



# Union Resources Limited

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Company Announcements Office  
Australian Securities Exchange

## **Mining Licence Application lodged for Sandpiper/Meob Phosphate Project, Namibia**

Union Resources Limited (ASX – “UCL” or “the Company”) holds a 42.5% interest in the Namibian registered joint venture company Namibian Marine Phosphates (Pty) Limited (“NMP”) with ASX-listed Minemakers Limited (ASX – “MAK”) holding 42.5% and the Namibian partner Tungeni Investments cc (“Tungeni”) holding the 15% balance.

NMP has lodged the Mining Licence Application (“MLA”) which covers the Exploration Licences (“EL’s”) 3414, 3415 and 3323. The MLA was lodged with the Namibian Department of Mines and Energy and is registered as MLA 170. The resources included within the MLA area and application include:

Indicated Category:	73.9 million dry tonnes at 20.57% P <sub>2</sub> O <sub>5</sub>
<b>Inferred Category:</b>	<b>1.507 billion dry tonnes at 18.7% P<sub>2</sub>O<sub>5</sub></b>
<b>Total</b>	<b>1.581 billion dry tonnes at 18.8% P<sub>2</sub>O<sub>5</sub></b>

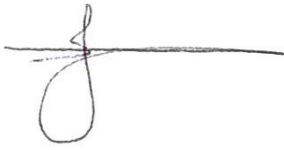
The lodgement of the MLA is in accordance with the terms of the Shareholders Agreement dated 30 July 2010 and supports the recently announced Scoping Study results. The financial highlights from the Scoping Study Base Case Study over the first 25 years of project operation are summarised as follows:

	<b>Scoping Study Base Case</b>
Scoping Study Base Case Financial Model	<b>25 years</b>
Scoping Study parameters	<b>±30%</b>
Saleable Rock Phosphate per annum	<b>3.0mtpa</b>
Cash Operating Costs, FOB Walvis Bay	<b>\$57.76/t</b>
Capital Costs (Years 1-3)	<b>\$144M</b>
Capital Costs per tonne	<b>\$7.65.t</b>
NPV @ 10% discount rate	<b>\$312M</b>
NPV @ 15% discount rate	<b>\$133M</b>
IRR	<b>25.5%</b>

*\* All dollar figures are expressed as United States dollars (“US\$”), unless expressed otherwise.*

The NMP team are now working diligently on finalising the programme, budget and consultant team to complete the Feasibility Study for the Project.

Yours faithfully  
**UNION RESOURCES LIMITED**



Chris Jordinson  
Managing Director

### Competent Person Statement

*The information in this report that relates to Mineral Resources is based on information compiled and reviewed by Roger J. Daniel, B.Sc. (Hons) Geology, London, Pr.Sci.Nat., who is a full-time employee of the Company and who is a Member of The Australian Institute of Mining and Metallurgy. Mr Daniel has sufficient experience deemed 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 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Daniel consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

