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ASX Release

OZ Minerals and Mithril Resources to explore SA's last frontier



Highlights:

- OZ Minerals teams up with Mithril Resources to explore seven exploration licences in South Australia's far western Coompana Province
- Leveraging Mithril's proven nickel/copper magmatic sulphide exploration experience
- OZ Minerals has secured one of the last remaining underexplored areas of Proterozoic age rocks in Australia
- Supporting South Australian Government's PACE program

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OZ Minerals has entered a Heads of Agreement with Mithril Resources to explore seven new exploration licence areas in South Australia's last underexplored frontier in the south west (see figure 1).

"The area that OZ Minerals will be exploring with Mithril is real frontier country," said Andrew Cole, CEO and Managing Director of OZ Minerals. "It is exciting greenfields exploration in rocks that are comparable to those just across the border that are known to host major mineral deposits."

"We are looking forward to partnering with Mithril whose experienced team have a proven track record in the discovery and development of nickel / copper mineral deposits in Australia," said Mr Cole.

"This new wave of exploration aligns with the State Government's Plan for Accelerating Exploration (PACE 2020) which is aimed at unlocking South Australia's plentiful natural resources," Cole said.

The South Australian Government PACE initiative has collected and released a comprehensive geoscientific data set over the Coompana Province which includes high resolution aeromagnetic, seismic survey data and magnetotelluric data. In addition, an extensive ground gravity survey is planned for Q4, 2016.

"We are really looking forward to getting on the ground and working with OZ Minerals," said David Hutton, Managing Director of Mithril Resources. "This partnership will leverage the combined strength and knowledge of OZ Minerals and Mithril."

Mithril will undertake a target generation exercise in the Coompana Block of the far west of South Australia in the first instance, with a view to identifying potential drill targets on the relevant tenements. OZ Minerals will invest \$250,000 as part of the stage one targeting.

If Mithril identifies potential drill targets, and the outcome of the exercise is acceptable to both parties, then negotiations would advance to a formal joint venture to undertake exploration on the relevant tenements. Initial drill testing could be conducted by Mithril in the early half of 2017.

Mithril Resources

Mithril Resources is an Australian resources company whose objective is the creation of shareholder wealth through the discovery and development of mineral deposits. The Company is actively exploring throughout two highly prospective areas of the Western Australian Goldfields, namely the Kalgoorlie District for gold, lithium and nickel deposits and the Meekatharra District for copper-nickel deposits.

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Figure 1.

