

OXLEY POTASH PROJECT

General Manager

1st June 2015

The Company Announcements Office
Australian Securities Exchange
Electronic Lodgement System

Dear Sir/Madam

ENGINEERS APPOINTED TO OXLEY POTASH PROJECT

Highlights

- Amec Foster Wheeler appointed to review processing route options to extract potassium from Oxley potash feldspar deposit, scope and oversee subsequent bench scale testwork program
- Approvals submitted by Centrex to complete a single PQ diamond drill hole in the coming months to provide bulk sample for the metallurgical testwork
- Clough appointed to complete conceptual study for a nitric acid plant at Oxley to feed into a potential high-value potassium nitrate fertiliser operation

Summary

Centrex Metals Limited ("Centrex") has appointed two engineering houses to the first phase of work on its newly acquired Oxley Potash Project ("Oxley") near Geraldton in Western Australia.

Amec Foster Wheeler has been appointed to undertake a technical literature review of processing route options to extract (leach) potassium from the potash feldspar (KAlSi_3O_8) which comprises up to 90% of the Oxley mineralisation. Following the review, Amec Foster Wheeler will scope up a bench scale testwork program for the priority process routes. They will then aid in the appointment of the facility to carry out the testwork and oversee the program in the second half of 2015.

To feed into the testwork program Centrex has submitted a program of works to the WA Government to complete a single PQ diamond hole to provide a bulk metallurgical sample. The drill hole will twin the top 50m of historical RC drill hole OXRC015. The drilling is aimed for completion over the coming months. Historical drilling results were previously reported by Centrex. For full details of the results see announcement 8th March 2015:

<http://www.asx.com.au/asxpdf/20150309/pdf/42x4hkg86j6w1d.pdf>

The results were reported under JORC 2012 and Centrex is not aware of any new information or data that materially affects the information contained within the release.

As a further input into processing capital and operating cost estimates that are to follow on from the metallurgical testwork program, Centrex has appointed Clough to undertake a conceptual study into the construction of a nitric acid plant at the Oxley site for potential production of high-value potassium nitrate (“NOP”) fertiliser. The study would consider sourcing of ammonia from 3rd party Western Australian plants and is expected to be completed in mid-2015.

Table: Oxley Phase 1 project schedule estimate.

	2015				2016			
	Jan-Mar	Apr-Jun	Jul-Sep	Oct-Dec	Jan-Mar	Apr-Jun	Jul-Sep	Oct-Dec
Metallurgical Bulk Sample Drilling								
Process Route Scoping								
Bench Scale Testwork								
Process Scoping Level Cost Estimates								
Conceptual Nitric Acid Plant Cost Estimate								
Resource Definition Drilling								
Resource Estimate								
Scoping Study								

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Competent Persons Statement

The information in this report relating to Exploration Results is based on information compiled by Mr Ben Hammond who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Hammond is the CEO of Centrex Metals Limited. Mr Hammond has sufficient experience, which is relevant to the style of mineralization 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 Hammond consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.