

# COBALT FOOTPRINT GROWS FOLLOWING MOU WITH ROSSLYN HILL MINING

## HIGHLIGHTS

- Riva Resources Limited (“**Riva**”, ASX: RIR) has agreed on an exclusive, non-binding Memorandum of Understanding (“**MOU**”) in relation to an exploration farm-in and joint venture with Rosslyn Hill Mining Pty Ltd (“**RHM**”), a wholly-owned subsidiary of **LEADFX Inc.** (TSX: LFX) and owner and operator of the adjacent Paroo Station lead mine near Wiluna.
- Under terms of the MOU, Riva may earn 75% of the **cobalt, gold and copper** mineral rights on all RHM's Paroo Station project tenements through exploration expenditure totalling \$6M over 4 years.
  - Upon reaching 75% in the mineral rights, Riva and RHM will enter into a formal joint venture on the basis of the terms agreed to under this MOU.
- The MOU relates to RHM's 46km<sup>2</sup> tenement package and infrastructure at the Paroo Station lead mine, situated immediately east and south of Riva's Tabac Cobalt Gold Project.
  - Riva's footprint will be expanded to over 157km<sup>2</sup> within the Yerrida Basin and encompasses a number of prospective, regional-scale geological structures, and geophysical / geochemical anomalies.
  - Detailed exploration programme planning, including drilling anticipated for February 2017, is now underway for the entire 157km<sup>2</sup> project area. Programme of Works approval already

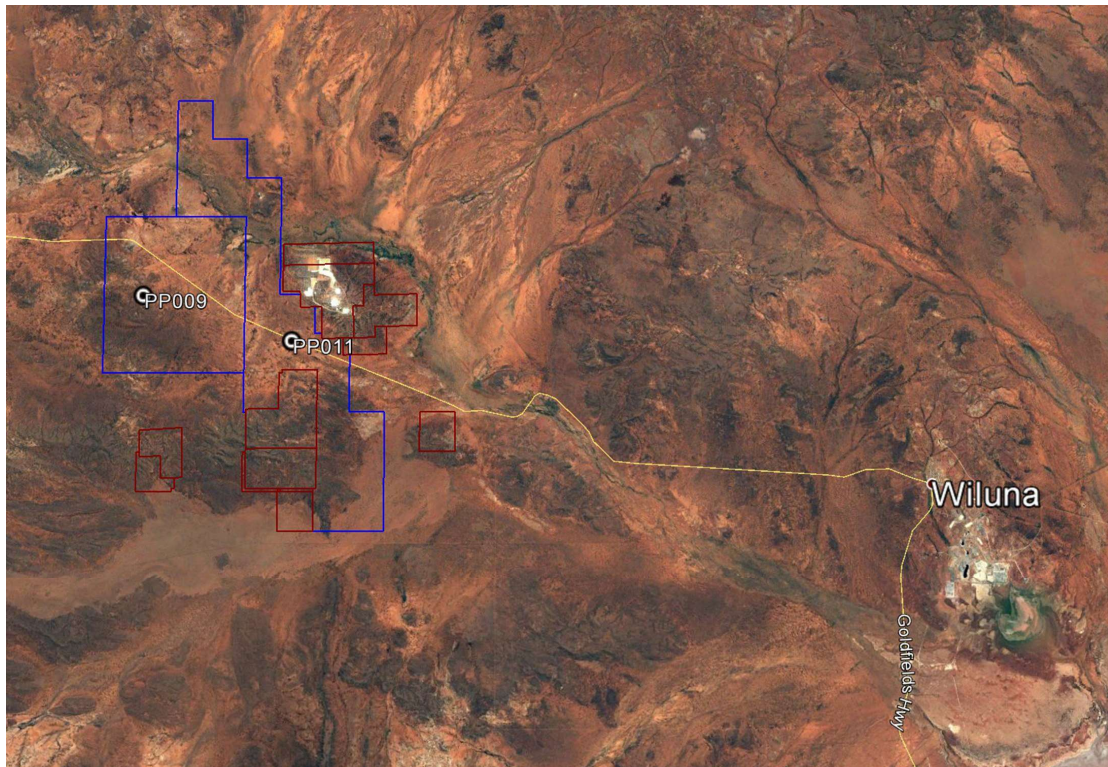
received for the first five drill holes, as proof of concept drilling on RHM's ground.

- Riva will work closely with RHM staff to leverage off the many years of exploration and mining experience gathered on potentially similar geological settings, including providing assistance on environmental and heritage matters.

**Riva Resources Limited** (ASX: RIR) ("**Riva**" or "the **Company**") is pleased to announce that it has entered into an exclusive MOU with Rosslyn Hill Mining Pty Ltd ("**RHM**"), a wholly-owned subsidiary of **LEADFX Inc.** (TSX: LFX), which will form the basis of a formal farm-in and joint venture agreement.

Under terms of the MOU, Riva may earn a 75% interest in the Paroo Station project tenements adjoining the Tabac Project by sole funding exploration totalling AUD\$6M over a 4-year period. If the Company elects to withdraw at any point during the farm-in period, Riva will forfeit any interest earned and will retain no residual rights.

The MOU also provides a framework for sharing access to key items of infrastructure and services at the Paroo Station mine site to realise mutual benefits for Riva's neighbouring projects. This includes key items such as the use of on-site office and accommodation facilities, shared access to water infrastructure and sharing of geological, environmental and heritage data. Most significantly the MOU provides Riva with a large, prospective land holding from which the Company hopes to expand its base and precious metal interests. The MOU and benefits contained herein are exclusive to Riva.



**Figure 1: Project location plan. RHM's tenements highlighted in red, Riva's in blue**

Riva's Managing Director, Jonathan King, commented:

"By securing access to key infrastructure and providing a base for operations, this MOU strengthens Riva's position in what represents a potentially substantial cobalt exploration opportunity. We look forward to working closely with Rosslyn Hill in sharing the rewards of what is shaping up to be a highly promising joint venture."

### **Technical Information**

RHM's Paroo Station project comprises a 4,590Ha (45.9km<sup>2</sup>) tenement package located 30km west of Wiluna in the northern Goldfields Region of Western Australia.

The lead carbonate deposits at the Paroo Station mine are hosted in outlying rocks of the Earraheedy Basin, which in turn are developed on rocks of the Yerrida Basin, host to the drill indicated cobalt-gold mineralisation at Tabac.

The near flat-lying, statabound lead deposits are confined to the Earraheedy Basin with very limited exploration drilling beyond the contact between the Earraheedy and Yerrida Basins, and not to the necessary depths to intersect the perceived Tabac host, the Bubble Well Member.

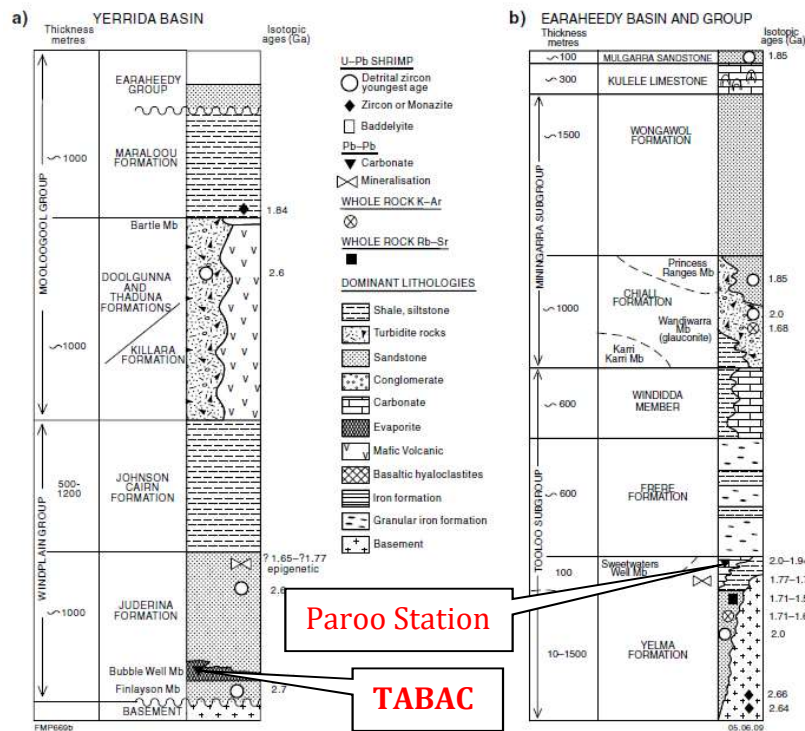
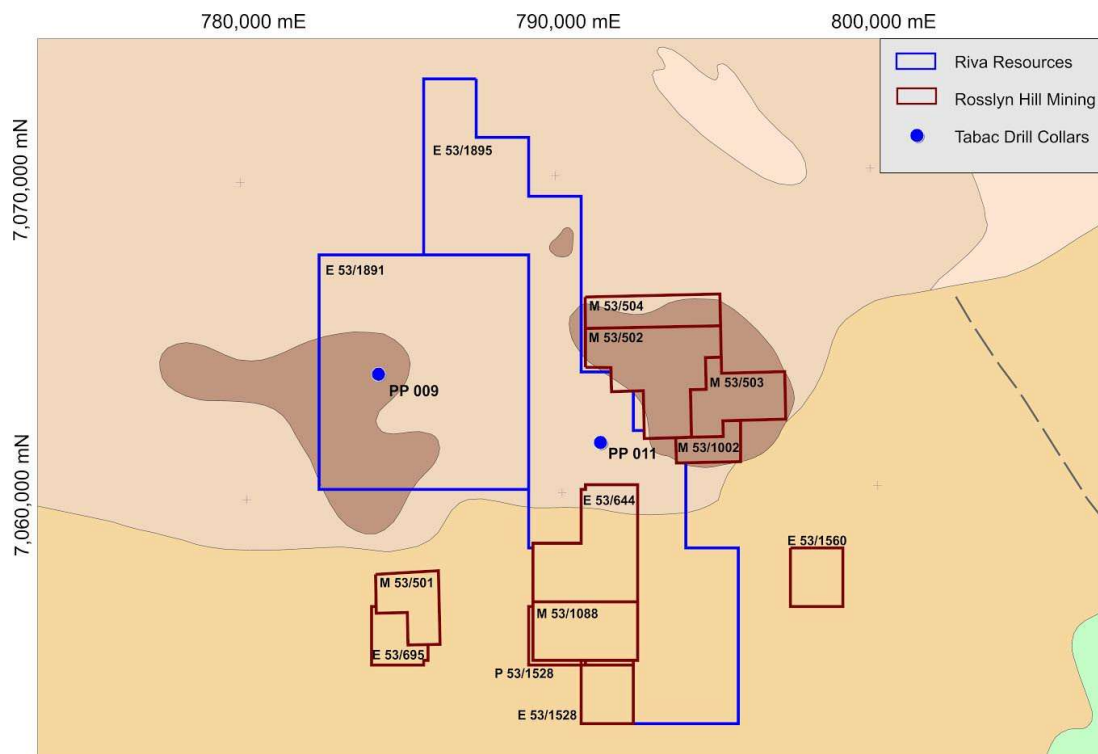


Figure 2. Stratigraphy and geochronology of the Yerrida (a) and Earraheedy (b) Basins. After Pirajno et al. (2004).

The MOU with RHM encompasses all granted mining leases (M53/501-504, M53/1002 and M53/1088), exploration licences (E53/695, E53/644 and E53/1560) and a single prospecting lease (P53/1528).



**Figure 3: Tenement subject of the RHM MOU. RHM's tenements highlighted in red, Riva's in blue**

### Revised Drilling Program

In addition to the exploration work planned on the Tabac Project, Riva has committed to a minimum exploration spend of \$500,000 on RHM's ground during the first year of the farm-in period.

The Company, via RHM, has already received Programme of Works approval for 5 "proof of concept" diamond drillholes. The drilling remains subject to the satisfaction of the native title party, and is anticipated to move towards completion in Q1, 2017.

### Rebranding

The new ASX ticker code for the Company (formerly Dragon Energy) is now "RIR". The Company's new website address is [www.rivaresources.com.au](http://www.rivaresources.com.au).

**For further enquiries, please contact:**

Jonathan King  
Managing Director

+61 8 9322 6009

[jonathan.king@rivaresources.com.au](mailto:jonathan.king@rivaresources.com.au)

**References**

Pirajno, F, Jones, JA, Hocking, RM and Halilovic, J 2004, Geology and tectonic evolution of Palaeoproterozoic basins of the eastern Capricorn Orogen, Western Australia: Precambrian Research, v. 128, p. 315–342.

**Competent Persons Statement**

The information in this announcement that relates to Tabac Cobalt Gold Project is based on information compiled and fairly represented by Mr Jonathan King, who is a Member of the Australian Institute of Geoscientists and is an employee of Riva Resources Limited. Mr King has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he has undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr King consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.