

19 May 2015

Joint Venture Update

Compass Resources Limited (**CMR** or **the Company**) advises that HNC (Australia) Exploration and Mining Pty Ltd (**Operator**) has issued three Shortfall Notices to the Company and HNC (Australia) Resources Pty Ltd (**HAR**) (the Company's Joint Venture partner for the Browns Project), notifying the parties that CMR has failed to pay cash calls pursuant to three joint venture agreements governing the Company's interest in the Browns Project in the Northern Territory, and requesting that HAR pay the shortfall amounts. The Operator has provided the Shortfall Notices to ensure it can continue to meet expected joint venture expenditure.

The total amount sought pursuant to the Shortfall Notices is approximately \$115,000, to be paid on or before 1 June 2015. The Company is currently in discussions with the Operator and HAR in relation to the Shortfall Notices and will update the market when it has concluded these discussions.

For and on behalf of the Board

COMPASS RESOURCES LIMITED

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ASX Code: CMR

ASX Listed: 15 August 1991

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