



# ASX/Media Release

Dated: 27 March 2018



## TEAL GOLD MINE – GUIDANCE UPGRADED

### HIGHLIGHTS

- Mining operations at Teal Stages 1 and 2 now complete with 230,000t of oxide and transitional ore at a claimed grade of 3.2g/t Au for 23,500 ounces mined
- Ore grade in line with the Reserve model, tonnage and metallurgical recovery above Feasibility Study estimates to date<sup>1</sup>
- **Production guidance for the combined stages increased to 21,000 – 22,000 ounces at original All In Costs (AIC) guidance of A\$1,000 - A\$1,100 per ounce<sup>1,2</sup>**
- Second milling campaign at the Lakewood toll milling facility completed successfully with 26,600dt milled at a reconciled grade of 3.5g/t Au
- Reconciled gold production of 2,910 fine ounces at an improved 97.2% recovery with A\$4.9m in gross revenue received at an average gold price of A\$1,684/oz
- Completion of the final milling campaign expected in the current March Quarter 2018<sup>1</sup>
- Production and financial reconciliations for both stages of the pit expected in the June Quarter 2018<sup>1</sup>



Figure 1: Completion of mining at the Teal gold mine

Commenting on Teal, Intermin Managing Director Mr Jon Price said:

“While the project has not been without its challenges, Teal has more than delivered on its promises and it is extremely pleasing to see the mine perform well against Feasibility Study estimates.”

“The Company is now in a strong position to fund an aggressive growth strategy. In 2018 this growth strategy means resource growth and new discoveries in one of the most productive goldfields in the world. We now look forward to delivering ongoing results from the 55,000m drill program underway and believe the key Anthill, Blister Dam and Teal project areas have the potential to deliver a significant step change for the business.”

<sup>1</sup> As announced to the ASX on 6 July 2016 and 6 September 2017 <sup>2</sup> See Forward Looking and Cautionary statement on Pages 3 and 4

ASX CODE  
IRC, IRCOA

SHARE PRICE  
\$0.24

SHARES ON ISSUE  
225M

OPTIONS (IRCOA)  
24.8M (\$0.17)

OPTIONS (UNLISTED)  
4.85M (\$0.075)  
1.75M (\$0.125)

PERFORMANCE  
RIGHTS  
6.7M

MARKET CAP  
~\$54M (undiluted)

#### BOARD

Peter Bilbe  
Chairman

Peter Hunt  
Non-Executive Director

Jon Price  
Managing Director

#### MANAGEMENT

Grant Haywood  
Chief Operating Officer

Dave O'Farrell  
Exploration Manager

#### COMPANY SECRETARY

Bianca Taveira

#### INVESTOR/MEDIA ENQUIRIES

Jon Price  
Michael Vaughan

#### KEY GOLD PROJECTS

Teal  
Anthill  
Blister Dam  
Goongarrie Lady  
Windanya  
Kanowna North  
Yarmony  
Black Flag  
Olympia  
Lakewood

#### VANADIUM PROJECTS

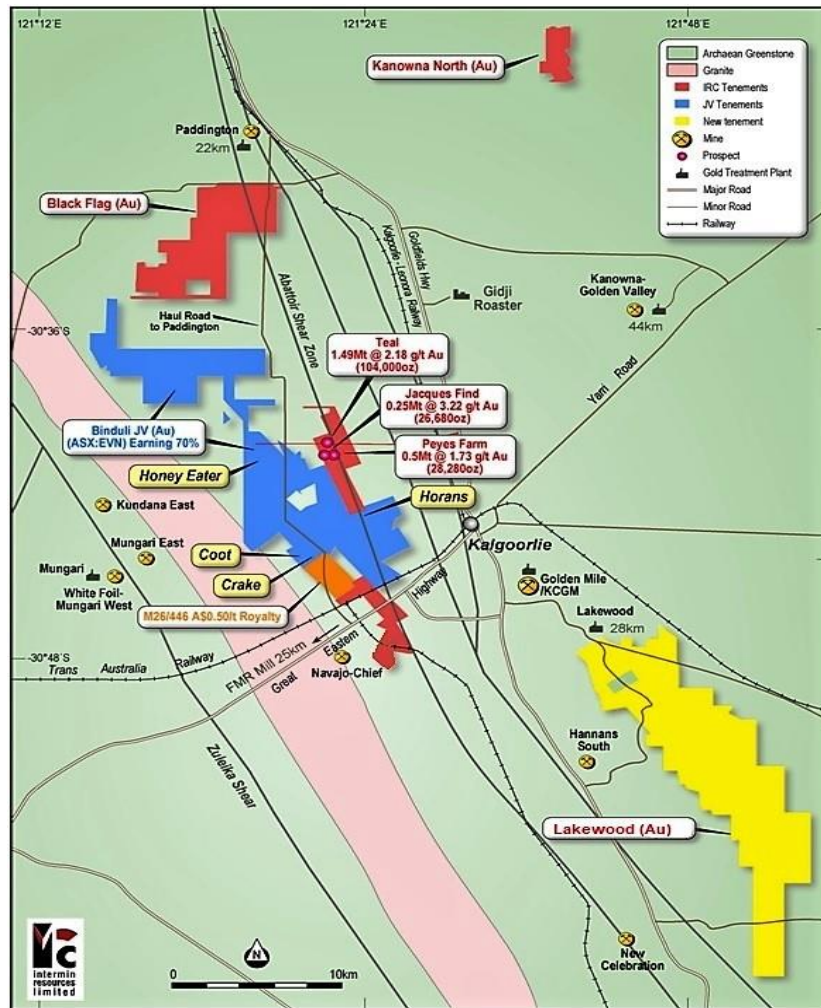
Richmond

#### WEBSITE

[www.intermin.com.au](http://www.intermin.com.au)

## Overview

Intermin Resources Limited (ASX: IRC) (“Intermin” or the “Company”) provides the following operational update from Intermin’s 100% owned Teal Gold Mine, located 11km north west of Kalgoorlie-Boulder in Western Australia (Figure 2).



**Figure 2: Teal gold mine location plan and associated infrastructure**

With the pre-strip complete at Teal Stage 2 in the December Quarter 2017, the focus to date has been on completion of ore mining from both Stage 1 and Stage 2 of the pit. As the pit progressed to the end of the design life, additional ore was identified within and below the design and was mined out where possible (Figure 1).

On 10 March 2018, the final load of ore was hauled to the ROM pad and mine closure activities commenced.

In total, 230,000t of ore has been mined grading 3.2g/t for 23,500 ounces mined within a total volume of 2.21M bcm. This compares favourably with the 203,000t grading 3.2g/t Au for 20,700 ounces mined within a total volume of 2.11M bcm estimated in the Feasibility Studies for both stages.<sup>1</sup>

Based on the additional tonnage, expected grade and improved recovery from the operation, the Company has increased production guidance to 21,000 – 22,000 ounces with an All In Cost of A\$1,000 – A\$1,100 per ounce.

The second ore processing campaign at the 1Mtpa Lakewood toll milling facility (Figure 2) was completed successfully and ran for 17 days up until 4 February 2018. Full reconciliations have been compiled with 26,632 dry tonnes of ore milled at a final calculated head grade of 3.5g/t Au. Plant metallurgical recovery exceeded expectations at 97.2% producing 2,910 fine ounces of gold. Average gold price received for the campaign was A\$1,684 per ounce, generating A\$4.9m in gross revenue.

The final milling campaign will be completed in March 2018 with expected treatment of approximately 50,000t. Final production and financial reconciliations are expected in the June Quarter.<sup>2</sup>

<sup>1</sup> As announced to the ASX on 6 July 2016 and 6 September 2017 <sup>2</sup> See Forward Looking and Cautionary statement on Pages 3 and 4

## About Intermin

Intermin is a gold exploration and mining company focussed on the Kalgoorlie and Menzies areas of Western Australia which are host to some of Australia's richest gold deposits. The Company is developing a mining pipeline of projects to generate cash and self-fund aggressive exploration, mine developments and further acquisitions. The Teal gold mine is currently in production.

Intermin is aiming to significantly grow its JORC-Compliant Mineral Resources, complete definitive feasibility studies on core high grade open cut and underground projects and build a sustainable development pipeline.

Intermin has a number of joint ventures in place across multiple commodities and regions of Australia providing exposure to Vanadium, Copper, PGE's, Gold and Nickel/Cobalt. Our quality joint venture partners are earning in to our project areas by spending over \$20 million over 5 years enabling focus on the gold business while maintaining upside leverage.

### Intermin Resources Limited – Summary of Gold Mineral Resources (at a 1g/t Au cut-off grade)

Deposit (1g/t cut-off)	Measured			Indicated			Inferred			Total Resource		
	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz
Teal	0.33	2.56	27,423	0.61	1.98	38,760	0.55	2.25	38,260	1.49	2.18	104,443
Peyes Farm				0.15	1.74	8,300	0.36	1.72	19,980	0.51	1.73	28,280
Jacques Find							0.26	3.22	26,680	0.26	3.22	26,680
Goongarrie				0.20	3.30	21,321	0.07	1.64	3,707	0.27	2.86	25,028
Menzies				0.77	2.52	62,400	1.65	2.05	108,910	2.42	2.20	171,310
Anthill				0.99	1.85	58,666	0.43	1.42	19,632	1.42	1.72	78,000
<b>TOTAL</b>	<b>0.33</b>	<b>2.56</b>	<b>27,423</b>	<b>2.71</b>	<b>2.17</b>	<b>189,447</b>	<b>3.32</b>	<b>2.04</b>	<b>217,169</b>	<b>6.36</b>	<b>2.12</b>	<b>433,741</b>

### Intermin Resources Limited – Summary of Vanadium / Molybdenum Mineral Resources (at 0.29% V<sub>2</sub>O<sub>5</sub> cut-off grade)

Category	Tonnage (Mt)	Grade % V <sub>2</sub> O <sub>5</sub>	Grade g/t MoO <sub>3</sub>	Notes
Inferred (1)	1,764	0.31	253	(1) Rothbury
Inferred (2)	671	0.35	274	(2) Lilyvale
Inferred (3)	96	0.33	358	(2) Manfred
Inferred (4)	48	0.31	264	(2) Burwood (100% metal rights)
<b>TOTAL</b>	<b>2,579</b>	<b>0.32</b>	<b>262</b>	

#### Notes:

1. **Competent Persons Statement** - The information in this report that relates to Exploration results, Mineral Resources or Ore Reserves is based on information compiled by Messrs David O'Farrell, Simon Coxhell and Andrew Hawker. All are Members of the Australasian Institute of Mining and Metallurgy and are consultants to Intermin Resources Limited. The information was prepared and first disclosed under the JORC Code 2004 and has been updated to comply with the JORC Code 2012. Messrs O'Farrell, Coxhell and Hawker have sufficient experience that is relevant to the style of mineralisation, type of deposit under consideration and to the activity that 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 Resource and Ore Reserves'. Messrs O'Farrell, Coxhell and Hawker consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.

2. **Forward Looking Statements** - No representation or warranty is made as to the accuracy, completeness or reliability of the information contained in this release. Any forward looking statements in this release are prepared on the basis of a number of assumptions which may prove to be incorrect and the current intention, plans, expectations and beliefs about future events are subject to risks, uncertainties and other factors, many of which are outside of Intermin Resources Limited's control. Important factors that could cause actual results to differ materially from the assumptions or expectations expressed or implied in this release include known and unknown risks. Because actual results could differ materially to the assumptions made and Intermin Resources Limited's current intention, plans, expectations and beliefs about the future, you are urged to view all forward looking statements contained in this release with caution. The release should not be relied upon as a recommendation or forecast by Intermin Resources Limited. Nothing in this release should be construed as either an offer to sell or a solicitation of an offer to buy or sell shares in any jurisdiction.

Visit us at [www.intermin.com.au](http://www.intermin.com.au)

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## Forward Looking and Cautionary Statements

Some statements in this report regarding estimates or future events are forward looking statements. They include indications of, and guidance on, future earnings, cash flow, costs and financial performance. Forward looking statements include, but are not limited to, statements preceded by words such as “planned”, “expected”, “projected”, “estimated”, “may”, “scheduled”, “intends”, “anticipates”, “believes”, “potential”, “could”, “nominal”, “conceptual” and similar expressions. Forward looking statements, opinions and estimates included in this announcement are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Forward looking statements are provided as a general guide only and should not be relied on as a guarantee of future performance. Forward looking statements may be affected by a range of variables that could cause actual results to differ from estimated results, and may cause the Company’s actual performance and financial results in future periods to materially differ from any projections of future performance or results expressed or implied by such forward looking statements. These risks and uncertainties include but are not limited to liabilities inherent in mine development and production, geological, mining and processing technical problems, the inability to obtain any additional mine licenses, permits and other regulatory approvals required in connection with mining and third party processing operations, competition for among other things, capital, acquisition of reserves, undeveloped lands and skilled personnel, incorrect assessments of the value of acquisitions, changes in commodity prices and exchange rate, currency and interest fluctuations, various events which could disrupt operations and/or the transportation of mineral products, including labour stoppages and severe weather conditions, the demand for and availability of transportation services, the ability to secure adequate financing and management’s ability to anticipate and manage the foregoing factors and risks. There can be no assurance that forward looking statements will prove to be correct.

Statements regarding plans with respect to the Company’s mineral properties may contain forward looking statements in relation to future matters that can only be made where the Company has a reasonable basis for making those statements.

This announcement has been prepared in compliance with the JORC Code (2012) and the current ASX Listing Rules.

The Company believes that it has a reasonable basis for making the forward looking statements in the announcement, including with respect to any production targets and financial estimates, based on the information contained in this and previous ASX announcements.