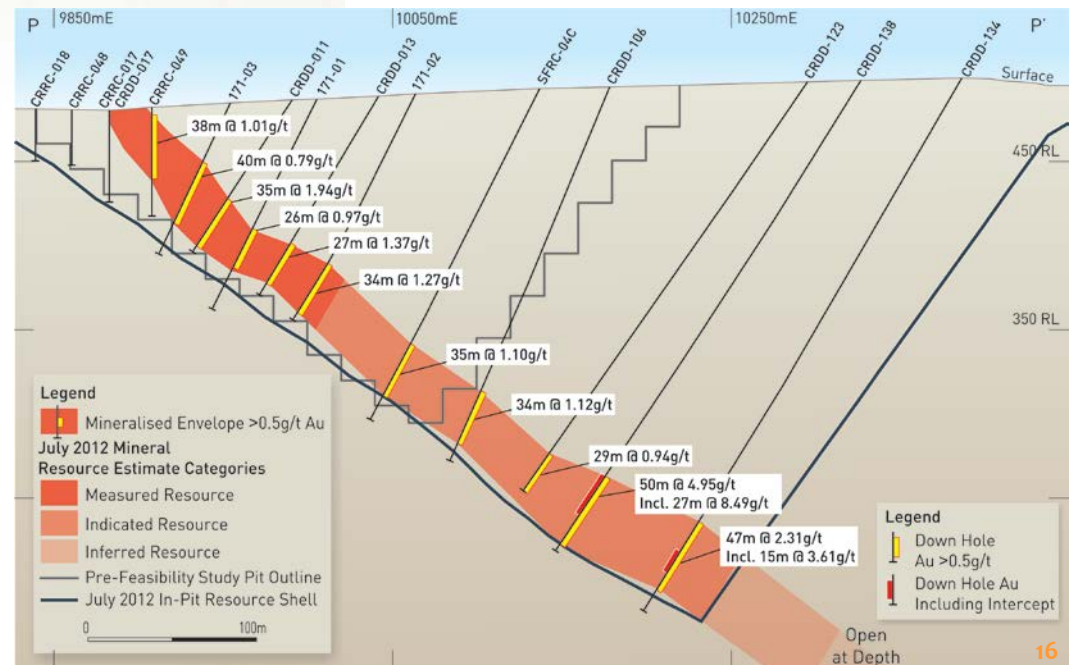
2. Assumes owner operated and includes 15% contingency. Does not include sustaining capex.

Simple Mining Profile



- Small oxide pit previously mined
- Grade increases with depth (open at depth)

- Low strip, bulk tonnage open pit mining
- Underground mining potential



Critical Infrastructure - Why We Like It!



Excellent Location

- 25km from mining town of Currais Novos (pop. 42,000)
- Region has rich mining history

Excellent Infrastructure

- Bitumen highway BR226, 140km from city (and port) of Natal to mine gate
- Power lines traverse Crusader's tenements
- Multiple water options available

Labour & Energy

- Low mining costs - cheap diesel and labour
Mineralisation amenable to bulk mining
- Low processing costs- moderate consumables, low power costs

Government Incentives

- Sudene tax concessions¹ may be available – overall tax rate of 15.25%
- Low government mineral royalties² - currently 1%

¹A federal government economic stimulus scheme, called Sudene, provides significant benefits for businesses operation in the north east of Brazil, including Rio Grande do Norte. The scheme was introduced to boost economic activity in a relatively impoverished area of Brazil. Company tax rates are reduced from 34% to 15.25% for a period of 10 years.

Other benefits include reduction in the rates of taxes such as goods and services taxes, sales taxes and import duties.

²The current rate of government royalty is 1% of sales revenue. There is also a 0.5% royalty payable to the landowners. Note that Crusader owns a number of farms in the immediate area including the one that covers the central part of the ore body.



- Previous feasibility work was conducted in a higher gold price environment
- Base assumptions for this work were relevant at the time but need to be revised in light of lower gold prices
- Currently optimising:
 - the scale of the operation
 - process flow sheet
 - development strategy – staged vs single construction; owner-operator vs contractor
 - mine production sequencing
 - water management strategies

Juruena – The Golden Opportunity

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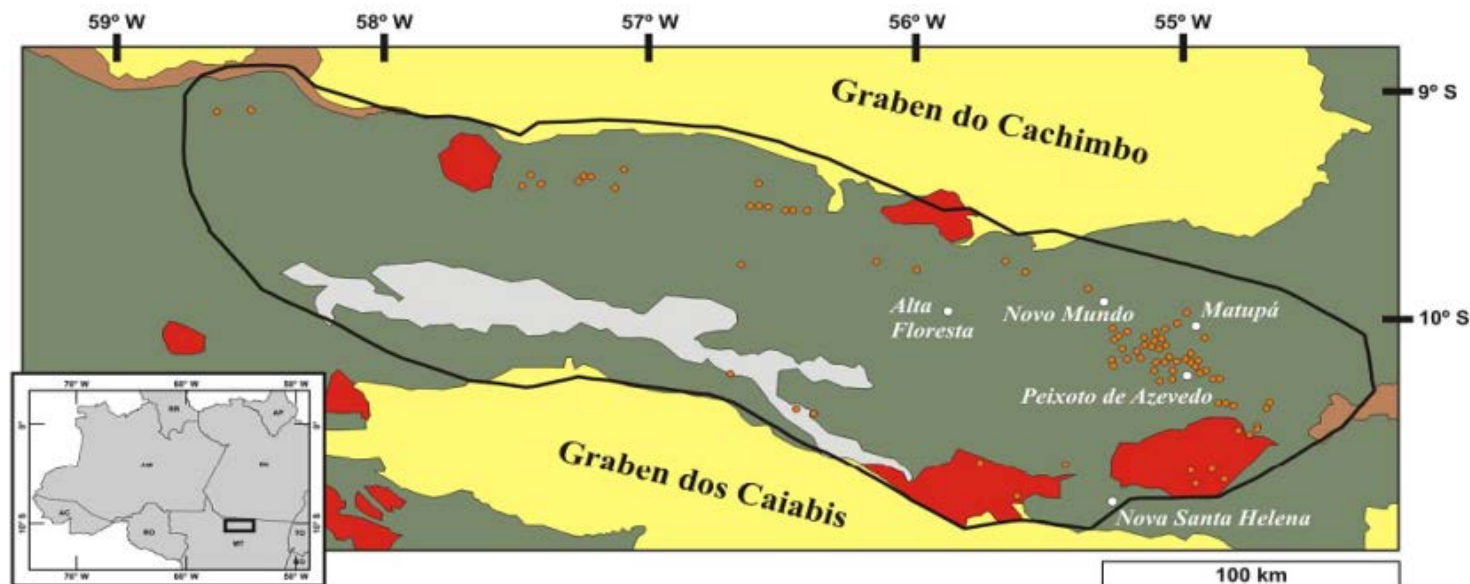
- Acquired from TSX-listed Lago Dourado Minerals Ltd (“LDM”)
- Acquisition of 100% of LDM’s Brazilian subsidiary company
- Low cost acquisition; most of the consideration is conditional upon successful resource definition and production
- Considerable historical exploration expenditure > \$20 M

Consideration Payable for the Juruena Gold Project

Up front	<ul style="list-style-type: none">• C\$650,000 in cash• 500,000 CAS shares (equivalent to A\$160,000 at \$0.32 per share)
Deferred, Conditional	<ul style="list-style-type: none">• 750,000 CAS shares on the definition of a JORC Resource (no less than Indicated) of at least <u>400,000oz at greater than 10g/t Au</u>, within 5 years of completion• 750,000 CAS shares upon production of at least 20,000oz of gold within 5 years of completion

Historic Gold Belt - Alta Floresta

- Juruena covers 50km of strike of the Alta Floresta Gold Belt
- The Alta Floresta Gold Belt stretches east-west for >400km
 - 7Moz produced from 1979 to 1997 (DNPM), across 40 gold deposits

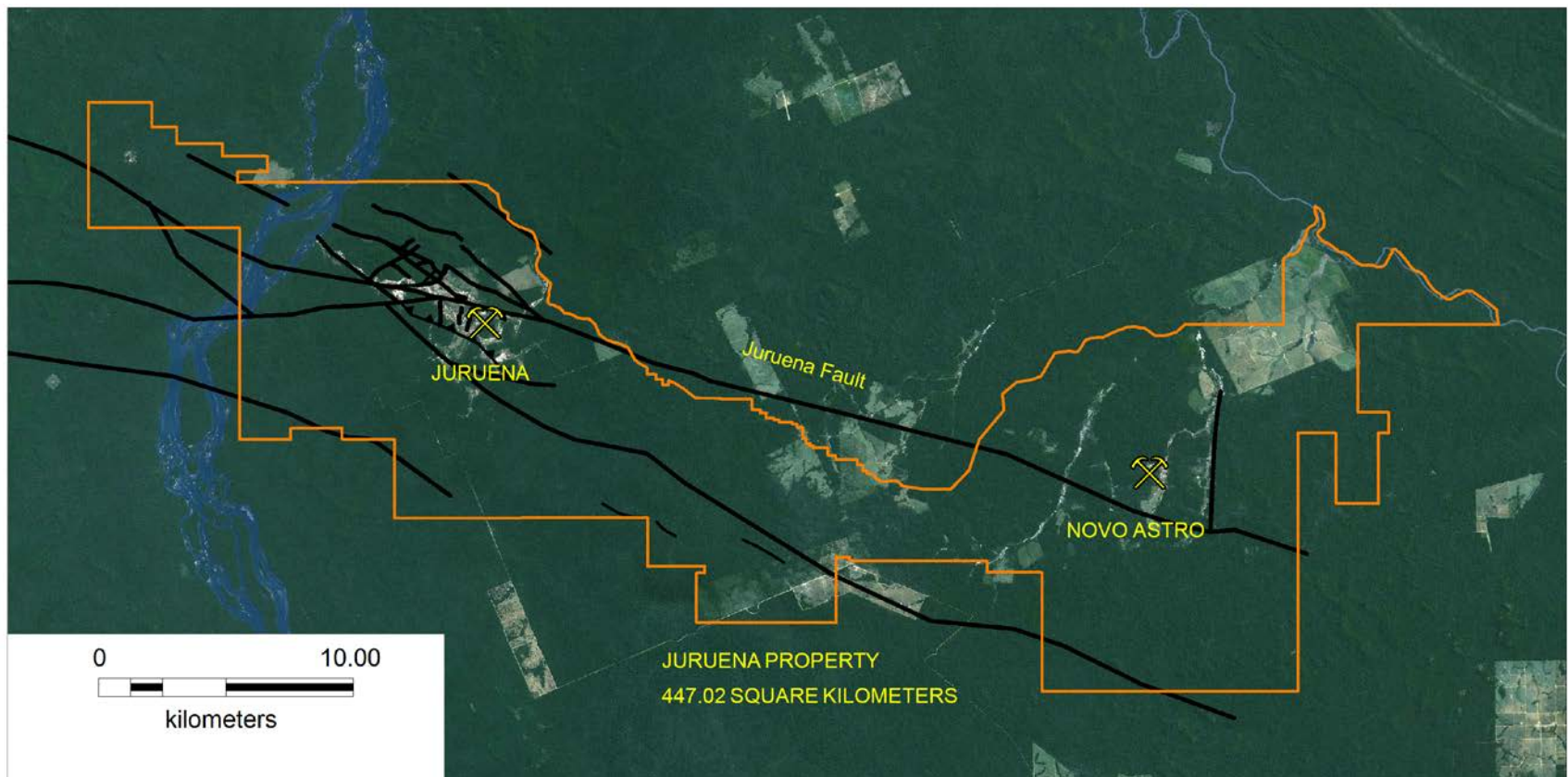


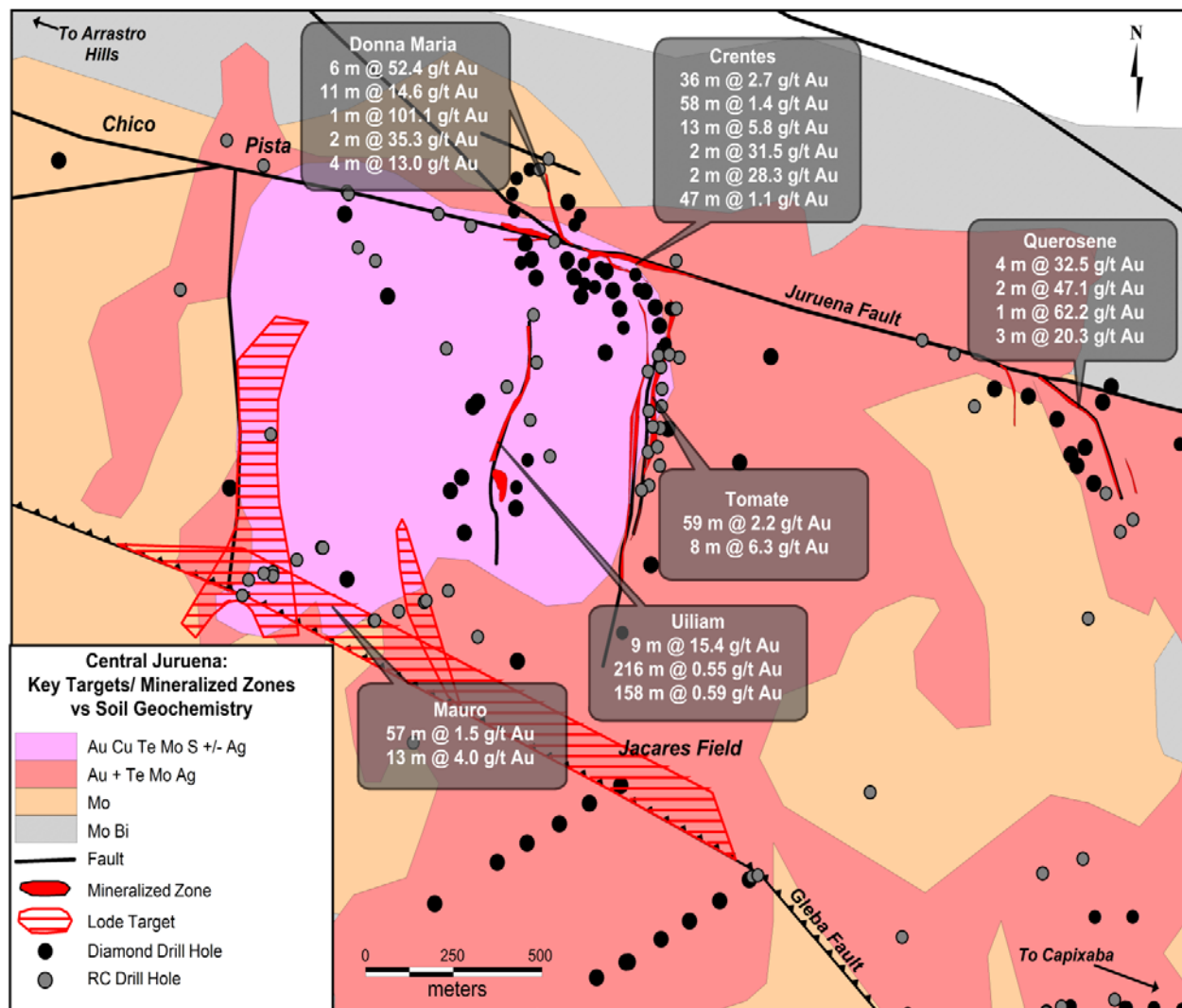
- Coberturas Fanerozóicas e Bacias Intracratônicas
- Sequências Sedimentares do Paleo e Mesoproterozóico
- Granitos Pós-colisionais a Anorogênicos (1,75 Ga)
- Unidades plutono-vulcânicas e sequências vulcano-sedimentares (1,89 - 1,74 Ga)
- Supracrustais e plutônicas metamorfisadas (2,2 - 1,99 Ga)

- Cidade
- Depósitos Auríferos
- Limite da Província Aurífera de Alta Floresta (PAAF)

Overview of Juruena

- Large land package – 450km² including two large gold targets
- Significant historical artisanal mining limited to a depth of <15m
- Novo Astro is a 4km wide circular soil anomaly that has never been drill tested



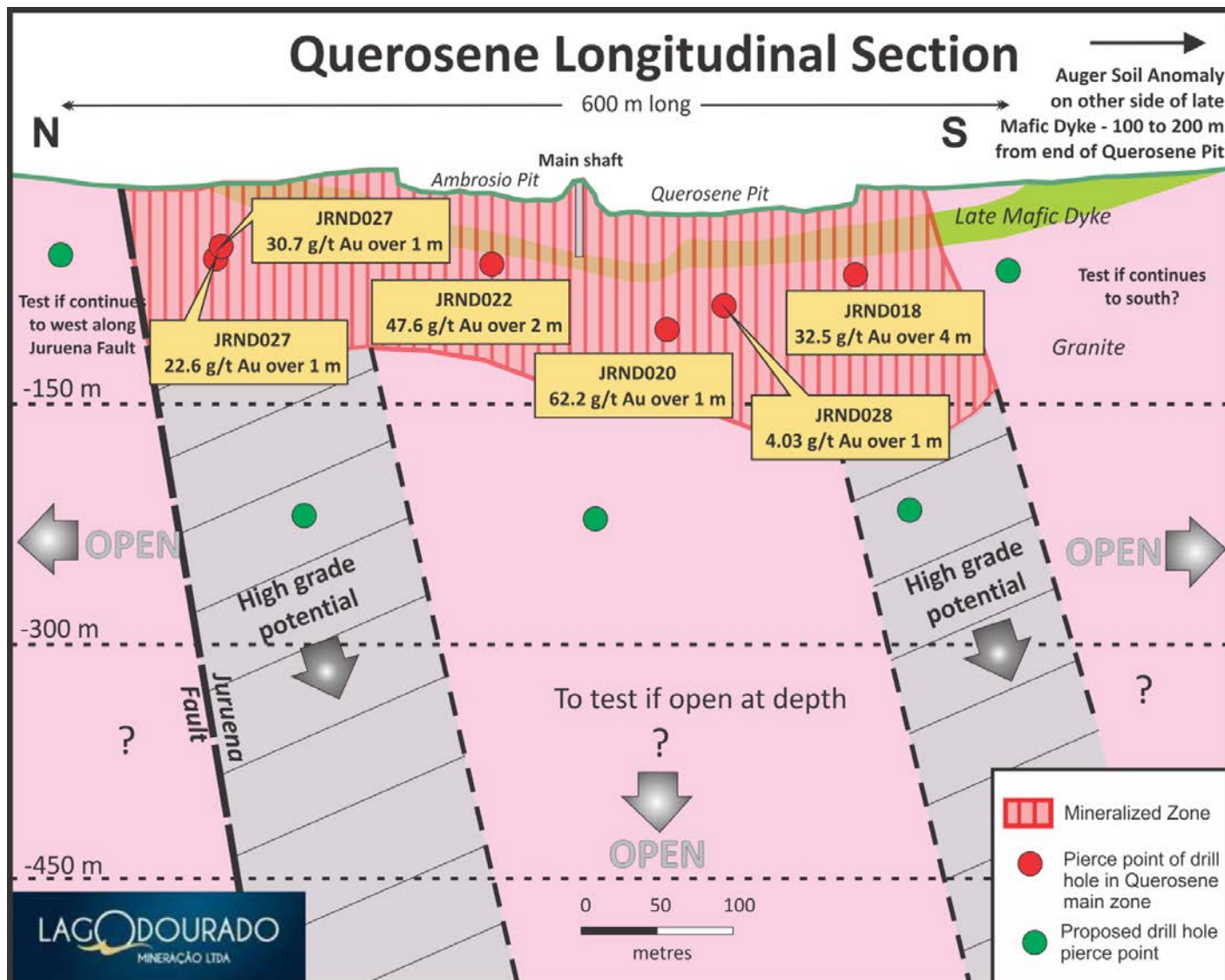


Six Mineralised Zones Discovered to Date

- Two very high-grade zones: Querosene & Donna Maria
- Mineralisation structurally controlled
- Numerous structural targets remain untested

Highest Priority - Querosene

Investigate potential for a high-grade, low Capex development



Querosene Shaft & Pit

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➤ **Posse is a high quality, strategic asset:**

- Strong cash flow generation
- High quality product, low cash costs
- Located in vicinity of our customers
- Cash flow helps fund other assets

➤ **Our gold assets provide very strong upside potential:**

- Arguably no value ascribed by the market for these assets currently
- Juruena has exceptional high-grade potential
- Juruena will be the focus of an imminent drilling program
- Borborema is a significant option on the gold price

➤ **Demonstrated ability to source new projects in Brazil**

➤ **Relatively low market cap**

Contact Information



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Appendix 1 - Board

Board Of Directors

Chairman

Stephen Copulos



+ 30 years' experience in business & investments in a wide range of industries, and over 14 years' experience as a company Director for both listed and unlisted companies. Major shareholder of CAS for many years. Aligned to improving shareholder returns.

Managing Director

Robert Smakman



Highly experienced Geologist & Manager with over 20 years' Australian & international experience. Founding member of Crusader & has played integral part in moulding company into its present shape. Rob is based in Brazil (+ 8 yrs) and fluent in Portuguese. Fellow - AusIMM.

Executive Director

Paul Stephen



+20 years' experience in Financial services & Australian equity markets, specialising in Capital Management & Corporate Structuring. Paul is a founder of Crusader Resources Ltd. and holds a number of non-executive roles in the finance and resources sectors.

Non-Executive Director

David Netherway



Australian Mining Engineer with over 35 years' experience in mining industry & has held senior management positions at a number of mining companies. David is also Chairman, as well as non-executive Director of several listed mining companies.

Non-Executive Director

Mauricio Ferreira



More than 35 years in resources/ energy sectors. Highly educated and experienced manager. Ex Vale executive. Has been involved in the exploration and development of three Brazilian gold projects. Mauricio is a Brazilian national.

Non – Executive Director

John Evans



Experienced Director & Chartered Accountant. Over 15 years in private sector finance executive roles, including listed Companies. Currently Principal of a Business Broking & Corporate Advisory Practice. Chairman of Crusader's Audit & Remuneration Committees.

Appendix 2 - Management

Management

COO

Michael Schmulian

+ 40 years of experience as Geologist, Manager & Executive. Developed several South American Gold Projects. In-depth knowledge of Brazilian mining legislation and culture. Mike is a Fellow of the AusIMM, is based in Brazil (+ 20 yrs) and fluent in Portuguese.



Project Manager

Wayne Foote

Wayne is a Mining Engineer with +26 years' gold mining experience in Australia, North, East and West Africa, and Asia. He has extensive experience in start-up and major expansion projects.



Posse Mine Manager

Mauro Calado

Brazilian Mining Engineer with over 25 years' experience in mining, project development, mineral processing and accident analysis. Mauro has completed an MBA Business Management and a post graduate qualification in Systems Analysis.



CFO & Company Secretary

Andrew Beigel

Andrew has over 15 years' corporate accounting & management experience across a range of industries and has held executive positions with other ASX listed companies in the resources sector. He has a Bachelor of Commerce degree & is a member of CPA Aus.



Nick Harch

Financial Analyst

Former Executive Director with Macquarie Bank. Extensive resource financing experience.



Consultants

Linton Kirk

Kirk Mining Consultants Ltd.

Linton is a Mining Engineer with +30 years' experience in mining, earthmoving & management in several commodities, over five countries. He is a Fellow and Chartered Professional of the AusIMM.

