

18 November 2015

The Manager
Company Announcements
Australian Securities Exchange Limited

Dear Sir / Madam

Bass settles litigation with LionGold

Bass Metals “(Bass” or “the Company”) (ASX:BSM) is pleased to announced that it has entered into a deed of settlement with Liongold Corp Ltd (“Liongold”) in respect of litigation commenced in the Supreme Court of Western Australia following the termination of agreements for the sale of the Company's shares in Hellyer Mill Operations Pty Ltd and a proposed subscription by Liongold for shares in Bass.

In full and final settlement of all claims Bass and Liongold has or may have against each other arising from the matters the subject of the Litigation, Liongold will pay Bass A\$2,500,000 (the Settlement Sum) in a series of staged payments commencing 31 December 2015 and ending on 30 June 2016.

Pursuant to the terms of the deed of Settlement, and upon payment in full of the Settlement Sum, the Company and Liongold have agreed that the payment of the Settlement Sum is in full and final settlement of all claims made by Bass in respect of the matters the subject of the litigation. The settlement Sum is inclusive of costs.

Yours faithfully



Rick Anthon
Chairman

Contacts and information:

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