

# PEGASUS METALS LIMITED



2 February 2015

## **MCLARTY RANGE – DISPUTE WITH JOINT VENTURE PARTNER**

Pegasus Metals Limited (ASX: PUN) (**Company**) wishes to advise that after ongoing correspondence (as previously announced) relating to the ownership status of the McLarty Range project, on 29 January 2015 the legal representatives for the Company's joint venture partner at McLarty Range, Kimminco Pty Ltd, wrote to the Company alleging deficiencies in the amount of farmin expenditure incurred by the Company in order to earn its interest in the McLarty Range project and seeking immediate restoration of project ownership to Kimminco Pty Ltd for no consideration.

The Company disputes the allegations and has sought a meeting with the directors of Kimminco Pty Ltd to confirm the expenditures incurred and to seek a resolution of the dispute in order to facilitate an exit for the Company from the McLarty Range project on mutually acceptable terms. The Company confirms that it wishes to pursue its other projects.



**GRAHAM ANDERSON**  
Chairman