

14 August 2014

Reinstatement Update

The Directors of Minerals Corporation Limited (**MSC** or the **Company**) are pleased to announce that its securities will be reinstated for quotation on the ASX at the commencement of trading tomorrow, 15 August 2014.

Skardon Update

The Company provides the following update on its planned activities in relation to the Skardon Kaolin Project in Cape York Peninsula, Queensland (the **Project**). The Project comprises a granted exploration permit (EPM4068, 20% MSC), an exploration permit application (EPM18,242, 5% MSC) as well as two mineral development licence applications (MDL423 & MDL425, 5% MSC).

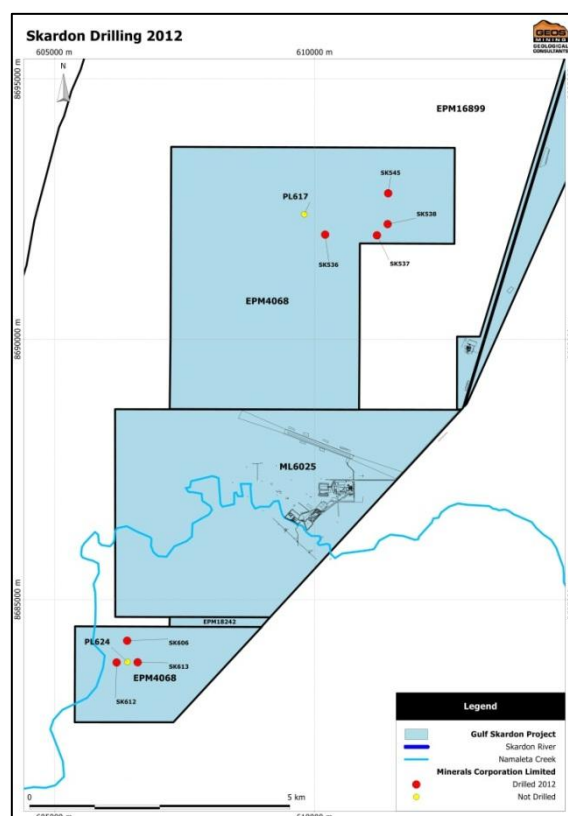


Figure 1 – Skardon Project Drilling Programme (as announced 2 November 2012)

The Company appointed geological consultants, Geos Mining, to assist the Company with the review of the historical exploration work at the Project announced on 30 July 2014. The Principal of Geos Mining, Susan Border, has considerable experience with kaolin projects and was previously exploration manager at Skardon River back in 1994-97.

Following completion of the review, the Company has engaged Geos Mining to devise an immediate drilling program at the Project to follow up on the priority target areas determined by the 2012 drilling. The Company's Joint venture partner, Gulf Alumina Ltd, is currently resource drilling for bauxite at the Project with a sonic drill rig remaining on site until late August. The Company sees this as a good opportunity to conduct a modest near-term high impact exploration program. Importantly, the current rig on site is a sonic rig which produces better, less contaminated samples than the air core rigs traditionally used for exploration in this environment. This means more accurate determination of likely product quality and, importantly, more useful geological information.

The purpose of the exploration program is to locate additional resources of readily accessible, high quality kaolin. The program will build on previous geological knowledge of the area and, in particular, the work done by MSC over the past three years. The initial program will be to drill five or six holes with samples provided for further analysis. The results of the sample analysis will drive future exploration work at the Project.

Together with the activities being undertaken on the Project, the Company is also reviewing a number of investment opportunities. Should MSC identify a suitable transaction with the potential to create value for the Company and its shareholders then it will present the opportunity for the approval of the Company's shareholders as and when appropriate.

Contact:

Dan Smith
Executive Director
+61 8 9486 4036

Nicholas Ong
Director & Company Secretary
+61 8 9486 4036