



NZURI
COPPER LIMITED

An emerging copper and cobalt company

MEDIA ASX RELEASE

27 September 2017

ASX: NZC

NEW HIGH-RESOLUTION AEROMAGNETIC SURVEY COMMENCES ACROSS NZURI'S EXTENSIVE COPPER-COBALT PORTFOLIO

Survey will provide new high-resolution data, helping to refine drill targeting originally defined by JV partner Ivanhoe, plus enable further targets to be identified

Exploration Highlights

- High-resolution aeromagnetic 9,900 line-kilometre survey underway over entire 342km² Fold Thrust Belt JV (FTBJV) and Kalongwe licence in the DRC with processed data expected by the second week of October
- The survey will assist with planned 2017 follow-up drilling at the Katete and Monwezi prospects, current drilling at Kasangasi as well as potentially identifying new targets
- 5,040m of exploration drilling has been completed so far this year within the FTBJV, with initial programs completed at Monwezi and Katete and drilling currently in progress at Kasangasi, located 17km south-west of the world-class Kakula and Kakula West copper discoveries
- RC drilling has been completed at Kasangasi, but DD drilling continues. The RC rig has been mobilised to the Monwezi West cluster
- Mineralised intersections have been encountered at both Katete and Kasangasi
- Assay results for the RC drilling at Katete have been received and are undergoing QAQC. These will be released with the Katete DD assay results in October

Nzuri Copper Limited (ASX: NZC) (Nzuri or the Company) is pleased to advise that it has commenced a major high-resolution aeromagnetic survey over its entire 342km² Fold Thrust Belt JV Exploration Project (FTBJV) and Kalongwe licenses, located in the Western Katangan Copper Belt in the Democratic Republic of Congo (DRC).

The ultra-high resolution fixed-wing magnetic and radiometric survey, which will cover the entire exploration licence, will provide the Company with high-resolution magnetic and radiometric data which will effectively map geological structures and lithologies underlying the licence area. Previous data supplied and used in the original drill targeting undertaken by Nzuri's joint venture partner, Ivanhoe Mines, was at a significantly lower resolution and initial drilling has indicated that more information is required.

The importance of the new data has been underlined by recent exploration activities at the Monwezi Target Cluster and the Katete Target, where structural controls have been identified as being significant.

The combination of the aeromagnetic and radiometric datasets plus recent drilling data will prove invaluable in defining and refining targets on the licence, particularly in areas of poor outcrop.

Nzuri Copper Limited

ADDRESS Unit 13, 100 Railway Road, Daglish WA 6008
PHONE +61 (0) 8 6424 8100
EMAIL info@nzuricopper.com.au
WEBSITE www.nzuricopper.com.au
ABN 23 106 294 106

The magnetic geophysical technique penetrates overlying regolith cover to effectively map sub-surface magnetic geological lithologies and structures, establishing a reliable continuous structural geological framework for the project area. Radiometric data, although limited to near-surface detection, provides invaluable characterization of both underlying rock types and alteration zones (the latter associated with ore-forming processes and mineral deposits).

The planned high-resolution aeromagnetic-radiometric survey includes the flying of 9,900 line km at a 50m line spacing and 35m flight height. Nzuri has selected *Xcalibur Airborne Geophysics*, who are considered to be a high quality service provider with extensive experience in the region, to undertake this survey.

The flying of the survey commenced this week.

Nzuri CEO Mark Arnesen said the high-resolution aeromagnetic survey was expected to form a key part of the Company's ongoing exploration program in the Western Katangan Copperbelt.

"The new high-resolution data which we are about to acquire over this highly prospective belt will greatly enhance our ability to target and focus our drilling beyond that initially acquired under the JV with Ivanhoe."

"It will be of immense value in areas where we have already completed some initial drilling as part of our 2017 exploration campaign, such as Monwezi and Katete, and it will potentially identify completely new targets for testing later this year and beyond. The survey will give our exploration team a whole new range of tools as we move forward, particularly exploring for copper mineralisation hidden beneath cover – such as we see at the nearby Kamoa-Kakula discovery."

"We expect a steadily increasing flow of information over the coming weeks, both on the exploration front as we receive more assay results from recent drilling and from our development project as we finalise the Kalongwe DFS and release it to the market."

Exploration Drilling Update

Nzuri has a multi-pronged exploration campaign currently underway across the FTBJV Project, with up to five key targets being tested in the second half of 2017 (see Figure 1).

Nzuri has so far completed a total of 5,040m of RC and diamond exploration drilling within the Fold Thrust JV with a further 2,764m of exploration drilling planned over the balance of this year.

At present, drilling activities continue at the highly prospective Kasangasi Target area, which is located just 17km south of the Kakula deposit. At the Katete Target area, samples have been submitted to the laboratory and initial assay results have been received and are currently undergoing QAQC checks. The remaining assay results from diamond drill samples are expected by mid-October, when all of the Katete results will be released together.

Mineralised intersections have been encountered at both the Katete and Kasangasi target areas.

Follow-up drilling is planned at the Monwezi West Cluster and additional target areas before the end of the year as the current target definition programmes advance.

In addition to the proposed drilling campaign, an extensive programme of pitting and trenching has also been undertaken to date to generate new drilling targets.

The status of drilling, trenching and pitting both completed and planned at each prospect is summarised in Table 1 below:

Table 1: Summary of exploration activities completed up to 22 September 2017

Drilling Completed

Target	RC (m)	Diamond (m)	Hydro (m)	Total (m)	
Kalongwe	-	1 373	386	1 759	Feasibility work
Kambundji	393	-	-	393	2016 programme
Monwezi	1 133	-	-	1 133	
Katete	1 042	839	-	1 881	
Kasingasi	1 570	456	-	2 026	
Total	4 138	2 668	386	7 192	
	393	-	-	393	2016 programme
	3 745	2 668	386	6 799	2017 Programme

2017 Drilling Remaining

Target	RC (m)	Diamond (m)	Hydro (m)	Total (m)
Kalongwe	500	-	-	500
Kambundji	-	-	-	-
Monwezi	1 220	900	-	2 120
Katete	-	-	-	-
Kasingasi	-	144	-	144
Total	1 720	1 044	-	2764

Trenching completed

Target	Total (m)	
Kalongwe	1 280	
Kambundji	-	
Monwezi	5 440	Includes pit traverses
Katete	1 218	
Kasingasi	382	
Total	8 320	
	1 218	2016 programme
	7 102	2017 Programme

Road Access completed

Target	Total (km)	
Kalongwe	36.1	
Kambundji	-	
Monwezi	4.0	
Katete	20.7	
Kasingasi	20.9	
Total	81.7	2017 Programme

Pit Traverses

Pits	Completed #	Planned #	Total
Katete	10		10
Monwezi 3	3		3
Kasingasi	43		43
Katete East	59	28	87
Total	115	28	143

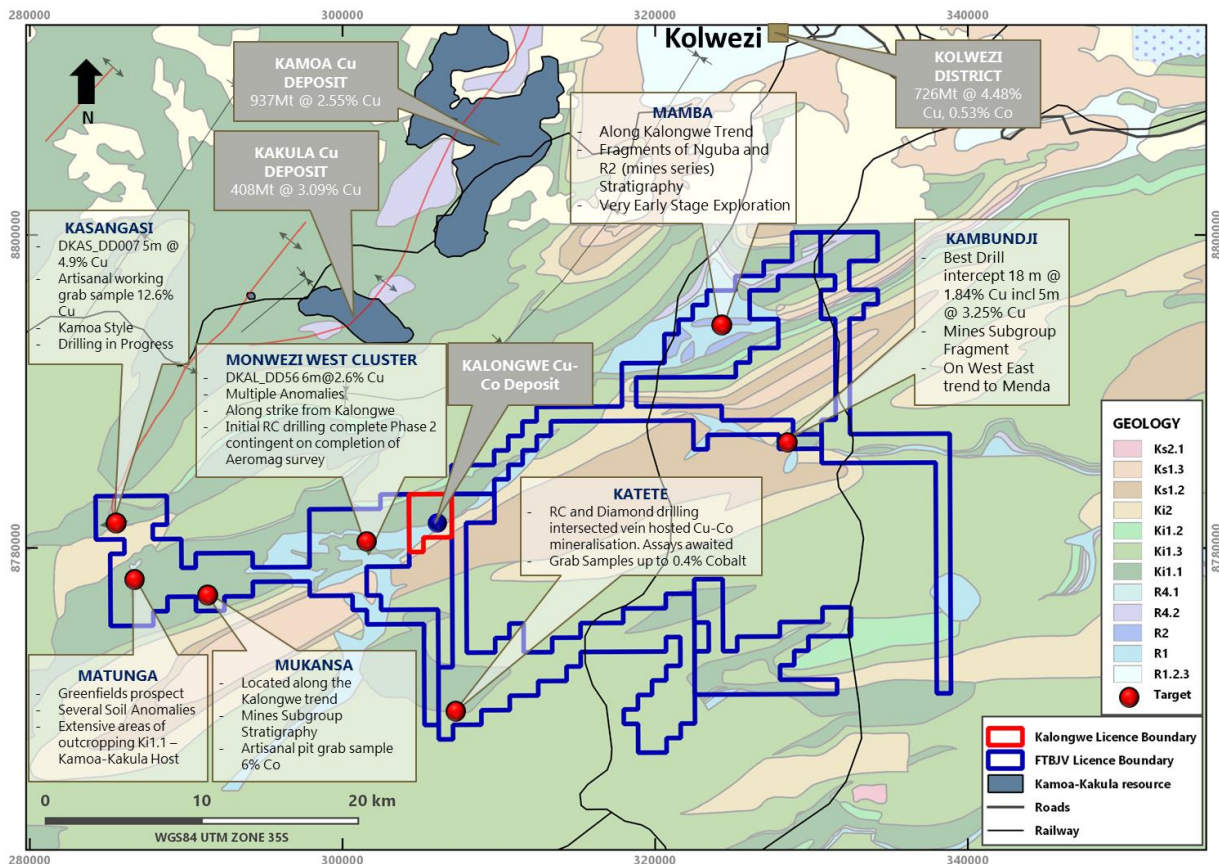


Figure 1: Location of Target Areas on the FTBJV Licence (blue polygons) transposed over the local bedrock geology. Shown also are the locations of known Cu-Co mineralisation in the immediate environs. The Exploitation Permit area for the Kalongwe deposit is shown using a red polygon.

For further information, please contact:

Mark Arnesen
CEO/Executive Director
T: +61 (0)8 6424 8100
E: info@nzuricopper.com.au

Anthony Begovich
CFO/Company Secretary
T: +61 (0)8 6424 8100
E: info@nzuricopper.com.au

Nicholas Read
Investor Relations - Read Corporate
T: (+61-8) 9388-1474
E: info@readcorporate.com.au

Competent Persons Statement

Scientific or technical information in this release that relates to Exploration Results has been prepared by Dr Peter Ruxton, the Company's Technical Director.

Dr Peter Ruxton is a member of the Metals, Minerals and Mining (MIMMM) and a Fellow of the Geological Society of London (FGS) and has sufficient experience which is relevant to the style of mineralisation under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code).

Dr Peter Ruxton consents to the inclusion in this report of the information, in the form and context in which it appears.

Forward-looking Statements

This release contains statements that are "forward-looking". Generally, the words "expect," "intend," "estimate," "will" and similar expressions identify forward-looking statements. By their very nature, forward-looking statements are subject to known and unknown risks and uncertainties that may cause our actual results, performance or achievements, or that of our industry, to differ materially from those expressed or implied in any of our forward-looking statements. Statements in this release regarding the Company's business or proposed business, which are not historical facts, are "forward looking" statements that involve risks and uncertainties, such as estimates and statements that describe the Company's future plans, objectives or goals, including words to the effect that the Company or management expects a stated condition or result to occur. Since forward-looking statements address future events and conditions, by their very nature, they involve inherent risks and uncertainties. Actual results in each case could differ materially from those currently anticipated in such statements. Investors are cautioned not to place undue reliance on forward-looking statements, which speak only as of the date they are made.

About Nzuri Copper Limited

Nzuri Copper Limited (ASX: NZC) is an ASX-listed copper-cobalt company focused on the identification, acquisition, development and operation of high-grade copper and cobalt projects in the Katangan Copperbelt of the Democratic Republic of the Congo (DRC). The Company has two key projects in the DRC: the Kalongwe Copper-Cobalt development project and the Fold and Thrust Belt JV exploration project.

Kalongwe Copper-Cobalt project

The Kalongwe Copper-Cobalt deposit ("Kalongwe") is the Company's 85% owned flagship development project.

Kalongwe is located in the Lualaba Province of the DRC and is situated towards the western end of the world-class Central African Copperbelt (Figure A) less than 15km from where Ivanhoe Mines Ltd (TSX: IVN, "Ivanhoe Mines") has announced a second world class copper discovery at Kakula (See announcement from Ivanhoe Mines Ltd TSX: IVN on 11 August 2016).

Kalongwe hosts a near-surface JORC resource of 302,000t contained copper and 42,700t contained cobalt as predominantly oxide ore (see ASX announcement on 5 February 2015 for further details).

Fold and Thrust Belt JV project

The Fold and Thrust Belt JV ("FTBJV") project consists of five highly prospective tenements, covering an area of approximately 334 km², contiguous to the Kalongwe copper-cobalt deposit in the Central African Copperbelt, Lualaba Province, DRC.

The Company has signed an MOU with Ivanhoe Mines Ltd (TSX: IVN, "Ivanhoe Mines") to acquire up to a 98% interest in the project (see ASX announcement on 24 April 2015 for further details).

The FTBJV project is managed by the Company, covers an area of the western Lufilian Arc, a fold belt that contains the world largest cobalt endowment and some of the richest copper deposits in the world. The project area is considered to offer high-quality exploration targets, for Kamo-a-Kakula type targets hosted on redox boundaries within the Grand Conglomerate Formation, as well as structurally controlled copper deposits hosted within the Kamilongwe thrust akin to Mutanda, Deziwa and the Kansuki deposits which occur 60 km to the North East along the structural trend.