Mustang Resources Limited (ASX:MUS)

A diamond and graphite explorer with a focus on Mozambique

INVESTOR PRESENTATION JULY 2015

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This Presentation contains forward-looking statements which are identified by words such as 'may', 'could', 'believes', 'estimates', 'targets', 'expects', or 'intends' and other similar words that involve risks and uncertainties. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of this Presentation, are expected to take place.

Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, the Directors and our management. We cannot and do not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this prospectus will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements. We have no intention to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this prospectus, except where required by law.

These forward-looking statements are subject to various risk factors that could cause our actual results to differ materially from the results expressed or anticipated in these statements.

Company Snapshot

CAPITAL STRUCTURE	
ASX Code	MUS
Shares on Issue	90,679,097
Share Price (as at 13 July 2015)	$0.23
Market Capitalisation	$20.9 million
Total Cash on Hand at 30 June 2015	$3.1 million

SUBSTANTIAL SHAREHOLDERS	
Elba Investments Pty Ltd	17.85%
Alimold Pty Ltd	13.78%
Regius Resources Group Ltd	5.43%

- Mustang was re-admitted to trading on the ASX 10 June 2015 after it had acquired the Mozambican mining projects
- Divested all its Oil & Gas assets
- Raised A$5.7 million through convertible loans in November 2014
- Raised A$3.5 million (fully underwritten) with a A$2 million over subscription

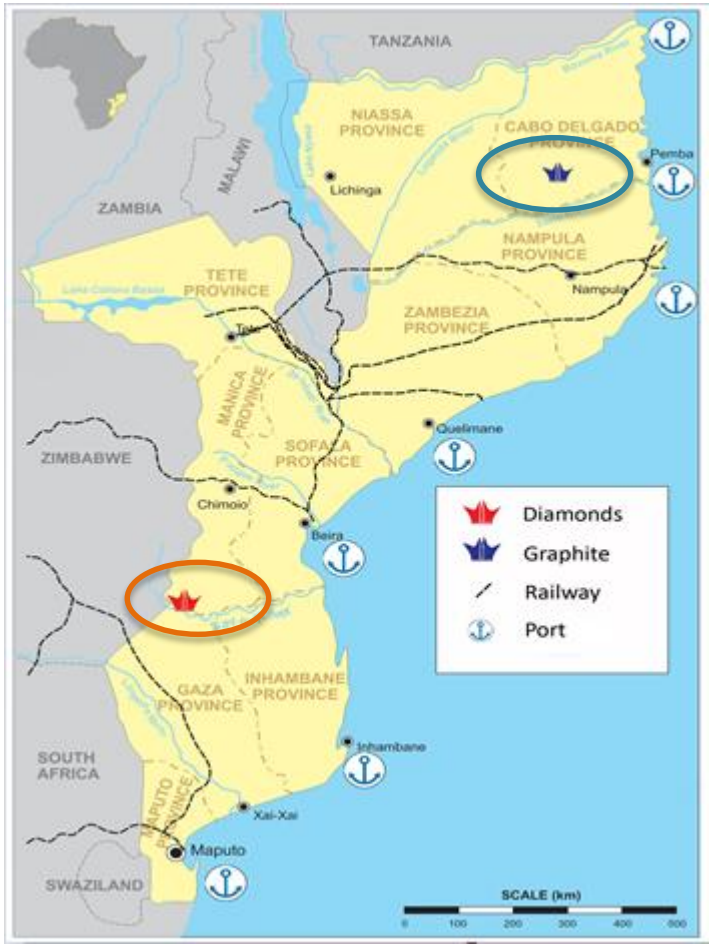
Ian Daymond
Non-Executive Chairman

Frank Petruzzelli
Non-Executive Director

Jacobus van Wyk
Executive Director

Andrew Law
Executive Director

Projects Overview



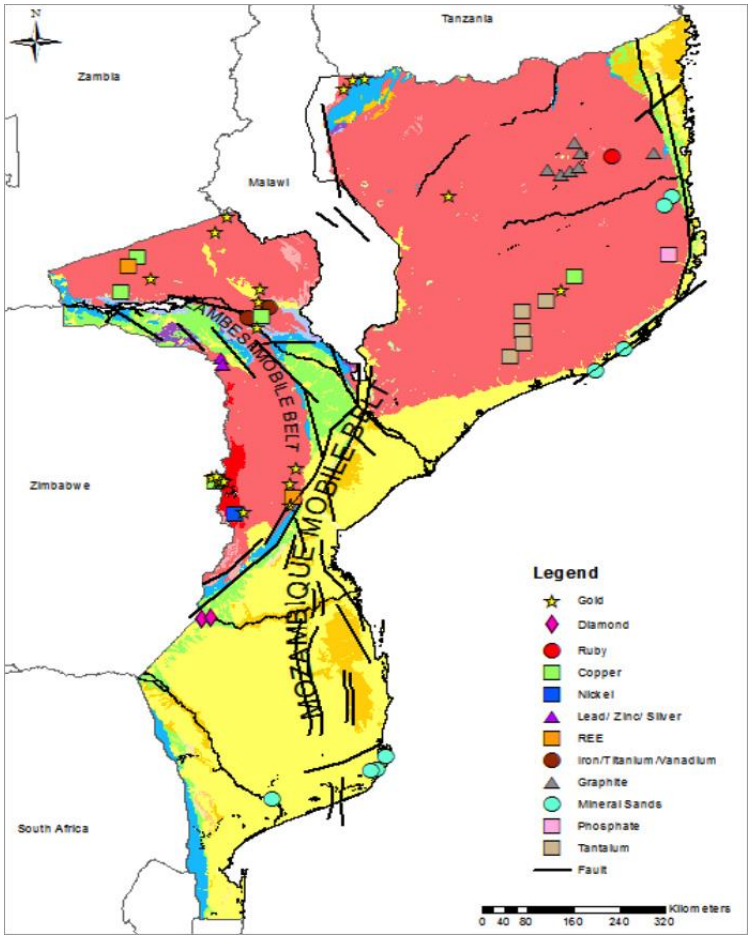
BALAMA GRAPHITE PROJECT

- Licence area >70,000ha (666.7km^2).
- Along strike from Syrah Resources and Triton Mineral's graphite resources.

SAVE RIVER DIAMOND PROJECT

- Located in Southern Mozambique along the Save River, after the confluence with the Runde River in Zimbabwe.
- Licence area > 24,044ha (240.4 km^2).

Why Mozambique?



MAP SOURCES: 1. Geology of Mozambique (1987) (modified from ORR & Associates)
2. Mineral Deposits generated from SNL Database 3. Faults modified from Mindat.org

GEOLOGICALLY, MINERAL RICH, BUT UNDER EXPLORED!

- One of the strongest growing countries in Africa.
- In 2014 real GDP grew by 7.6% and growth is expected to remain strong, at 7.5% and 8.1% in 2015 and 2016 (*African Economic Outlook, 2015*).
- Growth largely boosted by construction, transportation and communications sectors.
- Inward FDI into Mozambique has shown year-on-year growth between 2009 and 2014.
- Increasing ongoing investment in infrastructure across the country (road, rail, ports and airports)
- Ranked 127 on World Bank's *Doing Business 2015* – an improvement from 2014 Rank (#142).
- Politically and socially stable.

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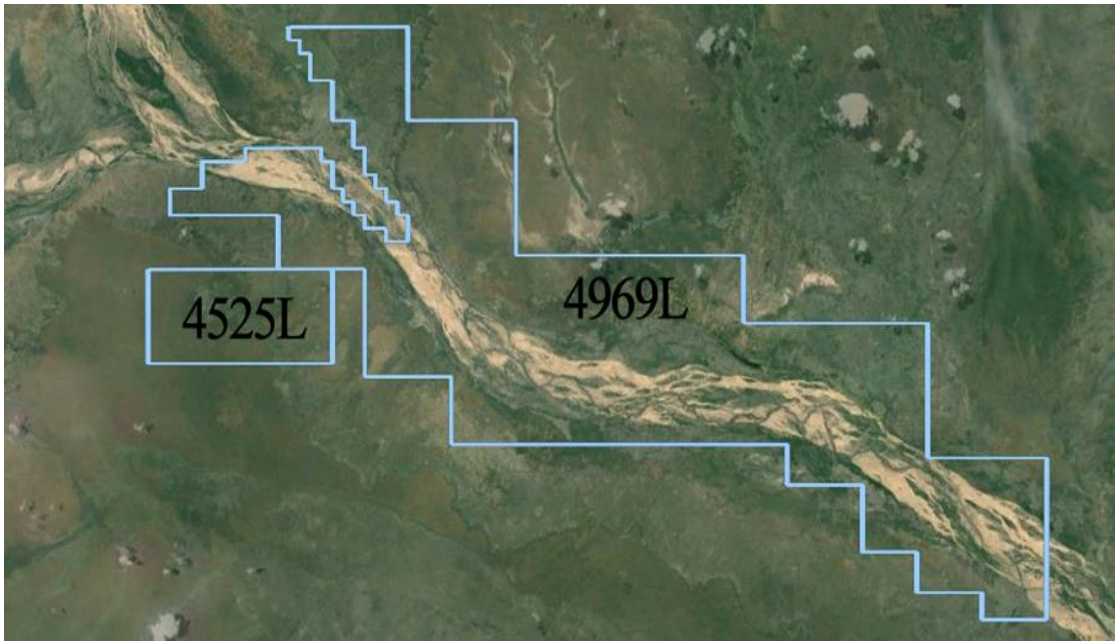
Save River Diamond Project

Save River Diamond Project Overview

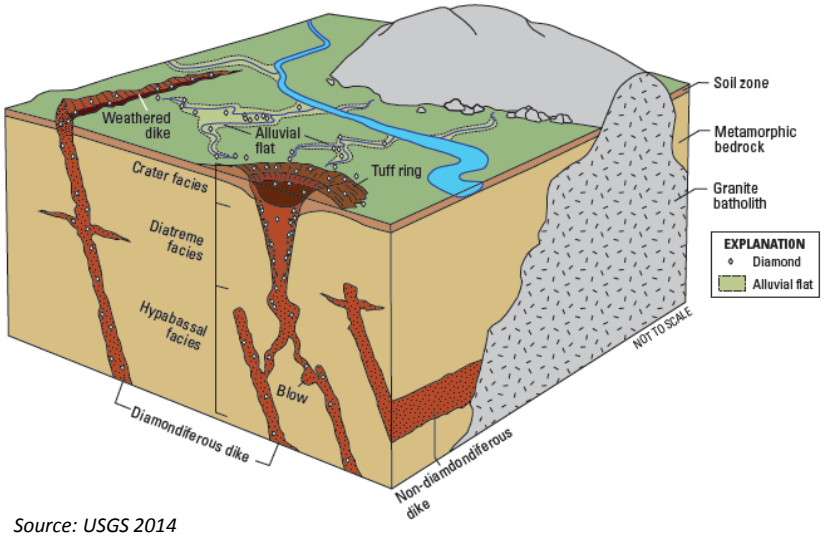


- The project covers two licences, 4969L and 4525L (24,044ha granted)
- Downstream from Marange diamond fields and kimberlites on the Zimbabwean craton (e.g. Murowa)
- Consists of extensive alluvial gravels representing various terraces of the Save River Valley

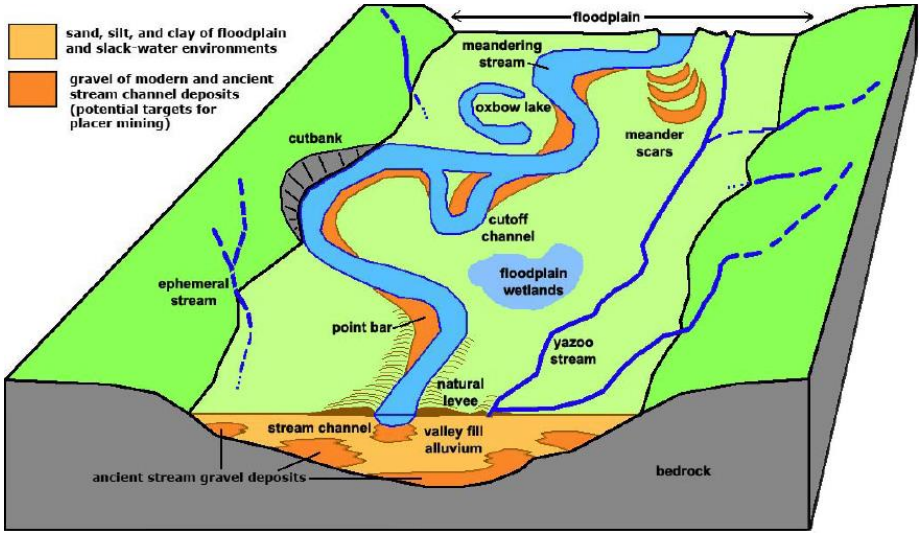
Diamond Theory Alluvial Diamonds

- Alluvial diamonds is the term used to describe diamonds that have been removed from the primary source (diamondiferous kimberlite pipes, dikes, fissures and lamproitic intrusions) by natural erosive action and deposited in a new environment.

- Alluvial diamonds occur in five main types of deposit - fluvial, glacial, lacustrine, marine and wind deflation. (Marshall and Baxter-Brown, 1995).

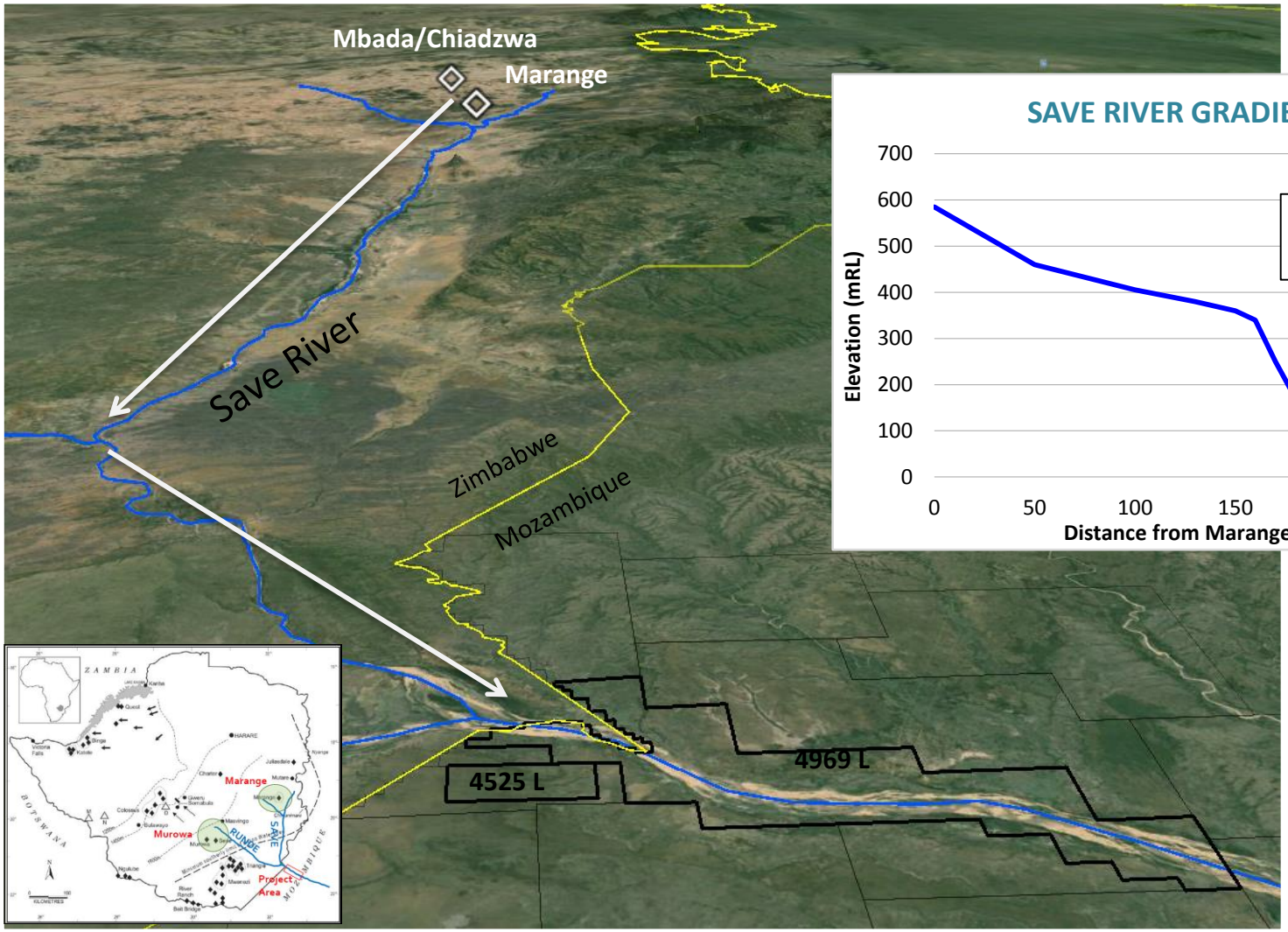


Source: USGS 2014

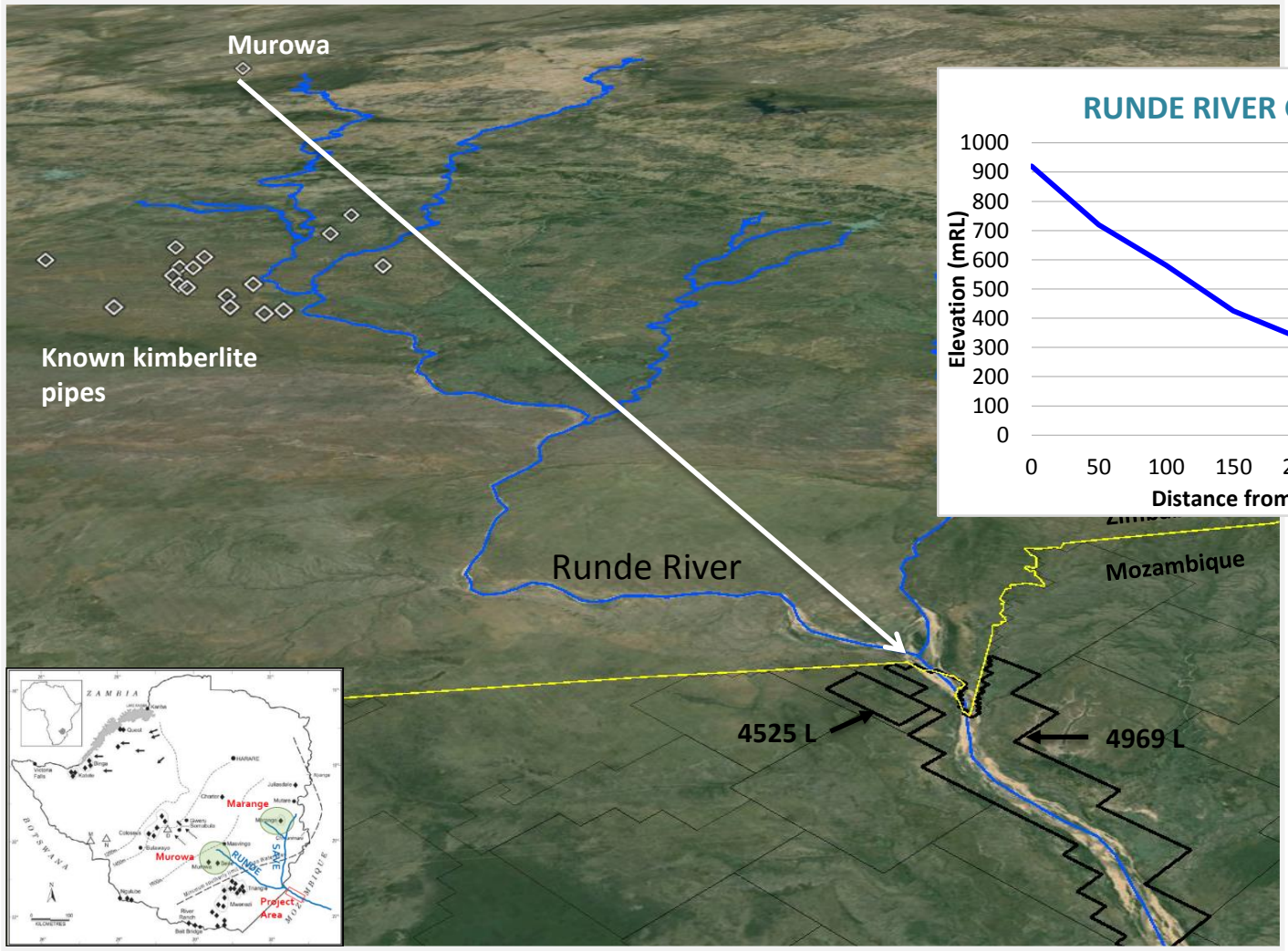


Source: geologycafe.com

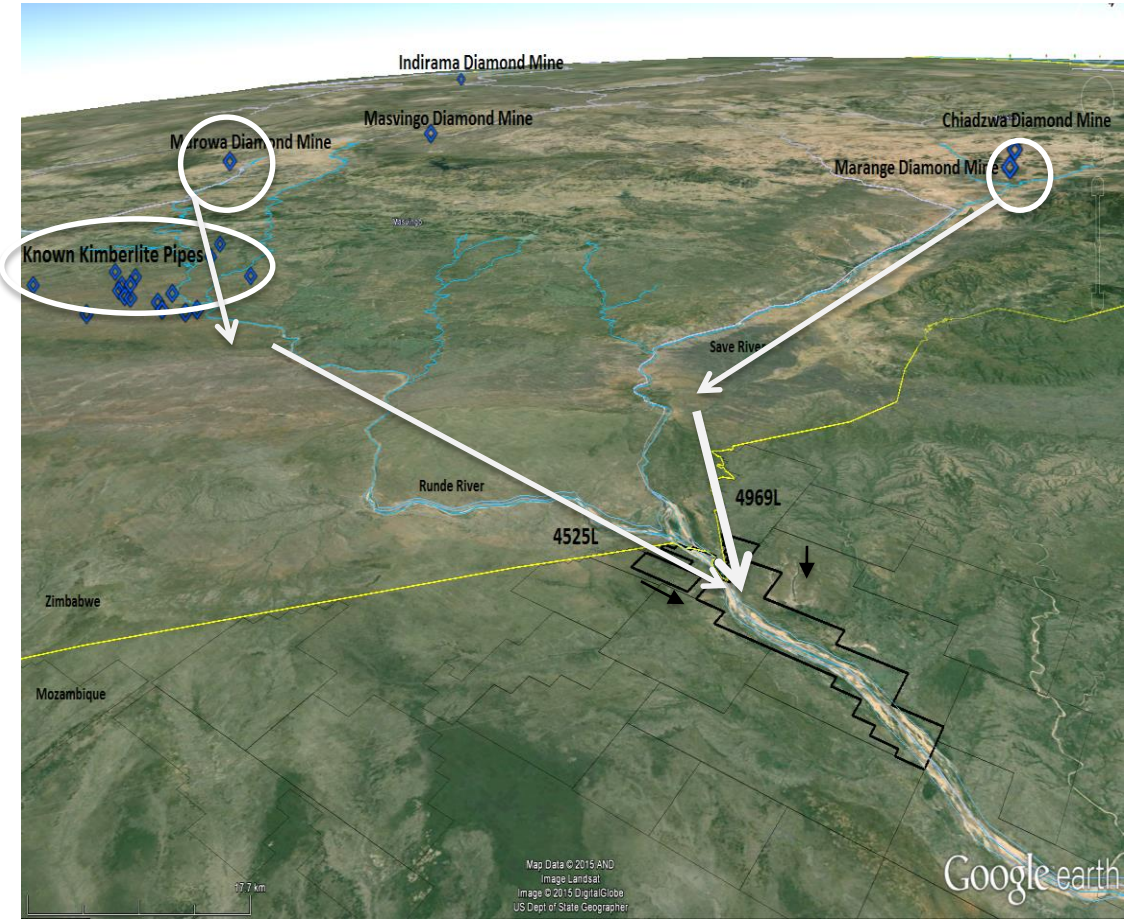
Theory Potential Source of Save River Diamonds



Theory Potential Source of Save River Diamonds

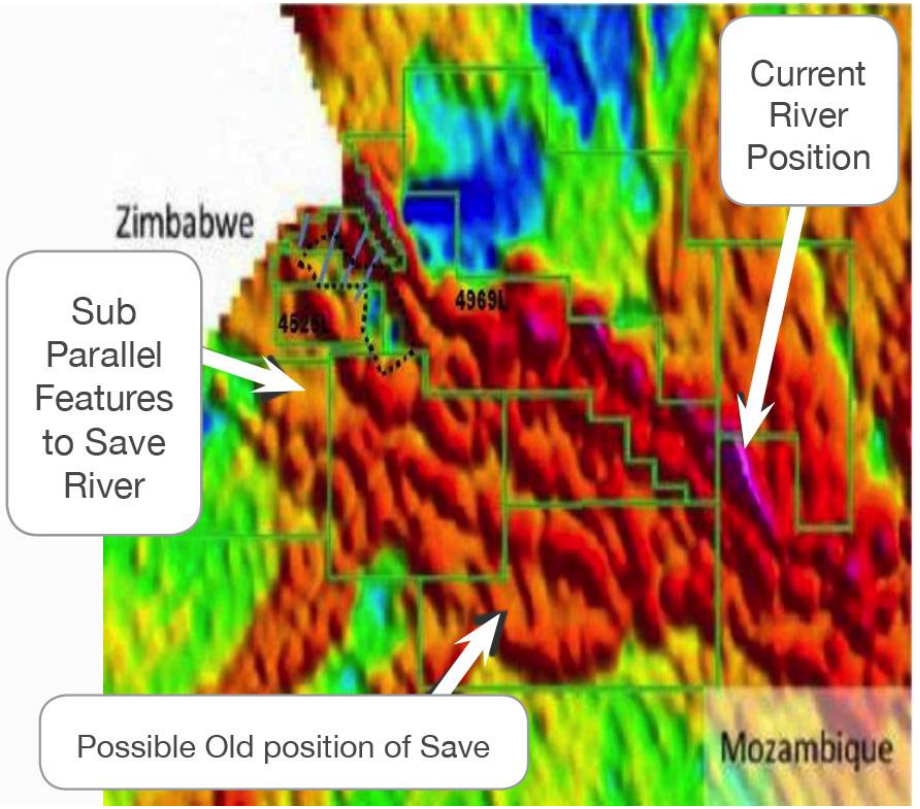


Theory Proved - Success!

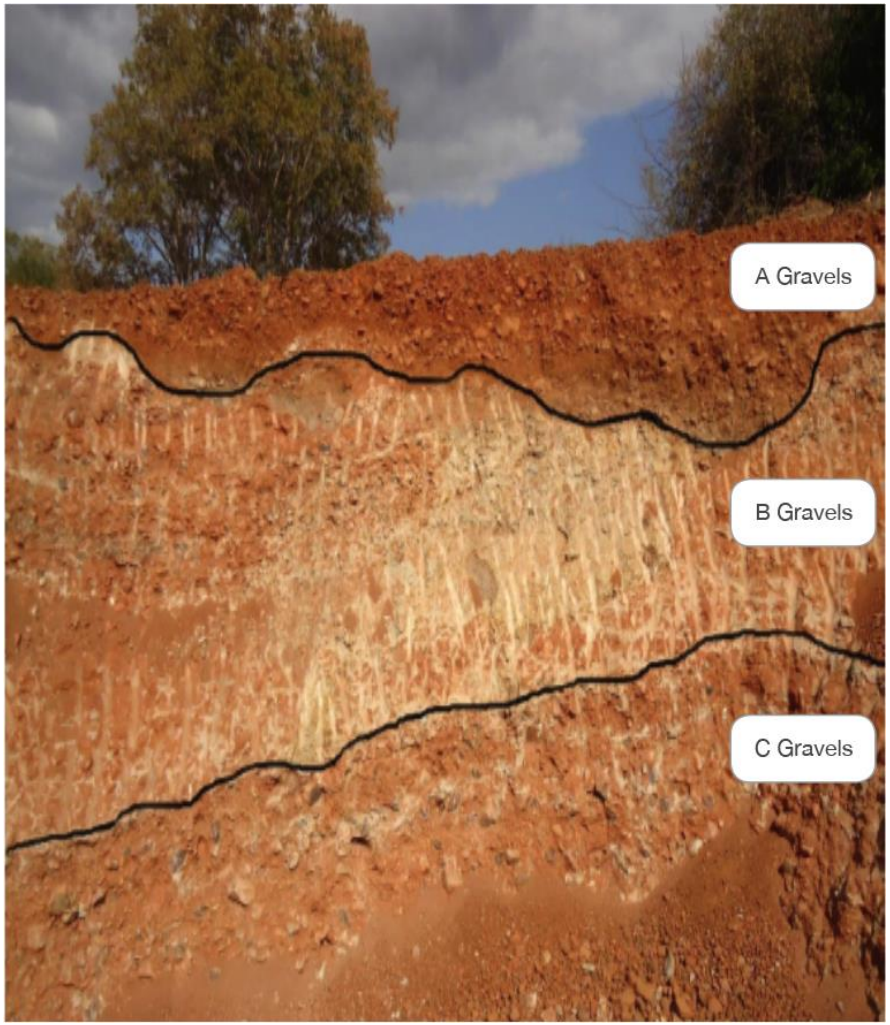


Save River Diamond Project Exploration

- Radiometric data highlights the migration of the Save River towards the North. Thorium highlights presence of elongated channel like features, parallel to Save River
- Field mapping is currently continuing and will assist to increase the geological knowledge of the licence areas and to map the extensive gravel terraces
- Generation of a geological model in order to develop an understanding of:
  - the age of the gravels and associated sediments
  - the geomorphic evolution of the paleo drainage system
  - the stratigraphic and hydrological relationship between gravels and associated sediments
  - depositional and post depositional processes
  - structural controls that might affect diamondiferous gravel distribution



Save River Diamond Project Stratigraphy



- Geologically similar to South African Orange-Vaal river alluvial sequences
- 18 diamonds recovered with initial sampling all in “top soil” A gravel sequence – fine material yielding GEM diamonds (0.40 carats to 2.58 carats – average 0.7 carats)
- On top of a hard calcrete layer with coarser gravels underneath– bedrock still to be defined
- Diamonds concentrate on bedrock and within “heavier” material
- Use of RC drill rig to assist in defining depth to bedrock and target gravels and paleo-channels

Save River Diamond Project Work Program

- Exploration camp established and equipment mobilised to site
- Exploration started with initial sampling (100t per day) to prove the presence of diamonds
- Expanded bulk sample program (1000t per day) to commence in June 2015 with additional equipment – 2 stage flowsorter and additional excavation equipment
- RC drilling program to support mining and geological teams to define target gravels and paleo-channels
- Increase volumes of gravel processed focusing on coarser gravels below calcrete layer – 2,000 tonnes per month to 16,000 tonnes per month

DECEMBER - MARCH 2015
Exploration camp set up & equipment mobilised

APRIL 2015
Sampling started to prove diamond theory

JUNE 2015
Expanded bulk sampling to start + RC drilling program

JULY 2015
Installation of 2 stage Flow Sort equipment – higher recovery volumes

2015 WORK PROGRAM 2016

Save River Diamond Project Bulk Sampling Program

- Huge gravel terraces found on the southern side of Save River after the confluence with Runde river- deposited on sandstone and gritty sandstone bedrock
- Mustang geological team mapping the area and defining their understanding of the Save River evolution
- All initial diamonds were recovered from shallow near surface gravels (<3 meters from surface) above a calcrete layer
- Gravel terraces in licence areas proven to contain gem quality diamonds

Initial Sampling on Save Diamond Project

Save River Diamond Project Results to Date

PIT NO.	VOLUME (m^3)	NO. STONES	TOTAL CARATS (CT)	AVERAGE STONE SIZE (CT/ST)
001	1,271	3	1.68	0.56
002	592	2	2.59	1.30
003	1,799	5	2.37	0.47
004	871	4	1.61	0.40
005	1,187	3	1.67	0.56
006	720	1	2.58	2.58
Total	**6,440**	**18**	**12.50**	**0.69**

- Recovery plant successfully commissioned and initial exploration sampling initiated – the goal was proving the presence of diamonds
- **18 gem quality diamonds** recovered from initial sampling of **6 Pits (see table)**
- Includes 1 blue diamond and a 2.58 carat stone
- Sampling and Field work continuing to identify and confirm extensive gravel deposits
- Acquired a RC rig to accelerate the definition of paleo-channels & sampling targets
- Commenced 1,000tpd scale bulk sampling– increasing the tons processed with commissioning of flow-sort recovery (x-ray) equipment

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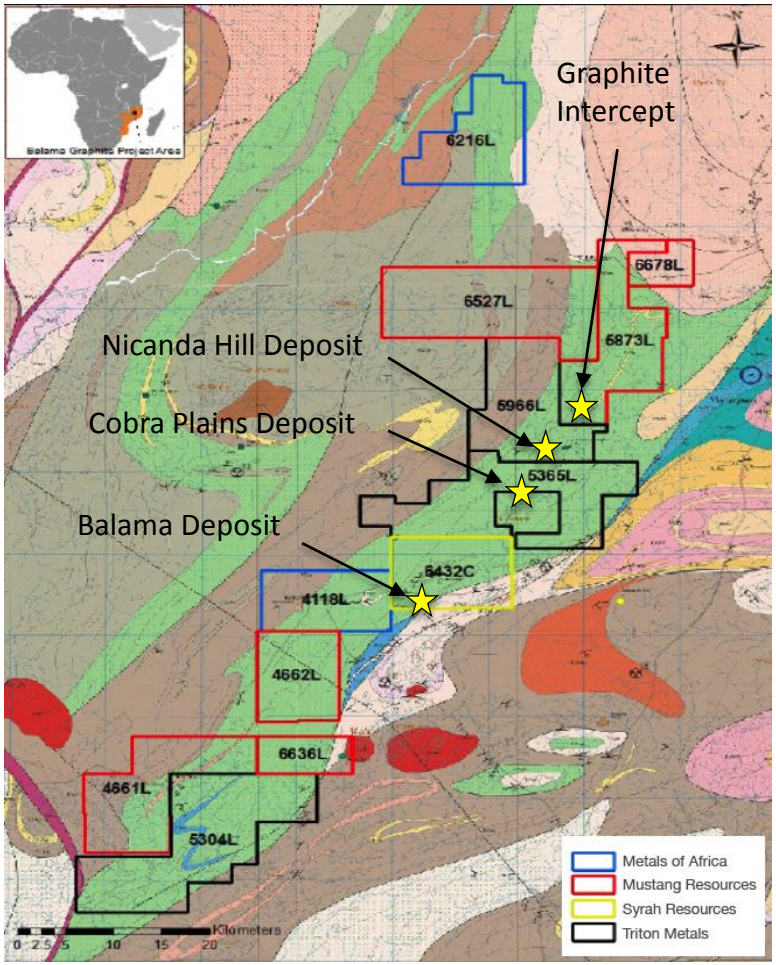
Balama Graphite Project

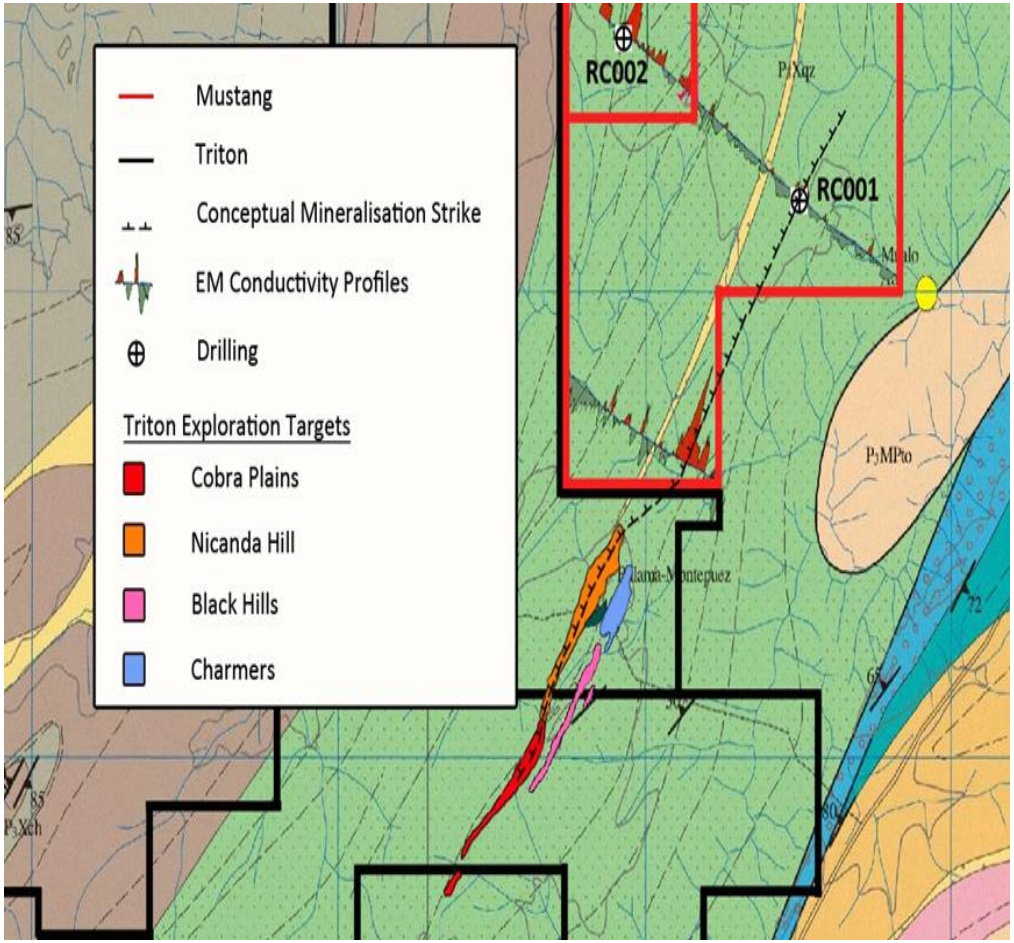
Balama Graphite Project Overview



- The Balama Graphite Project is located within the Cabo Delgado Province in northern Mozambique
- The Balama Project directly along strike from Syrah Resources Ltd ("Syrah") and Triton Minerals Ltd ("Triton")
- Recent Chinese offtake MOU's (300,000 tonnes) shows strong market demand especially from China where supply is decreasing
- Located approximately 200 km from Port of Pemba
- Mustang is well placed to be a graphite developer in Mozambique

Location of Mustang Prospecting Licences overlaying regional geological mapping and depicting the location of ground held by Syrah Resources, Triton Minerals and Metals of Africa.

Balama Graphite Project Exploration Overview



Location of RC drillholes (RC001 and RC002)

- Field reconnaissance completed in October 2014 & final lab results now received by Mustang
- Ground EM results from 6 lines confirm strong conductors
- Grab samples from outcrop (in the southern licences) returned grades of up to 13.5% TGC with high percentages of large to super-jumbo flake graphite
- Initial scout RC test holes returned grades of up to 17% TGC with high percentages of large to super-jumbo flake graphite
- Distinct positive anomaly that strikes NE from neighboring Nicanda Hills Graphite Deposit

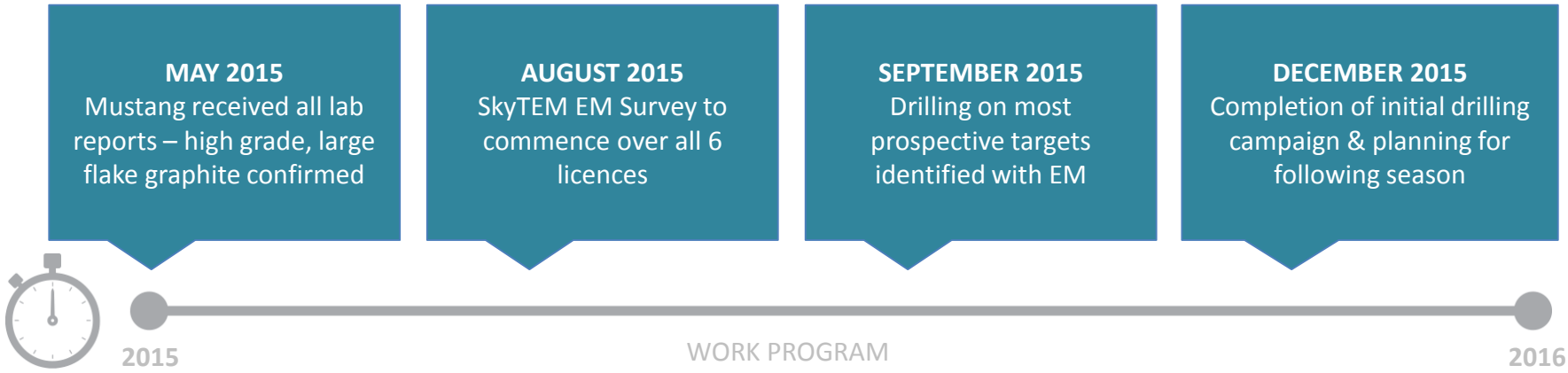
Balama Graphite Project Exploration Potential

- Graphitic mineralisation identified from surface rock chip sampling and initial scout RC drilling
- Graphite mineralisation along strike from known significant graphite resources
- Large 66,664 ha portfolio of licence interests in in the highly prospective Cabo Delgado graphite province
- Good access to infrastructure with main roads connecting the project area to the Port of Pemba
- Sealed highway from Montepuez to the natural deep water Port of Pemba (approximately 200 km)
- Construction of upgrades to the Port of Pemba due to commence in 2015

Fieldwork on Balama Graphite Project- October 2014

Balama Graphite Project Work Program

- Field work to prove graphite mineralisation - full suite of results received
- SkyTEM Geophysical surveys selected for extensive airborne electromagnetic survey over all 6 graphite licences in which Mustang has a majority interest in to commence in August 2015
- Selection of high priority targets and initiation of drilling activities
- Analysis of results and planning for next phase of work program– JORC Resource definition & scoping studies



Investment Highlights

- Mustang successfully relisted at $0.20
- The Company has acquired highly prospective graphite and diamond licences in Mozambique (94,000 ha total acreage)
- Initial diamond trial mining has proven diamonds on Mustang licences (18 diamonds from shallow samples above calcrete layer - targeting coarser gravels & increasing the bulk sampling volumes)
- The Balama Graphite Project has proven the existence of high grade, Jumbo flake size graphite with strong potential to move quickly to advanced exploration status with a modest exploration program




Competent Person's Statement

COMPETENT PERSON'S STATEMENT

The information in this presentation that relates to Exploration Targets, Exploration Results, Mineral Resources is based on information compiled by Tania R Marshall, a Competent Person who is a registered member of the South African Council for Natural Scientific Professions (SACNASP), which is a Recognised Professional Organisation (RPO) included in a list posted on the ASX website. Dr Marshall is a consultant with Explorations Unlimited South Africa who was engaged by the company to undertake this work. Dr Marshall has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which she is undertaking to qualify as a Competent Person as defined by the 2012 Edition of the Australasian Code for Reporting of Exploration Results. Dr Marshall consents to the inclusion of the data in the form and context in which it appears.

APPENDIX 1 Tenement Overview

Licence No.	Area (km^2)	Status	Issue Date	Valid Until	Interest/Right to Earn Interest
4661L	147.5	Granted	11-09-2013	11-09-2018	60%
4662L	94.8	Granted	01-10-2012	01-10-2017	60%
5873L	137.8	Granted	17-11-2014	17-11-2019	75%
6636L	45.7	Granted	16-07-2014	16-07-2019	75%
6678L	31.9	Granted	18-03-2014	18-03-2019	80%
6527L	209	Granted	07-03-2014	07-03-2019	75%
4525L	23.84	Granted	21-11-2011	21-11-2016	70%
4969L	216.6	Granted	26-04-2012	26-04-2017	65%