



ASX Release

13 July 2018

**CASTILLO COPPER  
LIMITED**  
ACN 137 606 476

Level 26  
140 St Georges Terrace  
Perth WA, 6000  
Australia

Tel: +61 8 6558 0886  
Fax: +61 8 6316 3337

**Contact:**

Alan Armstrong  
Executive Director

**E-mail:**

info@castillocopper.com

For the latest news:

www.castillocopper.com

**Directors / Officers:**

Peter Meagher  
Alan Armstrong  
Peter Smith

**Issued Capital:**

580.1 million shares  
84.5 million options

**ASX Symbol:**  
CCZ

## Phase II drilling campaign commences at Cangai

- The drilling team have now commenced work on a 39-RC drill-hole campaign at Cangai Copper Mine
- Considerable incremental preparatory work went into clearing new access tracks and shaping the 13 drill pads formulated into this current program
- Most of the campaign will focus on three areas along the line of lode, targeting the following:
  - ❖ Supergene ore near legacy workings; and
  - ❖ Massive sulphide intersections identified during the inaugural drilling campaign
- The objective of this second campaign is to build on work completed to date and ultimately expand the resource size
- The Board will keep shareholders informed of progress from site as the campaign unfolds

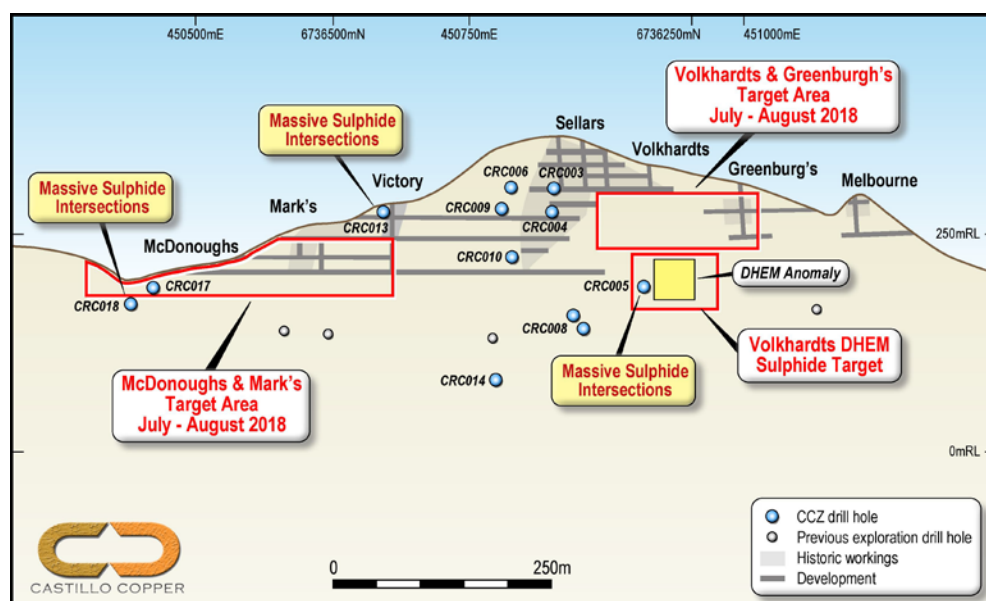
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**Castillo Copper's Chairman Peter Meagher commented:** *"The Board's priority is to re-open Cangai Copper Mine and the commencement of this second drilling campaign takes us one step closer to realising this strategic objective."*

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**Castillo Copper Limited's ("CCZ" or "the Company")** Board is delighted to report that all necessary preparation work for the second drilling program at Cangai Copper Mine has been finalised, enabling the campaign to get underway.

**FIGURE 1: TARGET AREAS FOR PHASE II DRILLING CAMPAIGN**



Source: CCZ geology team

To recap, as shown in Figure 1, there are three core areas along the line of lode targeting high-grade supergene ore near legacy workings and massive sulphide intersections discovered during the first drilling campaign. The geology team have developed a 39-RC drill-hole program which they expect will generate sufficient incremental geological data points to expand the resource size.

The drilling campaign has commenced following the finalisation of necessary preparation work for the second drilling program at Cangai Copper Mine (Figure 2).

**FIGURE 2: DRILLING RIG AT CANGAI COPPER MINE**



Location: Volkhardt's E Level Adit Dump

Source: CCZ geology team

## Next steps

Preliminary field reports from the geology team as the inaugural drill-holes are reviewed and analysed for prospective mineralisation.

For and on behalf of Castillo Copper

**Alan Armstrong**  
**Executive Director**

## ABOUT CASTILLO COPPER

Castillo Copper Limited (ASX: CCZ) is an ASX-listed base metal explorer that's flagship project is the historic Cangai Copper Mine near Grafton in northeast NSW. The project comprises a volcanogenic massive sulphide ore deposit, with one of Australia's highest grade JORC compliant Inferred Resources for copper: 3.2Mt @ 3.35% (6 September 2017). In terms of contained metal, the Inferred Resource is 107,600t Cu, 11,900t Zn, 2.1Moz Ag and 82,900 Moz Au. A notable positive is the presence of supergene ore with up to 35% copper and 10% zinc which is ideal feedstock for direct shipping ore. Incrementally, the project holds five historic stock piles of high-grade ore located near Cangai Copper Mine.

In brief, CCZ's Australian assets are 100% owned and comprise four tenure groups detailed briefly as follows:

- **NSW assets:** Consists of two projects: 1) Jackaderry, which includes Cangai Copper Mine, is in an area highly prospective for copper-cobalt-zinc and made up of three tenements; and, 2) Broken Hill which consists of two contiguous tenements prospective for cobalt-zinc that are located within a 20km radius of Broken Hill and just north of Cobalt Blue's ground (ASX: COB).
- **Queensland assets:** Comprises two projects: 1) Mt Oxide made up of three prospects (two are contiguous) in the Mt Isa region, northwest Queensland, and are well known for copper-cobalt systems; and, 2) Marlborough which includes three prospects located north-west of Gladstone (adjacent to Queensland Nickel mining leases) in an area with proven high-grade cobalt-nickel systems.

Finally, CCZ' holds six exploration concessions in Chile.