

13 July 2015

- ◀ **Canyon has undertaken a strategic placement to sophisticated and professional investors**
- ◀ **Capital raising was fully subscribed with support from new investors**

The Directors of **Canyon Resources Ltd** (ASX:CAY) are pleased to announce the completion of a strategic placement of 6.25 million shares to sophisticated and professional investors to raise \$250,000 before costs. The raising was priced at \$0.04 per share with 1 attaching unlisted option for every 2 shares issued. The options are exercisable at 6 cents each and expire 29 September 2017.

The placement was managed by Barclay Wells Limited.

The funds raised will be utilised to fund ongoing exploration on the Company's Birsok Bauxite Project in Cameroon and the continuing identification and evaluation of advanced project opportunities within the region.

Canyon's Managing Director Phillip Gallagher stated, "*The support of a new group of sophisticated investors demonstrates support of Canyon's ongoing strategy of continuing to develop the Birsok Bauxite Project whilst reviewing and evaluating new advanced project opportunities that are consistent with the Company's objective of developing a profitable DSO bauxite project in West Africa.*

The drilling and pitting program on the Mandoum Permit on the Birsok Project has been underway for some weeks now and we are pleased with the performance of the recently acquired Landcruiser mounted aircore drilling rig. Samples from the exploration program have been submitted for analysis which is currently underway."

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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% Al₂O₃. 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 Al₂O₃ and low reactive silica.