

ASX ANNOUNCEMENT

23 OCTOBER 2014



STRANDLINE ACQUISITION COMPLETED

On 11 September 2014, Gunson Resources Limited ("**Gunson**" or "**Company**") announced that it had agreed to acquire 100% of the shares in mineral sands-focused Strandline Resources Pty Ltd ("**Strandline**") in an all-scrip transaction. Shareholder approval for the transaction was received at a General Meeting of Gunson shareholders held in Perth on 20 October 2014 and the transaction was formally completed today.

As consideration for the acquisition, Gunson has issued 166.67 million ordinary shares in the capital of the Company to Strandline shareholders. With a deemed issue price of 1.5 cents per share, the total consideration paid by Gunson was \$2.5 million.

As previously announced, the following changes to the Board of Directors have been effected today as part of the acquisition.

Appointment of Directors and Chairman

Mr. Mike Folwell, former Managing Director of ASX listed mineral sands miner Iluka Resources Limited, and Mr. Didier Murcia AM, a commercial lawyer with many years of experience in the mining sector and also Honorary Consul of the Republic of Tanzania, have joined the Board as Non-Executive Directors. Mr. Folwell has also been appointed Chairman.

Mr. Bill Bloking will remain on the Board of the Company as a Non-Executive Director, but has stepped down from the role of Managing Director and will be replaced in that role by Mr. Richard Hill. Mr. Hill is qualified as a geologist and solicitor with more than 19 years of practical experience as a mine-based and exploration geologist in a range of commodities for several major and mid-cap Australian mining companies.

Retirement of Directors

Mr. David Craig and Mr. Garret Dixon have retired from the Board. Mr. Craig brought valuable strategic and governance skills to the Company as a businessman and lawyer while Mr. Dixon contributed broad experience in the mining and civil contracting sectors. The Directors and staff of Gunson sincerely thank David and Garret for their services and contribution to the Board and wish them well for the future.



**WILLIAM F BLOKING FAICD
MANAGING DIRECTOR**

23 October 2014

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