

Capital Mining Limited is pleased to present details of the Company's activities during the June Quarter, 2014.

## 1 Corporate

The Company (**CMY** or **Company**) continues to review and negotiate a number of project opportunities.

CMY anticipates being in a position to make an announcement regarding project details, terms and funding in the near future.

## 2 Projects

### 2.1 Overview of Activities

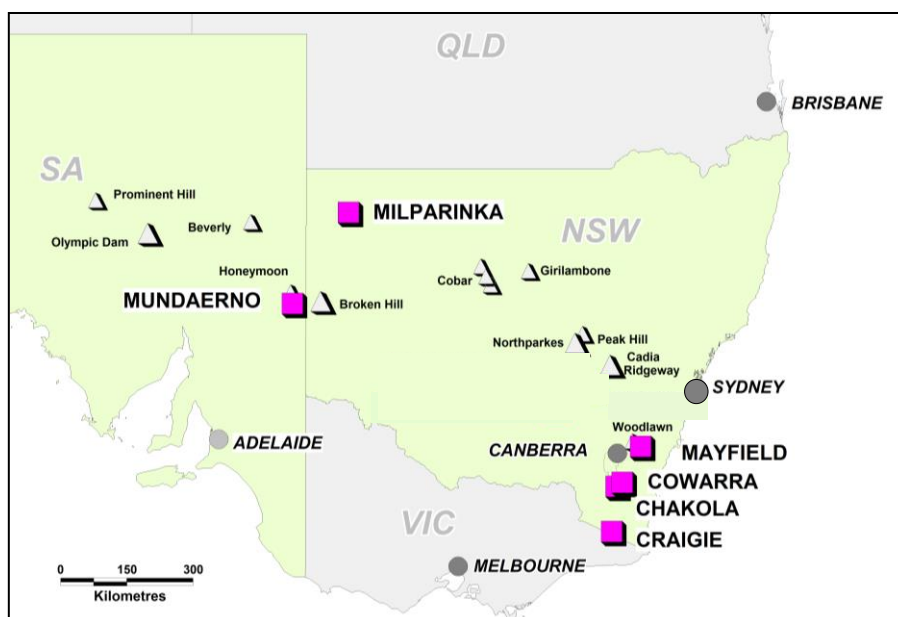
During the reporting period, no exploration activities were recorded on any of the Company's projects. The following sections thus only summarise pertinent technical aspects of the Company's exploration portfolio. Proposed exploration programs and budgets for each project are currently subject to review with the Company assessing its options regarding all projects within its portfolio including consideration of further joint venture partnerships, sales and divestment of some of its current assets.

### 2.2 Ratanakiri Project – Cambodia

Subject to the completion of a Heads of Agreement and a subsequent capital raising, the Company anticipates carrying out a comprehensive exploration program on the Ratanakiri Project. This will entail following up on all of the Indochine targets with the view to undertaking a major drilling program during the course of 2014-15.

### 2.3 Australian Projects

The location of the Company's Australia projects are illustrated in Figure 1 and their current status is outlined in the following sections.



**Figure 1:** Location of Australian projects

**MAYFIELD - Gold, Base Metals (NSW) – EL 6358 (CMY 51%; Rutila Resources 46.5%; Roberts Consulting 2.5%)**

Exploration Licence (EL) 6358 covers a significant gold-copper skarn deposit at the Mayfield Prospect where very encouraging historic exploration drilling results has been reported. The tenement is located in an exploration hotspot close to the world-class Majors Creek gold field near Braidwood. The main focus of the work programme is to delineate a gold resource at the Mayfield gold-copper prospect and to explore the surrounding terrain for similar occurrences. The resource now stands at:

- **Gold-copper dominant mineralization: 4.0 million tonnes at a grade of 0.4% copper, 0.7 g/t gold, 8.8 g/t silver, 0.2% zinc and 25.4% iron; and**
- **Zinc dominant mineralization: 0.9 million tonnes at a grade of 2.36% zinc, 5.9 g/t silver and 0.1% copper.**

*It should be noted that the above resource estimate was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.*

It is proposed that a drilling program be implemented as soon as practicable.

**COWARRA – Gold (NSW) – EL 5939 (CMY 50%; Commissioners Gold 50%)**

Exploration is for gold in high-grade sulphidic veins and shoots within shear zones in strongly deformed metasedimentary rocks generally focused around the historic Cowarra gold mine. Commissioners Gold is the manager and can earn an additional 35% in the project by further exploration expenditure of \$350,000. Commissioners Gold Limited is currently considering a number of options for further exploration and development.

## **CHAKOLA - Gold and Base Metals Project (NSW) - EL 5697 (CMY 100%)**

Chakola is prospective for gold, silver, copper and other base metals. The Company is currently seeking a Joint Venture Partner to help fund the development of the project.

## **CRAIGIE – Alluvial Gold Project (NSW) – MLA 366 & 367 (CMY 100%)**

MLA 366 & 367 covers the Shiralee Deposit. The Company aims to establish gold reserves for a small scale, low impact mining operation. The company has previously mined and processed auriferous gravel from two bulk sample excavations at the Shiralee Terrace 2 deposit. Positive results were obtained from these bulk samples.

## **MILPARINKA – Gold, Platinum, Nickel Project (NSW) – EL 6832 (CMY 100%)**

The targets at Milparinka are for world-class platinum-nickel and gold-copper deposits that are predicted to be associated with a deeply buried intrusive complex. The terrain is covered with a blanket of thick post-mineral sediments and drilling is the only definitive way to test the mineral potential in the project area. The company is aiming to generate evidence of any signs of intrusion related gold-copper mineralisation and associated hydrothermal alteration by recovering core samples from the basement rocks that overlie the inferred intrusive mass.

## **MUNDAERNO SOUTH – Uranium Project (SA) – EL 5337 (CMY 51%; AMWD 49%)**

EL 5337 is located close to the Honeymoon uranium mine in the highly prospective Curnamona geological province of South Australia. The tenement has potential for calcrete and sandstone hosted uranium deposits and for iron oxide bearing copper-gold-uranium-REE deposits. Capital is the manager of the project in joint venture with Australian Mineral and Waterwell Drilling Pty Ltd (AMWD).

Capital Mining is assessing its options regarding all projects within its portfolio including further joint venture partnerships, sales and divestment of some of its current assets.

The Company would like to advise of the following information in line with ASX Listing Rule 5.3.3:

<b>Project Name</b>	<b>Location</b>	<b>Tenement Licence</b>	<b>Interest held at 31 March 2014</b>	<b>Interest acquired/disposed of</b>	<b>Interest held at 30 June 2014</b>
Chakola	NSW	EL5697	100%	N/A	100%
Cowarra	NSW	EL5939	50%	N/A	50%
Porters Mount	NSW	EL6591	100%	100%	0%
Milparinka	NSW	EL6832	100%	N/A	100%
Mayfield	NSW	EL6358	51%	N/A	51%
Mundaerno South	SA	EL5337	51%	N/A	51%
Craigie	NSW	MLA366	100%	N/A	100%
Craigie	NSW	MLA367	100%	N/A	100%

# CAPITAL MINING LIMITED



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*Statements contained in this report relating to exploration results and mineral resources are based on information compiled by Mart Rampe, who is a Member of the Australasian Institute of Mining and Metallurgy and is an independent consultant geologist engaged by Capital Mining. He has sufficient relevant experience in relation to the mineralisation styles being reported on, to qualify as a Competent Person as defined in the 2004 edition of the Australasian Code for Reporting of Identified Mineral Resources and Ore Reserves (JORC Code). Mart Rampe consents to the use of applicable information in this report in the form and context in which it appears. The Company is reporting the historical exploration results under the 2004 edition of the Australian Code for the Reporting of Results, Mineral Resources and Ore reserves (JORC Code 200) on the basis that the information has not materially changed since it was last reported.*