



CARBINE RESOURCES
LIMITED

ASX / MEDIA ANNOUNCEMENT

24 March 2017

Carbine Agrees Terms for Acquisition of Remaining 25% Interest in Mount Morgan Project

Carbine Resources Limited (ASX:CRB) wishes to advise that following the recommencement of discussions with the shareholders of Raging Bull Mining Pty Ltd (RBM) and in line with the 2014 agreement between the companies, the acquisition price for the remaining 25% of the Mount Morgan Project has been jointly agreed. As a direct result, Carbine has an exclusive option to acquire RBM.

Securing the right to move to 100% of the Mount Morgan Project is an important step towards project development. This will now enable the Carbine Board and Management to focus on advancing the financing and development of the Mount Morgan Project.

Exercise of the option by Carbine will result in the Company having the right to 100% ownership in both the Mount Morgan Project and the decommissioned Kundana plant as well as the cancellation of the obligation to issue 50 million Carbine shares to RBM.

The option and associated acquisition terms are summarised as follows:

Carbine agrees to pay the shareholders of RBM \$200,000 for a 6 month exclusive option to acquire 100% of RBM. Exercise of the option will also be subject to:

1. Carbine shareholder approval; and
2. RB Metals acquiring 100% of the legal and beneficial title to the tenements comprising the Mount Morgan Project from Norton Goldfields Limited (Norton).

If the option is exercised by Carbine it will own 100% of RBM and RB Metals which will give Carbine full rights to the Mining Property Sales Agreement with Norton for the Mount Morgan Project and the decommissioned Kundana processing plant. RB Metal's right to 50 million Carbine performance shares would be extinguished.

On exercise of the option, subject to any necessary approvals, the shareholders of RBM will receive:

1. 25 million Carbine shares;
2. A\$2.3 million in cash or shares at the election of Carbine (number of shares based on the 15 day VWAP at the time of option election), and
3. 1.0% royalty.

The Company is not aware of any reason why the ASX would not allow trading in the Company's securities to recommence immediately.

For further information, please contact:

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