

MARKET RELEASE

4th December 2014

**ASSAYS RECEIVED FROM SELECTED SAMPLE OF
COPPER/GOLD CONCENTRATE PRODUCED FROM
RECENTLY COMPLETED 22,000 TONNE BULK ORE
PROCESSING TRIAL**

Copper in Concentrate = 37.6% Cu

Gold in Concentrate = 8.5 g/t Au

The Company reported preliminary results from the trial processing of Rocklands Primary ore at the Ernest Henry Mine (EHM) in an announcement to the ASX on 24th November, 2014.

During the trial the Company was provided with samples of final copper concentrate by EHM, for the purposes of testing by potential smelter customers. These samples were taken from the concentrate storage stockpile containing the concentrate produced from the trial processing of the Rocklands primary ore.

Although not necessarily representative of the average concentrate over the full trial period, it is pleasing to note that the copper grade result from SGS laboratories of 37.6% Cu (see attached report extract), represents a higher than normal grade for a primary ore, and reflects the presence of chalcocite, observed as being visually present in the flotation product, rather than principally, chalcopyrite. Primary chalcopyrite concentrate grades during CuDeco's metallurgical test programmes were consistently around 32% Cu, whereas supergene chalcopyrite concentrates ranged from 40 – 46% Cu, with a highest of 64% Cu; these with recoveries exceeding 90%.

Processing of the Rocklands ore during the early years of production, where the process feed will contain predominately secondary sulphides such as chalcocite (Chalcocite contains 79.8% Cu), will result in much higher concentrate grades than if the ore contains principally chalcopyrite (Chalcopyrite contains 34.6% Cu). In addition to this, there are several transition zones present,

such as the zone in Las Minerale from where the primary ore was extracted for the EHM bulk processing trial, where the presence of some Chalcocite will produce a higher concentrate grade, such as has occurred in this instance at some stage during the trial.

At Rocklands, and particularly during the exploration phase of the Project, there has existed a strong direct relationship between gold grade and copper grade, with similar relationships being obtained from the production of concentrates during the metallurgical laboratory and pilot test programmes.

This relationship was observed during the bulk processing trial where the higher grade of 8.5 grams per tonne was achieved at the higher copper in concentrate grade. The higher grade gold in similar concentrates in the future will have a major positive impact on product revenues.

As discussed above, the results from the bulk processing trial reflect the results obtained in all the metallurgy testwork and illustrate the “metallurgical efficiency” of the Rocklands ores, and also demonstrates the flow-on value from producing and selling higher grade concentrates through savings in transport, smelting charges and power savings.

On behalf of the Board

- End –

Competent Person Statement

The information in this report insofar as it relates to Metallurgical Test Results and Recoveries, is based on information compiled by Mr Peter Hutchison, MRACI Ch Chem, MAusIMM, a full-time executive director of CuDeco Ltd. Mr Hutchison has sufficient experience in hydrometallurgical and metallurgical techniques which is relevant to the results under consideration and to the activity which he is undertaking to qualify as a competent person for the purposes of this report. Mr Hutchison consents to the inclusion in this report of the information, in the form and context in which it appears.

Relevant extract from SGS Report:

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|----------------------|---------------------|--------|--------|--------|--------|--------|
| Batch_No | TV087183 | | | | | |
| CLIENT | CuDECO Limited | | | | | |
| No of SAMPLES | 1 | | | | | |
| DATE RECEIVED | 261114 | | | | | |
| DATE COMPLETED | 11214 | | | | | |
| PROJECT | | | | | | |
| CERTIFICATE COMMENTS | | | | | | |
| PO NUMBER | PO# P24360 - Daniel | | | | | |
| | ICP23Q | ICP23Q | ICP23Q | ICP23Q | FAA52V | FAA52V |
| SAMPLE | Cu | Fe | Ag | Co | Au | Au(R) |
| DESCRIPTION | PPM | PPM | PPM | PPM | PPM | PPM |
| DETECTION | 100 | 100 | 2 | 50 | 0.05 | 0.05 |
| Cu Con | 376000 | 295000 | 46 | 2120 | 8.53 | 8.48 |