



**Canyon Resources Limited**  
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8 May 2015

- ◀ **Canyon has undertaken a capital raising to sophisticated and professional investors**
- ◀ **\$500,000 committed to fund the ongoing development of the Birsok Bauxite Project in Cameroon.**
- ◀ **Capital Raising was fully subscribed with support from new and existing shareholders**

The Directors of **Canyon Resources Ltd** (ASX:CAY) are pleased to announce a placement of approximately 14.28 million shares to sophisticated and professional investors to raise \$500,000 (before costs) to fund ongoing fieldwork and a planned drilling program on the Company's Birsok Bauxite Project in Cameroon. The raising was priced at \$0.035, a 12.5% discount to Canyon's most recent traded stock price.

The placement was jointly managed by Barclay Wells Limited and Amery Partners. Non-Executive Director, Mr David Netherway, has indicated his intention to participate in the placement, subject to shareholder approval.

The funds raised will be utilised to accelerate exploration and development of the Birsok Bauxite Project. A drilling program in excess of 250 holes for approximately 3,000m is planned to commence on the Project in the near future. The program will include testing new plateaux on the Mandoum permit as well as other plateau targets and infill drilling on existing bauxite rich plateaux discovered on the Birsok Permit during the previous drilling program.

The planned drilling will utilise the Australian built, six wheel drive Toyota Landcruiser mounted aircore drilling rig recently purchased by Canyon. Aircore drilling is an efficient and cost effective way to test for bauxite. Air core drilling reduces in-hole contamination and the resulting sampling and assaying can be used in most cases for resource estimations.

In addition, the Company is planning a pitting program on the Project. Pitting will be utilised to take collect rock samples for density testing, required for resource calculations and for first pass testing in areas with difficult access.

Canyon will conduct a more detailed rail and port infrastructure studies relating to the Project to accelerate the pathway to production.

Canyon's Managing Director Phillip Gallagher stated, "*The successful completion of a fully subscribed placement is a pleasing result in what is a very difficult environment to access funding for resource projects. We are pleased to secure this funding which now gives the Company capacity to accelerate the development of the Birsok Bauxite Project in Cameroon, including, commencing drilling with the newly acquired 6 wheel drive Landcruiser mounted aircore drilling rig and conducting more detailed infrastructure studies on the existing rail and port facilities.*"

### **About Canyon Resources Limited**

In 2013, Canyon announced a farm-in transaction to acquire up to 75% of the Birsok Bauxite Project in Cameroon, which is considered highly prospective for high grade DSO bauxite. The Birsok Bauxite Project is strategically located in an emerging bauxite region of Cameroon, contiguous with the world class Minim Martap bauxite deposit and approximately 10km from an operating rail line.

During 2014 Canyon conducted an inaugural drilling program which returned high grade, low impurity bauxite mineralisation over the key plateaux tested, with multiple intersections of >50% Al<sub>2</sub>O<sub>3</sub>. Canyon also commenced some early broad based laboratory testing of a selection of the drill samples to determine the suitability of the bauxite. Results on the priority plateaus were encouraging with good available Al<sub>2</sub>O<sub>3</sub> and low reactive silica.

### **Enquiries:**

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