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**BROCKMAN**  
**BROCKMAN MINING LIMITED**  
**布萊克萬礦業有限公司\***  
*(incorporated in Bermuda with limited liability)*  
**(SEHK Stock Code: 159)**  
**(ASX Stock Code: BCK)**

**DESPATCH OF CIRCULAR  
AND  
MARKET VALUATION UPDATE FOR THE MARILLANA PROJECT –  
INDEPENDENT VALUATION REPORT**

**HIGHLIGHTS:**

- **Brockman Mining Limited (the “Company”) will release today a circular (the “Circular”) for the purposes of approving the Company entering into an unincorporated joint venture agreement over the Marillana tenements.**
- **An independent valuation report under the Valmin 2015 Code will be released today to the shareholders as part of the Circular.**

Reference is made to the announcement of the Company dated 26 July 2018 (the “**Announcement**”) in relation to Brockman Iron (a wholly-owned subsidiary of the Company) entering into a Farm-in and Joint Venture (FJV) Agreement with Polaris (a wholly-owned subsidiary of Mineral Resources Limited) pursuant to which subject to Polaris meeting the Farm-in Obligations, the parties agree to establish the Joint Venture to develop the Marillana Project, and the announcements of the Company dated 15 August 2018, 14 September 2018, 5 October 2018, 26 October 2018, 16 November 2018 and 7 December 2018. Capitalised terms used herein shall have the same meanings as defined in the Announcement, unless stated otherwise.

\* *For identification purpose only*

## **DESPATCH OF CIRCULAR**

The Company is pleased to announce that the Circular containing, among other things, (i) details of the Transactions; (ii) financial information of the Group; (iii) further information on the Marillana Project including a Competent Person's report and an independent expert valuation report ("**Independent Valuation Report**") on the mineral assets of the Marillana Project as required under Chapter 18 of the Listing Rules; (iv) unaudited pro-forma financial information of the Group following the Transactions; and (v) the notice convening the SGM to seek the approval of the Shareholders for the FJV Agreement and the transactions, will be despatched to Shareholders today.

## **INDEPENDENT VALUATION REPORT**

For inclusion in the Circular the Company has commissioned Golder Associates Pty Ltd ("**Golder**") to prepare the Independent Valuation Report in accordance with the Australasian Code for Public Reporting of Technical Assessments and Valuation of Mineral Assets (Valmin Code, 2015 Edition). The Independent Valuation Report has been prepared by Golder to be incorporated into the Circular to be distributed to the Company's shareholders for the purpose of approving the Transaction and the formation of an unincorporated joint venture with Polaris.

In relation to the above mentioned Independent Valuation Report, the Company would like to inform the shareholders on the following:

1. The Independent Valuation Report is attached as Appendix-V in the Circular;
2. A previous DCF valuation on Marillana Project was prepared as part of the Project's DFS in 2010. Due to the very different operating environment and project development approach, Golder judges the 2010 valuation to be not relevant to the current assessment.
3. The current approach to project valuation is based on a DCF analysis assuming the following project development approach:
  - a. Unincorporated joint venture with Polaris.
  - b. Third party supply of processing, rail and port services on a per tonne of product facilitated by the Process and Loading, and Mine to Ship Logistics agreements with respective providers.
  - c. Input costs, operating parameters and iron ore prices supplied by the MRL and the Company.
  - d. Contract mining using conventional shovel and truck methods.
  - e. Contract power supply via "Build Own Operate" agreement.

4. Detailed cost and revenue assumptions have been presented in section 3 of the Independent Valuation Report.

By order of the Board  
**Brockman Mining Limited**  
**Chan Kam Kwan, Jason**  
*Company Secretary*

Hong Kong, 19 December 2018

*As at the date of this announcement, the Board comprises Mr. Kwai Sze Hoi (Chairman), Mr. Liu Zhengui (Vice Chairman) and Mr. Ross Stewart Norgard as non-executive directors; Mr. Chan Kam Kwan, Jason (Company Secretary), Mr. Kwai Kwun, Lawrence and Mr. Colin Paterson as executive directors; and Mr. Yap Fat Suan, Henry, Mr. Uwe Henke Von Parpart and Mr. Choi Yue Chun, Eugene as independent non-executive directors.*