



Bligh Resources Limited

ACN 130 964 162

ASX: **BGH**

ASX Release

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For the Latest News:

www.blighresources.com.au

Directors:

Eric Zhang – (Non-Executive Director)
Peiqi Zhang - (Non-Executive Director)
Jinle Song - (Non-Executive Director)
Tianbao Wang – (Non-Executive Director)

Zhijie Li -(Alternate Director for Mr P Zhang)
Bill Richie Yang -(Alternate Director for Mr J Song)

Company Secretary

Ian White

Issued Capital:

Shares:	92,866,760
Unlisted Options:	16,150,000
Convertible Notes:	4,000,000

Currently Exploring and Developing:

- Gold

Current Projects:

- Bundarra Gold Project
- Leonora Gold Project

Bligh Strikes Joint Venture Agreement to develop Bundarra Gold Project in WA

Highlights

- **Bligh signs 50-50 JV MOU with privately-owned Angler Mining to develop Bligh's flagship Bundarra Gold Project in WA**
- **MOU provides low-risk means for Bligh to join the ranks of gold producers within 18 months**
- **Angler will fund, build, own and operate the plant which will process the Bundarra ore**
- **Key terms of the Bundarra Gold Project Joint Venture include:**
 - **Angler shall pay \$25,000 cash to Bligh on signing the JV agreement and pay Bligh \$200,000 cash by 14 November 2015 to fund the potential redemption of 4 million BGH convertible notes held by Terrain Minerals Limited.**
 - **Angler shall subscribe for a \$250,000 share placement in Bligh at a price to be determined.**
 - **Angler shall sole fund a Feasibility Study on the Bundarra Project as well as costs incurred in obtaining all mining approvals.**
 - **A Joint Venture Committee will be formed with two representatives from each party to oversee the project development and management.**
 - **Angler shall fund and build on site a Turn-Key CIP Gold Recovery Plant and Milling Facility following the favourable outcome to the Feasibility Study.**
 - **Bligh shall receive a 10% shareholding in the Angler subsidiary (CGPL) which builds, owns and operates the plant.**

Bligh Resources (ASX: BGH) is pleased to announce that it has signed a 50-50 Joint Venture Agreement (JV Agreement) to develop Bligh's flagship Bundarra Gold Project near Leonora in WA (see Map 1).

Under the Memorandum of Understanding (MOU) with privately-owned Angler Mining Pty Ltd (Angler), Angler will fund a feasibility study on Bundarra and meet all costs incurred in securing approvals.

Subject to finalisation of a formal (JV Agreement by 29 September 2015, Angler will also pay Bligh \$25,000 cash upfront and a further \$200,000 by November 14, 2015 to redeem the Bligh convertible notes held by Terrain Minerals.

In addition, Angler's wholly-owned subsidiary Contained Gold Pty Ltd (CGPL) will fund, build, own and operate the plant to treat Bundarra ore.

Within 45 days of signing the JV Agreement, Angler shall also subscribe for \$250,000 worth of Bligh shares via a Private Placement, which will provide the Company with sufficient capital to cover for all outstanding creditors from the previous debt and royalty settlement arrangements.

The MOU also provides for CGPL will sole fund, build, own and operate a 300,000–500,000tpa CIP gold recovery plant and milling facility to treat the Bundarra ore at cost. An ore processing arrangement containing these terms will be drafted at a later date.

The Bundarra Project, which is located 70km north of Leonora, comprises a Measured and Indicated Mineral Resource (JORC 2004) of 244,000 ounces grading 2.1g/t and an Inferred Mineral Resource of 182,000oz at 1.78g/t (See Table 1 below).

Mineralisation is structurally controlled within west-north-west striking, north-dipping faults and shears within a highly oxidised granitoid. Mineralisation tends to occur at or near the marginal zones of the more mafic granitoids, close to their contacts with greenstones where the structural and geochemical conditions are conducive to gold deposition.

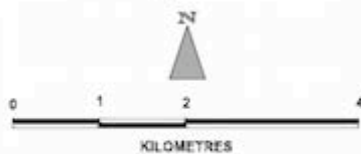
Angler and Bligh believe that there is an initial opportunity to extract ore at the bottom of the existing Celtic, Wonder North and Wonder West open pits while simultaneously testing for resource extensions in the area. Mineralisation currently remains open at depth and down-plunge at Celtic and the Wonder pits and the nearby Bluebush prospect is an early-stage exploration target with excellent potential for resource growth.

Table 1: Mineral Resource Estimate for Bundarra Project, November 2014

Deposit	Resources	Measured	Indicated	M+I	Inferred	Total
Wonder North	Tonnes ('000t)	332	2,274	2,607	1,284	3,891
	Grade (g/t Au)	2.08	2.09	2.10	1.63	1.94
	Ounces ('000oz)	22	153	175	67	242
Wonder West	Tonnes ('000t)	39	495	534	291	825
	Grade (g/t Au)	3.04	2.06	2.10	1.75	2.00
	Ounces ('000oz)	4	33	37	16	53
Bluebush	Tonnes ('000t)	0	200	200	440	640
	Grade (g/t Au)	-	1.90	1.90	1.80	1.80
	Ounces ('000oz)	0	12	12	26	38
Celtic	Tonnes ('000t)	0	194	194	1,057	1,252
	Grade (g/t Au)	-	2.47	2.47	1.98	2.05
	Ounces ('000oz)	0	15	15	67	83
Celtic South	Tonnes ('000t)	0	78	78	111	188
	Grade (g/t Au)	-	2.10	2.10	1.42	1.70
	Ounces ('000oz)	0	5	5	5	10
Bundarra	Tonnes ('000t)	372	3,241	3,613	3,183	6,796
Totals	Grade (g/t Au)	2.18	2.09	2.10	1.78	2.00
	Ounces ('000oz)	26	218	244	182	426



LOCALITY MAP



LEGEND

-  RESOURCES (NO HISTORICAL PIT)
-  GOLDFIELDS HIGHWAY
-  BUNDARRA PROJECT TENEMENT BOUNDARIES



Angler's Managing Director Dean O'Keefe said: "Angler's strategy is to use our abundant in-house industry experience to identify and partner-up with quality asset owners to develop the projects with a very hands-on approach."

"We are targeting opportunities where a project is too small or early-stage for the majors to buy or for a smaller company to secure funding but at the same time it has the ability to generate strong cashflow if developed and managed well on a smaller scale.

"We believe the opportunity presented by Bligh at Bundarra meets this criteria and we are delighted to form the partnership."

Bligh's directors believe that the JV Agreement represented a low cost means of unlocking the value of Bundarra.

"We have a WA gold project with outstanding potential and Angler has people with the skills and financial strength to realise this opportunity together with ours," one director said.

"Bligh looks forward to becoming a significant Australian gold producer on the back of the Bundarra project and shall continue to acquire quality undervalued gold assets."

JV MOU Details

- All parties agreed on best endeavours basis to formally enter into a binding JV Agreement by 29 September 2015.
- Within 3 business days of signing the JV Agreement, Angler shall advance \$25,000 cash to Bligh.
- By 14 November 2015, Angler shall further advance \$200,000 cash to Bligh.
- Within 45 days of signing the JV Agreement, Angler or its nominees shall subscribe for a \$250,000 Private Placement in Bligh at a price to be determined.
- Angler shall sole fund to complete a Feasibility Study within 18 months of the JV Agreement, involving:
 - Mine resources and reserves;
 - Mine planning, scheduling, mine infrastructure;
 - Approvals and plan submissions;
 - Environmental studies;
 - Social studies;,
 - Geotechnical testwork;
 - Metallurgical testwork; and
 - Hydrological studies.
- Angler, through its wholly-owned subsidiary CGPL shall sole fund the installation and commissioning of a conventional 50TPH to 100TPH (expected to be 300,000 to 500,000 tonnes per annum) CIP/Milling Gold Recovery Plant (Milling Facility) at an agreed site within the Bundarra Gold Project Area.
 - The Milling Facility is to be exclusively available to the Joint Venture on a Lease basis.
 - The capital costs, including financing cost, will be recovered over a period of 5 years from the Lease to the Joint Venture where a standard payment of \$5 per tonne processing toll shall apply, which may then be adjusted as required to meet a 5 year Lease period relating to the current Bundarra Resources. No premium will be incorporated into the Milling Facility capital cost.
 - The Milling Facility operating cost during production shall be funded by the Joint Venture.

- The construction of the Milling Facility must begin within 24 months of the JV Agreement.
- A Joint Venture Committee to be formed with 2 representatives nominated by each party.
- Bundarra Project consist ML37/513, M37/514, M37/350, M37/488, M37/638, P37/8382, P37/8383, P37/8384, P37/8385, P37/8386, P37/8306, L37/201, L37/210.

About Angler Mining Pty Ltd

Angler Mining Pty Ltd (Angler) is a private Australia incorporated Company and is headquartered in Perth, Western Australia. Angler's corporate vision is to build a robust mining house by acquiring, exploring, developing and producing a mix of promising minerals projects for the benefit of the Company's investors and shareholders.

The Angler production business model focuses on previously operating polymetallic projects that have existing processing plants, mining licences and infrastructure in place. The Angler exploration business model focuses on acquiring high grade polymetallic projects, which demonstrate enormous potential value and individually have the genuine prospect of becoming a company maker.

Angler's current portfolio of assets across the globe include:

- Alaska, USA - Platinum Production;
- Atbas, Kazakhstan - High grade Polymetallic Exploration Project; and
- Ashutor, Kyrgyz Republic - High grade Gold Exploration Project.

Angler's new Australian gold focused business model is to target small higher grade ore bodies that may not be in close enough proximity to a major mill for economic haulage (stranded deposits, stranded from processing options). Angler proposes to build, transport, and operate Containerised relocatable gold plants that will be positioned adjacent to the resource. Then Angler will mine the deposit on a campaign basis to provide feed to the mill. Additional mills will be fabricated as the business returns cash flow that may be reinvested to grow the business. The Gold Business will be held by the 100% owned subsidiary of Angler, called Contained Gold Pty Ltd.

Angler has a very experienced board and management team headed by Managing Director / CEO Mr. Dean O'Keefe, whose strength is in resource evaluation, project management, business development and management. Dean has acted as a competent person for JORC and NI43-101 report sign offs. Dean previously set up and developed Micromine China/Mongolia from inception and ran the Micromine Consulting Group, a global geological and mining consulting business. Other key management include Mr Rowan Johnston (Non-executive Director); Mr Kase Plug (COO), Paddy Reidy (Chief Geological Officer) with over 19 years' experience in mining/exploration; Denis Soloshenko (Chief Technical Officer), a Geostatistician. Angler also has a very experienced senior consultant team working alongside on its developments.

About Bligh Resources Limited

Listed in 2011, Bligh Resources Limited (Bligh) (ASX: BGH) transformed itself from a manganese and base metal greenfield explorer into an advanced gold explorer/developer.

Bligh, since 2012 has successfully gradually purchased 100% interest in SR Mining Pty Ltd (SR Mining), which owns 100% of the advanced Bundarra Gold Project near the gold township of Leonora, Western

Australia. The Bundarra Gold Project currently has reported Mineral Resources (JORC 2004) of 426,000 ounces (Inferred 182,000oz, Indicated 218,000oz, Measured 26,000oz) across three proven deposits and a new exploration zone (Celtic, Wonder North, Wonder West and Bluebush); all deposits are open in at least one direction.

To date, more than 3,000 holes were drilled with accumulated drill depth of more than 150,000 metres for the Bundarra Gold Project. In 2013, Bligh engaged CSA Global to carry out a Scoping Study for a toll milling solution and returned very attractive cashflow forecasts. Bligh shall attempt to upgrade resources through further expansive drilling programs.

Bligh also carries an acquisition strategy, that is, to secure projects that are near to established infrastructure so possible future development and resource recovery are not hampered by uneconomic infrastructure investment. Bligh continues to assess the acquisition of such brown-field gold projects.

-ENDS-

For further information, visit www.blighresources.com.au or contact:

Bill Richie Yang, Alternate Director
Phone: 02 9964 0939

Competent Person-Steve Rose, Celtic, Celtic South, Wonder North and Wonder West and Blue Bush Mineral Resource Estimate Table 1.

The information in this announcement that relates to Mineral Resources is based on information compiled by Mr Steve Rose who is a Fellow of the Australasian Institute of Mining and Metallurgy. Steve Rose is a full time employee of CSA Global Limited, resource industry consultants. Steve Rose has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Steve Rose consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.