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ASX ANNOUNCEMENT

By Electronic Lodgement

Independent Industry Benchmark Survey, Indicates MRV's South Burnett Coal Project sits within the lowest Quartile of Strip Ratio's across QLD and NSW Open Cut Coal Industry

MRV Tarong Basin Coal Pty Ltd, is pleased to advise the market that as an outcome of the high level trade off study, which is a consideration within the Pre-Feasibility Study (PFS) process, it has been identified, that the potential for an operation at a strip ratio of 4:1 (BCM Waste:1 Tonne Coal) or lower is possible. This outcome is extremely encouraging as the Company continues to finalise its updated JORC Resources report and seeks to finalise its PFS outcomes.

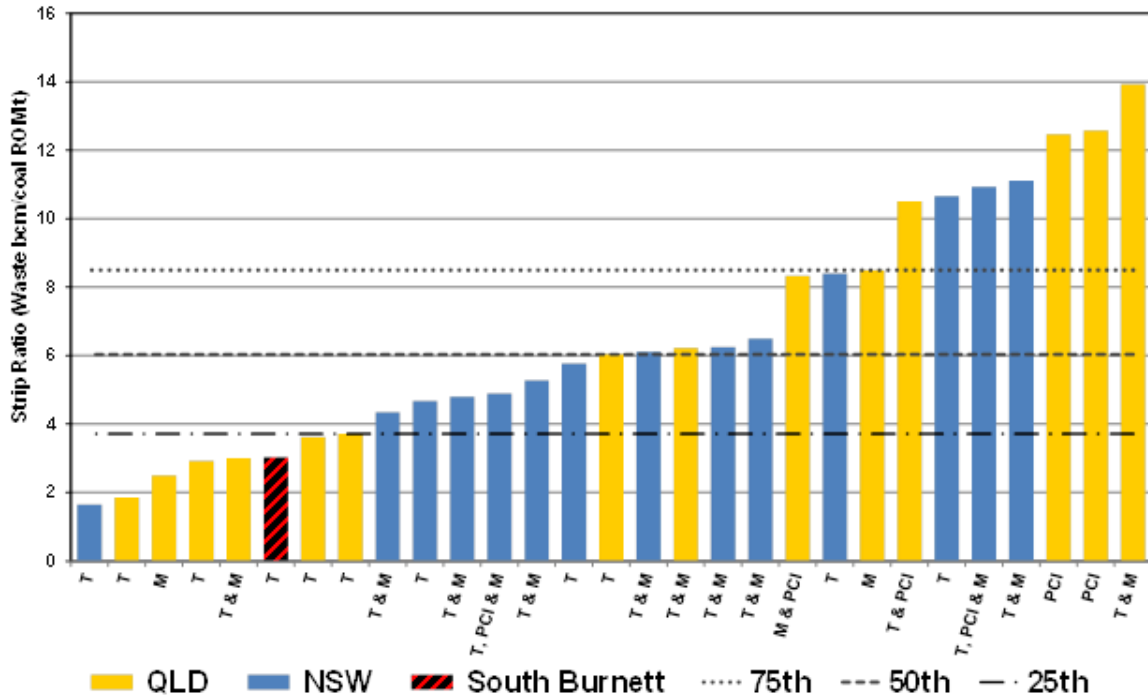
Based upon this early indication of strip ratio, which is just one of many parameters, the Company sort to undertake an independent industry analysis of Coal Mining operations across Queensland and New South Wales. A total of 28 current operations, to which publicly available information was readily available, were considered across the two States in regard to strip ratio, which is a lead indicator amongst other things, as to in pit operating costs and imposts, upon mining operations.

Upon that basis of the 28 operations, it is apparent that the potential 4:1 strip ratio or lower, would be one of the industry's lowest outcomes across Queensland and New South Wales taking into account current operating mines. As outlined strip ratio in a lead indicator as to overall operating costs and given this positive indicator, the Company is extremely encouraged, and looking forward to the pending Pre-Feasibility Study release in the coming weeks to the market as to the JORC Resources updated.

This further supports MRV Tarong Basin Coal's well stated position, that it is moving toward an extremely solid basis to prove, it will potentially have a commercially superior coal product for supply to the Domestic Power Generation Industry.

Managing Director Jason Elks States "In our opinion, the ability to provide **Queensland Coal**, to a **Queensland Power Generator/s**, to significantly **benefit** the owners of that Generator, the **Queensland ratepayers** is what we are seeking to establish, and as we continue along this process we hope this will become irrefutable. Which in turn will lead to the relevant levels of Government seeking to engage with us, upon what will potentially be a highly beneficial project to the region, the State and the overall economy."

By way of comparison, please see the below table provided by AMC Consultants, whom are industry leaders within the mining sector for mining consultancy services across Australia and Internationally. AMC Consultants have also been retained to lead our current PFS outcome, and we are only 4-8 weeks away from finalising this process.



Mr Elks further states “This bench marking survey must be read in context also, the high level trade off study to which this was benchmarked against is attempting to establish a life of mine, that is for the entire 20 years at 6 million tonnes, at a 4:1 strip ratio or lower. In context these comparative mines are quoted at current strip ratio’s with the real prospect that over the life of mine, many are possibly well above the 4:1 that MRV Tarong Basin Coal Ltd Pty is targeting, including those that currently sit lower on the benchmark survey. However we also need to keep in mind, that the PFS will be far more detailed and accurate as to the actual possible mining strip ratios, and this will be a key document to consider.”

As the market is aware, we await the outcome of our JORC across both of these assets in the coming weeks and by Christmas a PFS, with an update anticipated to the market no later than early January 2016. At this stage, we believe we will be in a position to highlight a potentially commercially superior prospect and no longer can it be ignored as a genuine option, to provide feedstock to the Queensland Power Industry.

Regards

Jason Elks
 Chief Executive Officer
 Moreton Resources Limited

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