



7 October 2014

ASX / Media Announcement

FOX RESOURCES LTD

ASX: FXR

ABN: 44 079 902 499

Street Address:

10 Abbotsford Street,
West Leederville, 6007
Western Australia

Postal Address:

PO Box 480,
South Perth 6892
Western Australia

Tel: +61 8 9318 5600

Fax: +61 8 9238 1380

Email:

fxr@foxresources.com.au

Web:

www.foxresources.com.au

Projects:

Queensland
Coal

Radio Hill
Nickel – copper

Sholl
Nickel – copper

Ayshia
Copper – zinc

Mt Oscar
JV Iron ore

Star of Mangaroon
Gold

PROPOSED SALE OF BUNDABERG COKING COAL PROJECT

Fox Resources Ltd (**ASX Code: FXR**) (“Company”) announces that it engaged PCF Capital to evaluate divestment alternatives for its Bundaberg Coking Coal Project in Queensland. Divestment will allow Fox to focus on developing its Western Australian nickel and base metal projects including the Radio Hill, Sholl deposits and the drill ready Osborne exploration target in the Pilbara.

The Bundaberg Project located 20km to the North of Bundaberg and with excellent infrastructure, contains an Inferred Coking Coal Resource of 101Mt and significant exploration upside both along strike and down dip of the resource (ASX releases 20 March 2014 and 1 April 2014). Figure 1 below shows the tenement outline and the outline of the Inferred Resource. An independent valuation obtained for the recent rights issue provided a preferred value of \$17.9m within a range of \$15.5m and \$21.5m for the Bundaberg Coking Coal Project.

The companies geological team is preparing to continue exploration activities on the Mt Oscar Joint Venture tenement for Magnetic South, its Joint Venture partner in the project. The aim of these activities are to assist in targeting gold at the White Quartz Hill prospect and also evaluate several high priority VTEM targets that require follow up ground evaluation.

For and on behalf of the Board

Bruce Garlick
Company Secretary

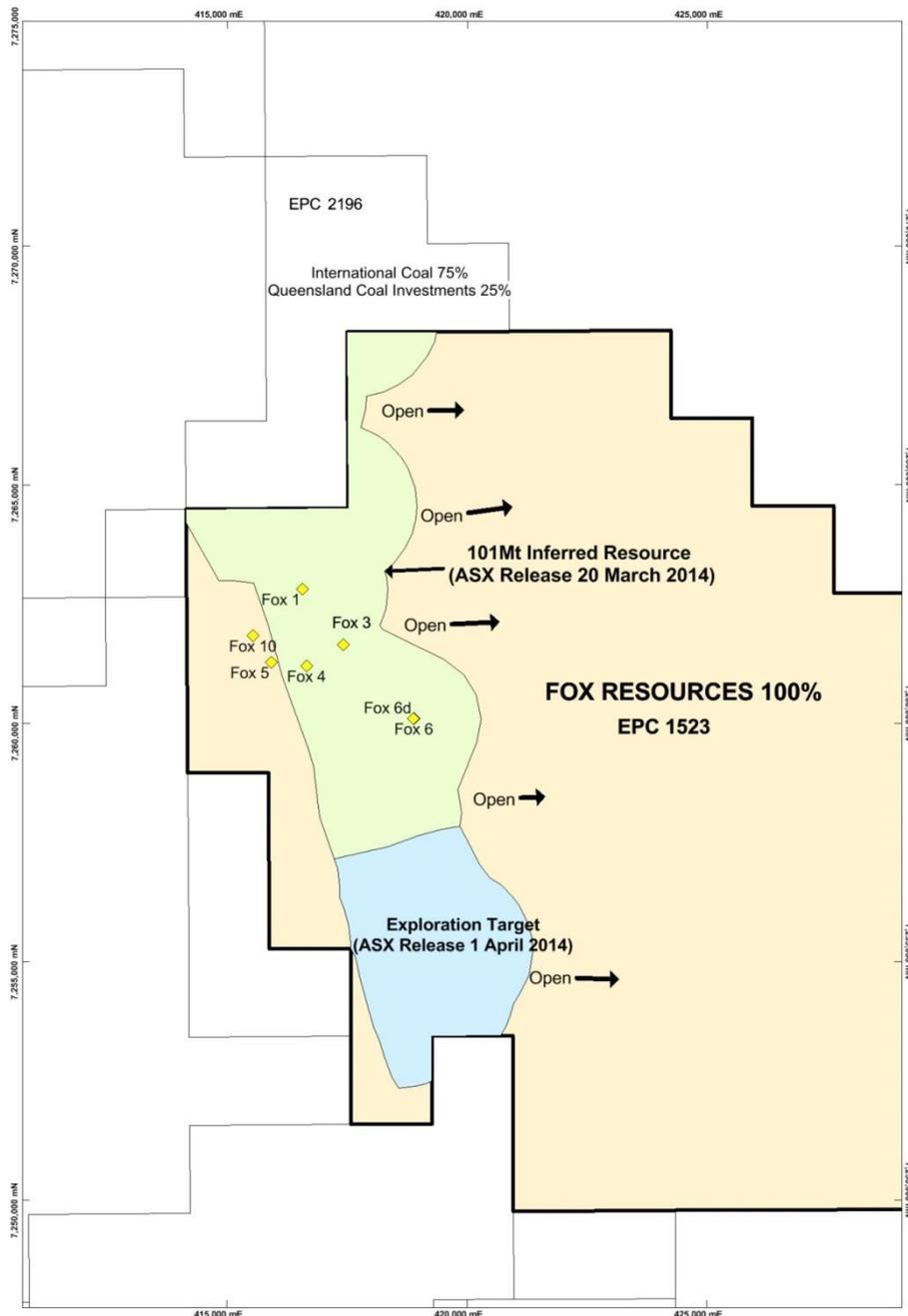


Figure 1: Fox Resources drilling at the Bundaberg Coking Coal Project with the outline of the 101Mt Inferred Coking Coal Resource (ASX release 20 March 2014) and the Exploration Target (ASX release 1 April 2014)

About Fox Resources

Fox Resources (ASX: **FXR**) is an exploration company with substantial exploration interests in the Queensland Coal region and the Pilbara region of Western Australia.

Fox has outlined a 101Mt Inferred Hard Coking Coal Resource at its Bundaberg Coking Coal Project in southeast Queensland (ASX release 27 March 2014) as well significant Nickel, Copper and Zinc Resources as its extensive package of base metals tenements in the Pilbara region of Western Australia.

Fox's Western Australian projects cover a number of prospective base metal prospects and deposits including, Radio Hill, Sholl and Ayshia deposits, along with an extensive, highly prospective tenements in the region. In the Pilbara, Fox is aiming to discover high-grade base metal resources to enable its 100% owned Radio Hill processing plant to resume production.

Forward-Looking Statements: This document includes forward-looking statements, including with respect to the proposed sale of the Company's Bundaberg coking coal project. Forward-looking statements include, but are not limited to statements concerning Fox Resources Limited's (Fox) planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should", and similar expressions are forward-looking statements. Although Fox believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.