



For ASX Market Release: 12 January 2014

## Wetar Development Update - Mobilisation

### HIGHLIGHTS

- Large landing craft commences
- Fuel supply by ship commences
- 200 tonne crane mobilised to site
- Whim Creek Plant transported to site
- Two personnel transport craft now in operation

Copper cathode producer Finders Resources Limited ("Finders" ASX code: FND) is pleased to announce a construction update for the 25,000 t.p.a. copper cathode SX-EW expansion project on Wetar Island in Indonesia.

A number of key milestones have been achieved and progress continues in accordance with expectations. The mobilisation of a 200t crane at site has been completed and the Whim Creek plant expected arrived at site before the end of December 2014.

Managing Director Barry Cahill commented "It is pleasing to see construction progressing well. The robust economics underpinning our project provides for a strong foundation of cash generation and strategic growth in the near-term."

The Bankable Feasibility Study for the Wetar project showed a US\$132.4M capital cost (excluding contingency) and first quartile operating costs of US88c/lb Cu. Finders has completed construction and commissioning of the 3ktpa SX-EW plant, which is now producing copper cathode. The new 25,000 t.p.a. copper cathode plant is expected to be online at the end of 2015.



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### WETAR - PROGRESS REPORT

Finders Resources is pleased to update on progress at its 72% owned Wetar Copper Project.

Mobilisation of the 1,500 tonne landing craft (LCT), to improve the supply chain during the construction period has been completed.

The first task of this LCT was to transport a 200 tonne crane to site to enable offloading of the LCT and for use on the construction works (Image 1).



Image 1 – Arrival of the 200 tonne crane aboard the 1,500 tonne LCT at the Lerokis Port

The LCT returned to Kupang, once the crane was offloaded, where over a number of trips the balance of the Whim Creek plant was loaded and shipped to Wetar in readiness for refurbishment to be used in the construction of the 25ktpa SX-EW plant (Image 2).



Image 2 – Tanks from the Whim Creek Plant on the laydown area at Wetar.

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These shipments have been completed and the Whim Creek plant is now on site at Wetar (Images 3 & 4)



Image 3 – First shipment of Whim Creek Plant arrive on site



Image 4 – Crane unloading Whim Creek plant on the laydown area

This mobilisation complements the current transport improvements that have also been undertaken namely the use of ship freight for the supply of fuel to the site and the commencement of the 40 metre personnel vessel capable of transporting 160 passengers (Image 5). The larger capacity personnel transport vessel complements the previous transport vessel which has a 25 passenger capacity.



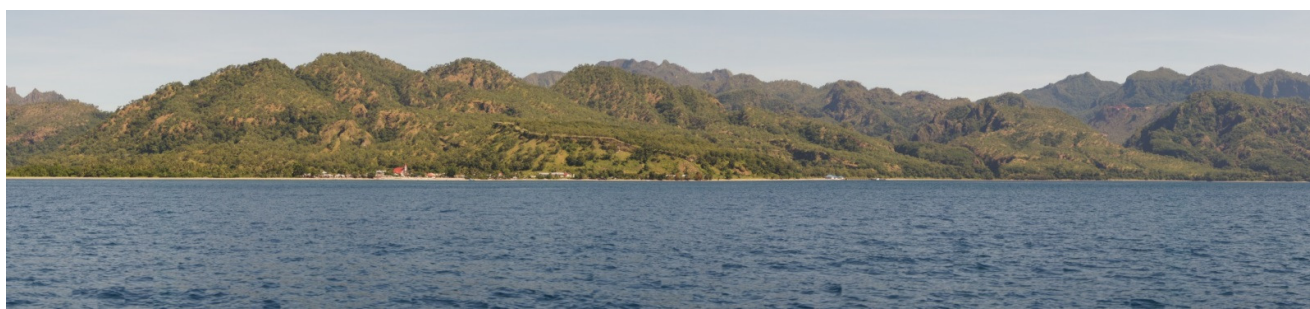
Image 5 – Fuel supply vessel (left) and 160 passenger personnel vessel (right) at the Lerokis port

Barry Cahill  
Managing Director

### WETAR COPPER PROJECT (FND 72%)

#### Background

- The Wetar Copper Project comprises the development, mining and processing of sulphide deposits at Kali Kuning and Lerokis located on Wetar Island, Maluku Barat Daya, Indonesia. The project scope includes the (current) operation of a 3,000 tonnes per annum (t.p.a.) copper cathode SX-EW plant and the construction of an additional 25,000 t.p.a. copper cathode SX-EW plant.
- The Bankable Feasibility Study for the project showed a US\$132.4M capital cost (excluding contingency) and first quartile operating costs of US88c/lb Cu.
- Finders has completed construction and commissioning of the 3ktpa SX-EW plant, which is now producing copper cathode.
- Finders has arranged financing for the 25ktpa SX-EW plant and has commenced construction, with the plant expected to be online at the end of 2015.



*Wetar Island, Maluku Barat Daya*

#### Project Potential Upside

- Opportunities for a longer mine life are strongly founded on exploration upside, focussing initially on the nearby satellite Meron deposit and then other identified VMS copper and gold targets on the island including Karkopang.
- The historical performance during the demonstration stage in which copper grades and copper recoveries significantly exceeded assumptions made in the BFS.

## Wetar Development Update December 2014

### Wetar Copper Project Resources & Reserves

The full breakdown of the Ore Reserve estimate is as follows:

Ore Reserve Estimate – Wetar Copper Project			
	Category	Tonnage (Mt)	Cu %
<b>Kali Kuning</b>	Proved	5.4	2.4
Cut-off Grade	Probable	0.9	2.1
0.4% Cu	<b>Total Ore</b>	<b>6.3</b>	<b>2.4</b>
	Waste	5.9	
	Ratio	0.9	
<b>Lerokis</b>	Proved	2.1	2.3
Cut-off Grade	Probable	0.4	2.0
0.5% Cu	<b>Total Ore</b>	<b>2.5</b>	<b>2.3</b>
	Waste	1.9	
	Ratio	0.8	
<b>Total</b>	Proved	7.5	2.4
COG as above	Probable	1.4	2.1
	<b>Total Ore</b>	<b>8.9</b>	<b>2.4</b>
	Waste	7.8	
	Ratio	0.9	

Important Note: The tonnes and grades are stated to a number of significant digits reflecting the confidence of the estimate. Since each number and total is rounded individually the columns and rows in the above table may not show exact sums or weighted averages of the reported tonnes and grades. "Ratio" refers to the ratio of the waste to the ore tonnage.

Ore Reserve estimates were undertaken by Australian Mine Design and Development Pty Ltd using JORC 2012 Guidelines.

The revised Mineral Resource estimate has been reported in accordance with the JORC Code 2012 edition (Table 1 is appended to a previous announcement). The geological models for the Mineral Resource Estimates were developed by Finders, and audited by Dr Phillip Hellman from H&S Consultants, who also undertook the mineral resource estimates reported below:

Mineral Resource Estimate – Wetar Copper Project									
	Measured		Indicated		Inferred		Total		
	Mt	Cu%	Mt	Cu%	Mt	Cu%	Mt	Cu%	Cu (kt)
<b>Kali Kuning (Cut-off Grade 0.4% Cu)</b>									
Leached	0.2	0.5	0.03	0.8	0.02	1.1	0.2	0.6	1
Transition	1.1	1.3	0.3	1.5	0.1	1.7	1.6	1.4	22
Primary	4.1	2.8	0.6	2.6	0.1	2.1	4.7	2.8	132
<b>Total</b>	<b>5.4</b>	<b>2.4</b>	<b>1.0</b>	<b>2.1</b>	<b>0.2</b>	<b>1.7</b>	<b>6.6</b>	<b>2.4</b>	<b>155</b>
<b>Lerokis (Cut-off Grade 0.5% Cu)</b>									
Primary	2.1	2.4	0.4	2.2	0.1	1.5	2.6	2.3	61
<b>Total Kali Kuning and Lerokis</b>									
COG as above	<b>7.5</b>	<b>2.4</b>	<b>1.4</b>	<b>2.2</b>	<b>0.3</b>	<b>1.6</b>	<b>9.2</b>	<b>2.4</b>	<b>216</b>

Note: Rounding errors may occur

- The information in this report that relates to mineral reserve estimation is based on work completed by Mr John Wyche who is a full time employee of Australian Mine Design and Development Pty Ltd and a member of the Australasian Institute of Mining and Metallurgy. Mr Wyche has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Wyche consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.
- The information in this report that relates to mineral resource, exploration potential and geology estimation is based on work compiled by Dr Phillip Hellman who is a consultant to H&S Consultants Pty Ltd and a Fellow of the Australian Institute of Geoscientists. Dr Hellman has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr Hellman consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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