



# AN EMERGING PRODUCER

## THE CENTRAL MURCHISON GOLD PROJECT

Paul Benson  
CEO / Executive Director



**Disclaimer:**

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*Production targets are currently conceptual in nature and relate to future production goals based on the current reserves and resources. Detailed feasibility studies are currently underway to advance the economic evaluations of the various deposits. While the Reserves and resources are adequate to support these production targets, a significant number of Resources are not Reserves and therefore it is uncertain whether they can be mined in an economically viable manner in order to achieve those targets. There remains at present insufficient certainty with respect to whether economically mineable mineralisation exists to reliably estimate future production rates. These production targets are also subject to the completion of all necessary feasibility studies, environmental approvals, financing arrangements, execution of relevant agreements and timely project construction.*

**Competent persons statement**

*The information in this presentation that relates to exploration, mineral resources or ore reserves is based on information compiled by Mr. Paul Benson (B.Sc.) who is the CEO and Executive Director of Aragon Resources Ltd and a member of the AusIMM. Mr. Benson has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he is undertaking to qualify as a competent person as described by the 2004 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr. Benson consents to the inclusion in this presentation of the matters based on his information in the form and context in which it appears.*

# CENTRAL MURCHISON GOLD PROJECT (100%)



Key attributes...

## 3 Major Proven Goldfields

- *Over 5M oz of historic gold production*

## Multi Mine Development Strategy

- *Targeting plus 100k oz pa for 8 to 10yrs*

## Current JORC Reserves 614k oz<sup>(3)</sup>

- *Initial foundation of 100,000 oz pa for 6 years with scope to extend*

## Current JORC Resources 2.0M oz<sup>(2)</sup>

- *14.5Mt @ 4.2g/t Gold*

## Exploration Upside

- *~33,000 hectares of highly prospective tenure in the Murchison District, W.A.*
- *Geology proven to host multi million ounce gold deposits*



# FLY THROUGH



## **A Centralised Multi Mine Development Strategy**

# RESERVES – BIG BELL BASE LOAD



## Historic Production 2.5Moz

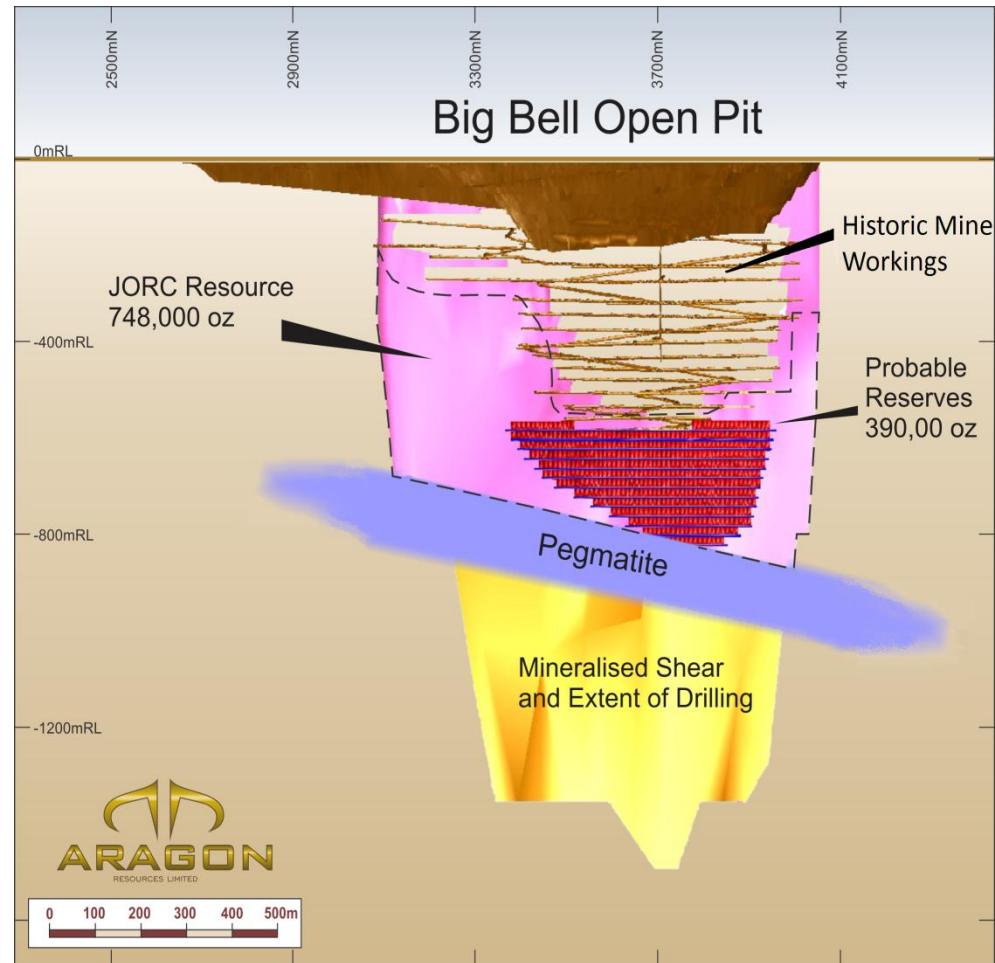
- Mine closed in 2003 (Gold price ~A\$600 per oz)

## Current UG JORC Resource 748Koz<sup>(2)</sup>

- Big Bell UG - 5.2Mt @ 4.5g/t Au
- Mineralisation identified to 1500 meters

## Current Probable Reserve 390Koz<sup>(3)</sup>

- Big Bell UG 2.9Mt @ 4.2g/t Au



# RESERVES – BIG BELL BASE LOAD



## Positive Outcomes from Initial Mine Study

- Completed by Big Bell-experienced mining consultants.
- Base load production ~500,000 tpa

## Mine Pre production Capital Cost Est. A\$20.1M

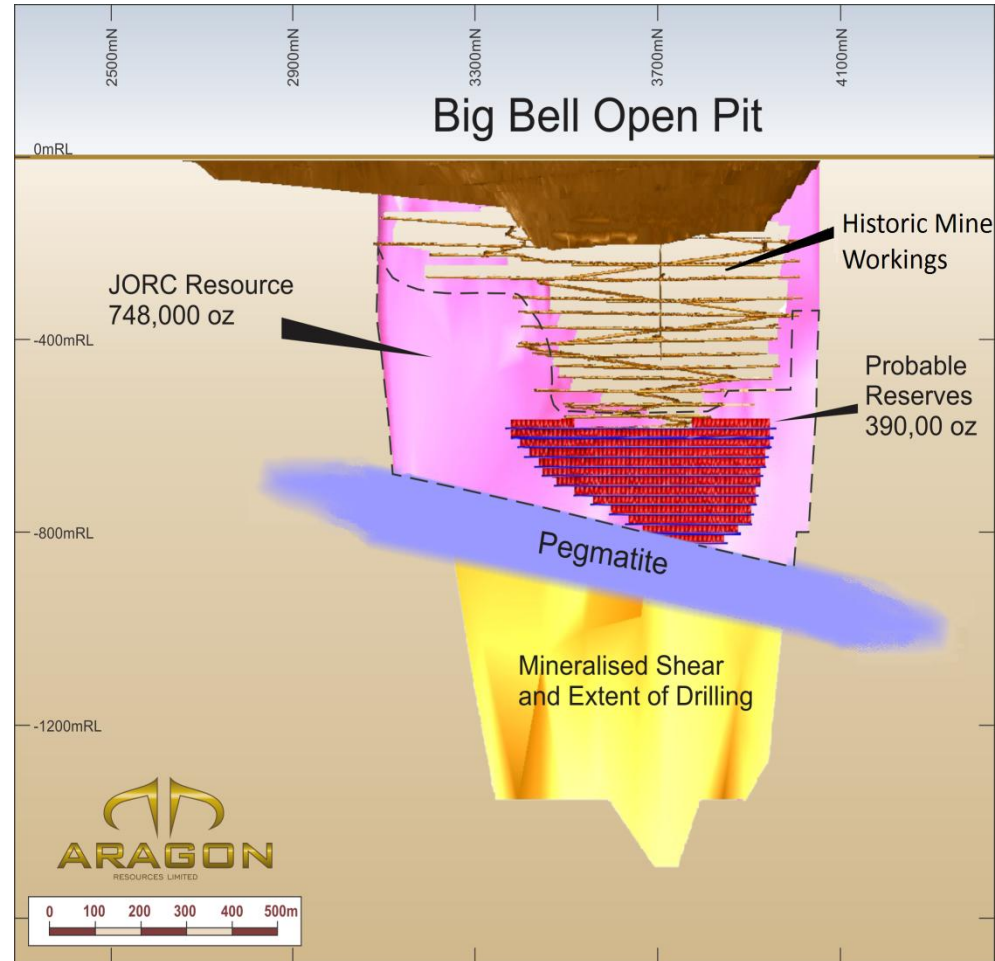
- Mine refurbishment A\$9.7M
- Fixed Plant and Equipment A\$10.4M

## Mine Operating Cost Estimate A\$465 per oz

- Sustaining capital development additional costs of A\$96 per oz

## Next Phase Feasibility Underway

- Drilling to expand reserve underway



# RESERVES – GOLDEN FINGALL HIGH GRADE



## Historic Combined UG Production 1.5Moz

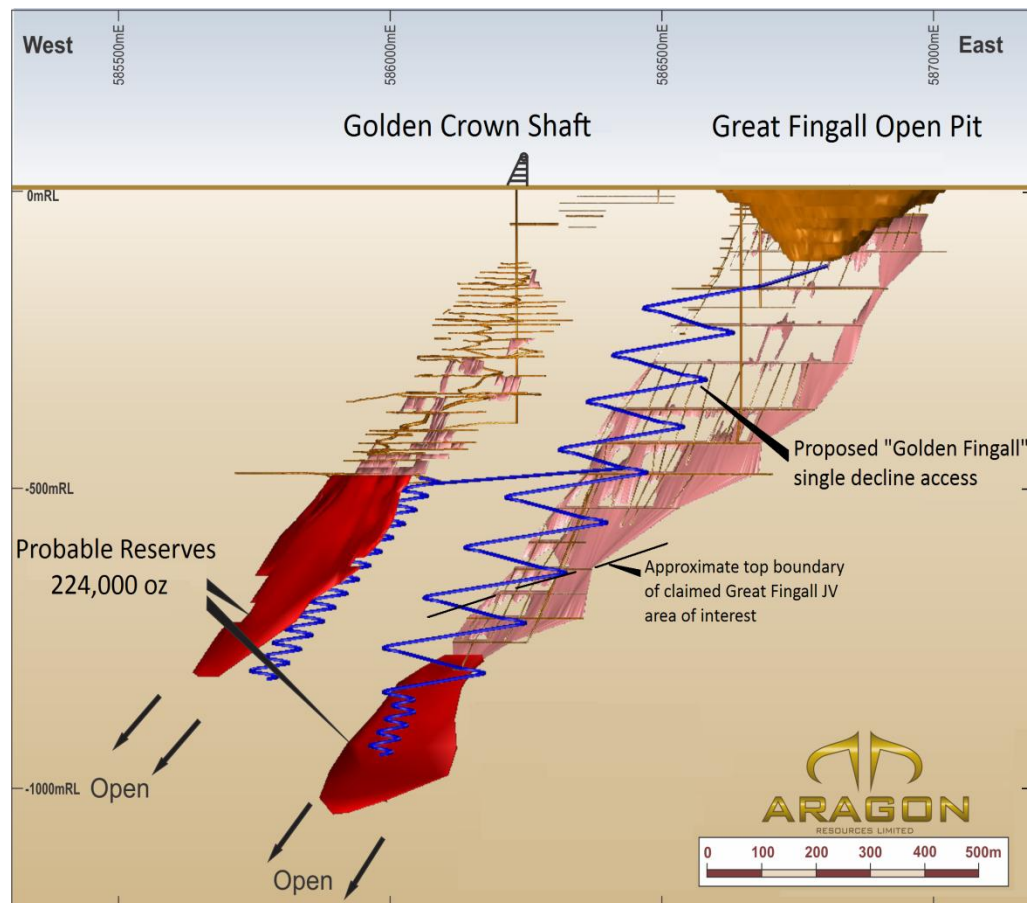
- *Great Fingall - 1.9Mt @ 19.5g/t Au (1.2Moz)*
- *Golden Crown – 0.65Mt @ 13.8g/t Au (288Koz)*

## Current Combined UG JORC Resource 581Koz<sup>(2)</sup>

- *Great Fingall – 1.3Mt @ 9.4g/t Au (396Koz)<sup>1</sup>*
- *Golden Crown – 0.64Mt @ 9.0g/t Au (185Koz)*

## Current Combined Probable Reserve 224Koz<sup>(3)</sup>

- *Golden Fingall – 0.88Mt @ 8.0g/t<sup>1</sup> Au*



Note<sup>1</sup>: Great Fingall JV Claim - There is a 49% joint venture interest claim over the Great Fingall deeps from 500 metres below surface. The current total resource included in this area is approximately 927,000 tonnes @ 9.1g/t Au for 271,000 ounces. The current total probable reserve included in this area is approximately 502,000 tonnes @ 6.6g/t Au for 107,000 ounces.

# RESERVES – GOLDEN FINGALL HIGH GRADE

## Positive Outcomes From Initial Mine Study

- *Considers un-mined areas of the combined resource*
- *High grade production of approx 200,000 tpa*

## Mine Pre production Capital Cost Est. A\$32.7 million.

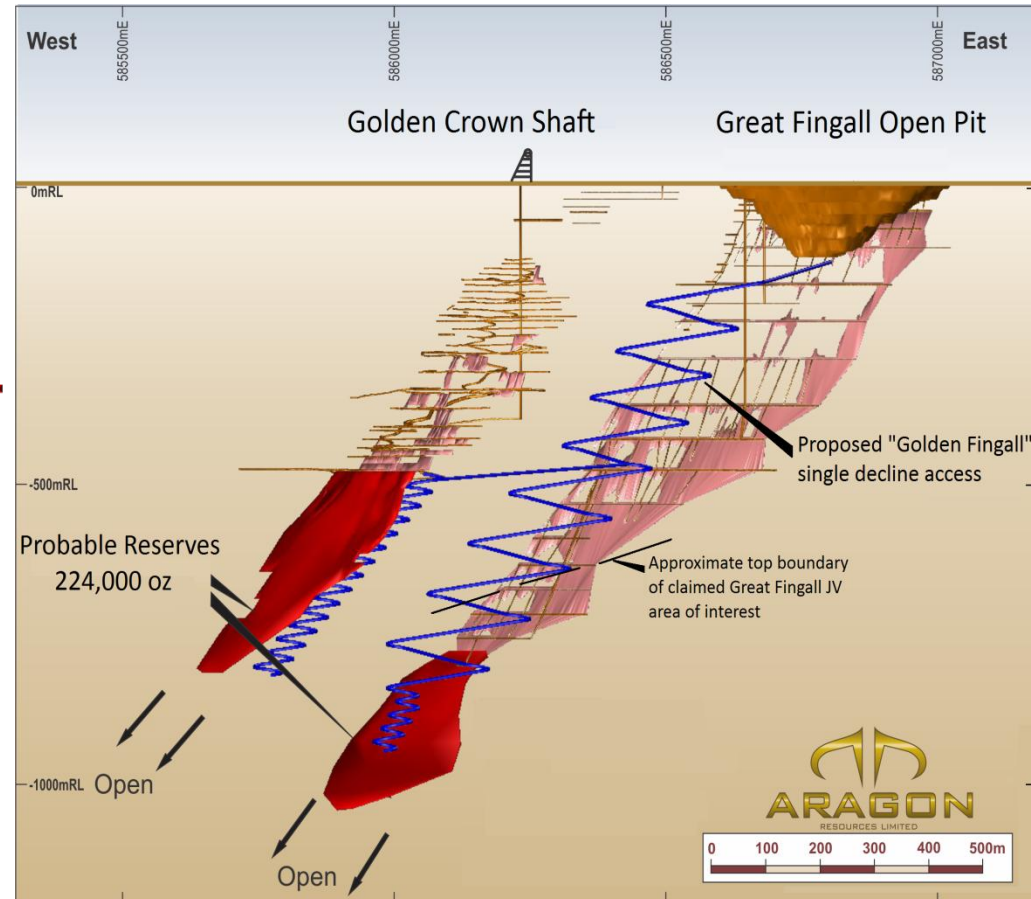
- *Mine Capital Development A\$20.2M*
- *Fixed Plant and Equipment A\$12.5M*

## Mine Operating Cost Estimate A\$241 per oz

- *Sustaining capital development costs of A\$174 per oz*

## Next Phase Feasibility Underway

- *Resources remain open at depth*



Note1: Great Fingall JV Claim - There is a 49% joint venture interest claim over the Great Fingall deeps from 500 metres below surface. The current total resource included in this area is approximately 927,000 tonnes @ 9.1g/t Au for 271,000 ounces. The current total probable reserve included in this area is approximately 502,000 tonnes @ 6.6g/t Au for 107,000 ounces.



# BIG BELL / GOLDEN FINGALL – A SOLID FOUNDATION



## Initial Combined Production of 700,000 tpa for 100,000oz pa

- *Big Bell UG backbone feedstock  
~500,000 tpa*
- *Golden Fingall UG high-grade ore  
~200,000 tpa*
- *Pre-production period of 1.5 to 2 years*
- *Average Mine Operating Cost approx  
A\$400/oz delivered to surface stockpile  
at the mines*

## Initial 6 year Mine Life

- *Excellent scope to extend at both  
centers*
- *Resources remain open at depth*

## Probable Mining Reserve Estimate

Deposit	Probable Mining Reserve Estimate		
	Tonnes	Grade (g/t Au)	Ounces
Big Bell Underground	2,895,000	4.2	390,000
Golden Fingall Underground <sup>1</sup>	878,000	8.0	224,000
<b>Total</b>	<b>3,773,000</b>	<b>5.1</b>	<b>614,000</b>

Big Bell - Mining recoveries of 85% with 20% dilution has been applied

Golden Fingall - Mining recoveries of 80% with 10% dilution has been applied

*Note<sup>1</sup>: Great Fingall JV Claim - There is a 49% joint venture interest claim over the Great Fingall deeps from 500 metres below surface. The current total resource included in this area is approximately 927,000 tonnes @ 9.1g/t Au for 271,000 ounces. The total probable reserve included in this area is approximately 502,000 tonnes @ 6.6g/t Au for 107,000 ounces.*

# RESOURCES – EARLY PRODUCTION POTENTIAL

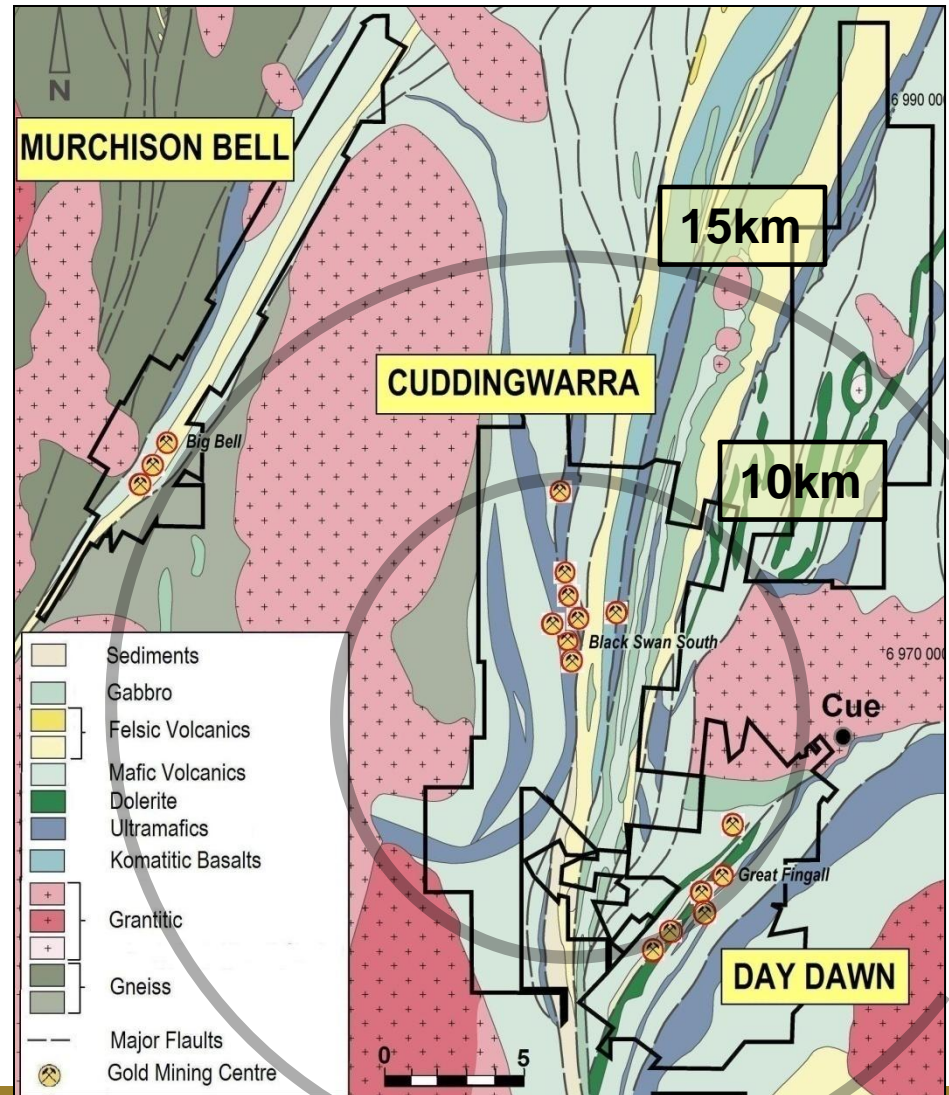
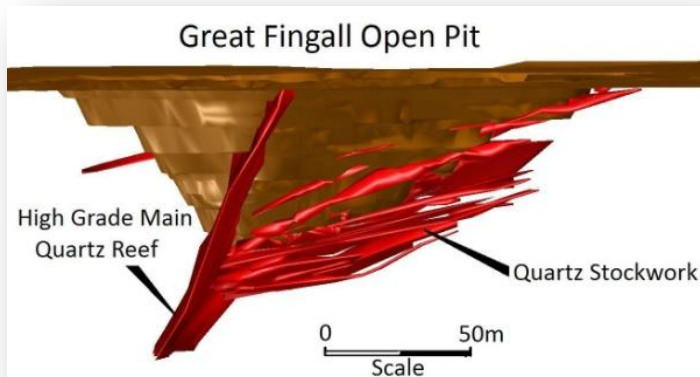
## Remnant Open Pit Resources

**7.3Mt @ 2.7g/t Au (624,000oz) <sup>(2)</sup>**

- *Cuddingwarra Goldfield*      349,000oz
- *Day Dawn Goldfield*      145,000oz
- *Murchison Bell Goldfield*    130,000oz
- *Stockpiles*      4,000oz

## Open Pit Mine Studies In Progress

- *Initial result Great Fingall Open Pit contained indicated resource of 786,000t @ 1.86g/t Au (47,100oz)*



# EXPLORATION – NEW GOLD DISCOVERIES

## Cuddingwarra Goldfield

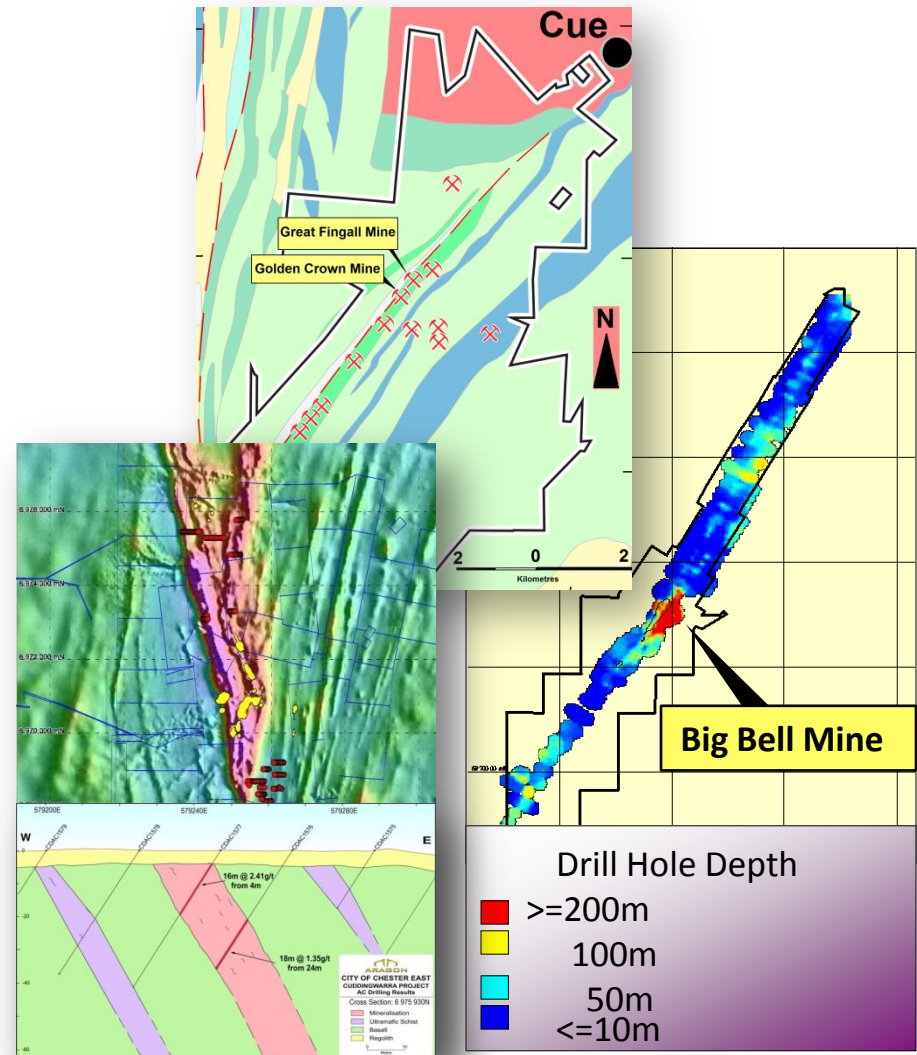
- Extensive 20km Cuddingwarra Shear Zone
- Potential large tonnage near surface new gold discoveries
- City Of Chester; 16m @ 2.4g/t Au (from 4m)  
18m @ 1.35g/t Au (from 24m)

## Day Dawn Goldfield

- 12km Fertile Great Fingall Dolerite (GFD) Host
- Historic production 4.9Mt @ 10.5g/t Au 1.6M oz
- Exploration targeting high grade reef repetitions

## Murchison Bell Goldfield

- Only three mines defined in 25km of the Big Bell shear zone
- Historic production 2.6M oz
- Exploration potential – large scale deposits



# Strategic Plan

## To re-start mining operations and define new gold deposits

### Centralised Gold Mining Operation

- Targeting Gold production of 100,000 oz pa for 8 to 10 years sourced from multiple mines

### Base Load Feedstock

- Big Bell Underground Mine ~ 500,000 tpa

### High Grade Production

- Golden Fingall Underground Mine ~200,000 tpa @ 8g/t Au

### Early Open Pit Production

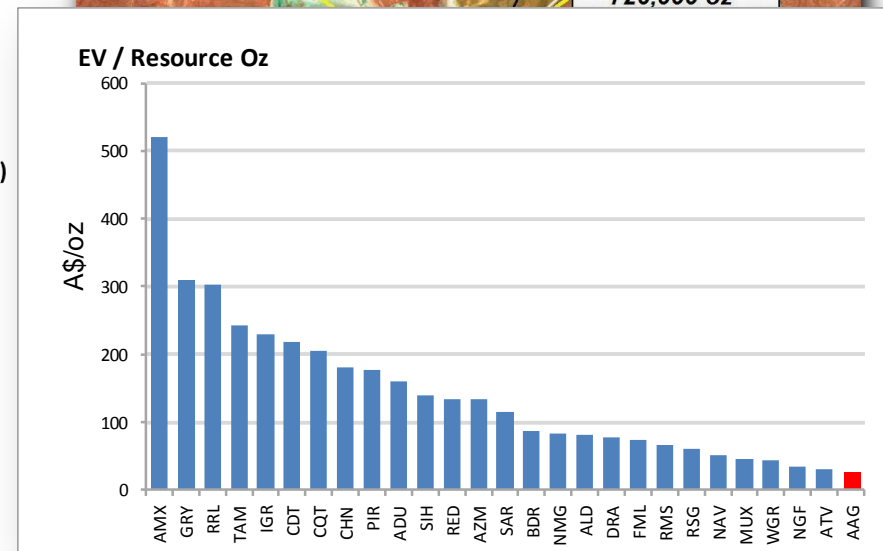
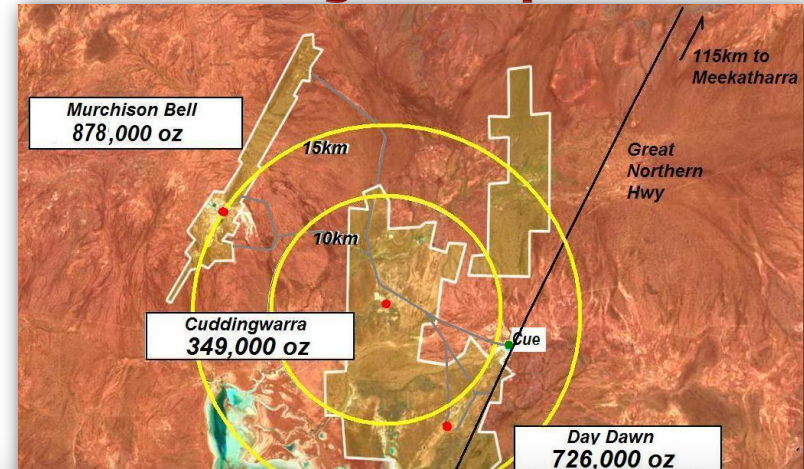
- Remnant resources 7.4Mt @ 2.7g/t Au (628koz)<sup>(2)</sup>

### Sustainability and Growth

- Exploration for new gold discoveries

### Compelling Value EV/oz

- Undervalued



# WESTGOLD RESOURCES LTD OFFER

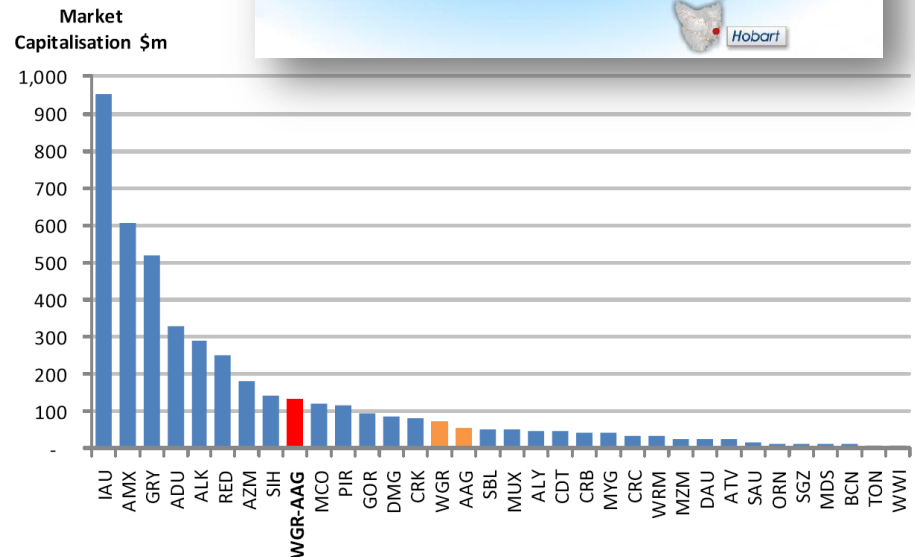
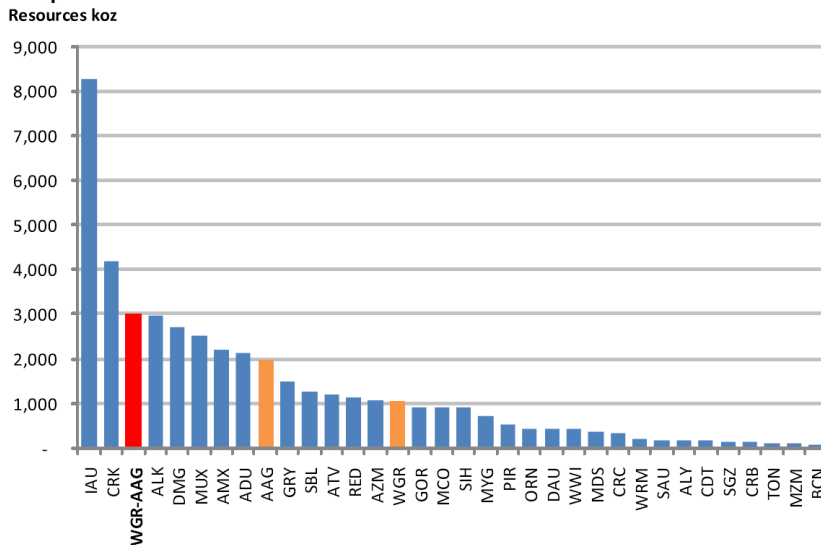


**Westgold (WGR) has made a one-for-one share offer for Aragon Resources (AAG)**

## **Aragon Board Recommends ACCEPT**

### **Creation of a mid-tier gold company**

- *Market Cap ~A\$130M. Cash reserves of \$21M*
- *Resources 3Moz Au eq including 0.6Moz Au reserves*
- *Increased market relevance*
- *Diversity - Two major development projects*
  - *Multi commodity portfolio Au, Cu, Pb, Zn, Ag, Ni, P2O5 and Potash*
- *Large exploration upside potential at each project*





Emerging Producer poised for re-rating - A Golden Opportunity

THANK YOU



# CORPORATE PROFILE

**ASX: AAG**

## Capital Structure

- *Shares on issue* 233 m
- *Available Cash (31Dec 2010)* A\$11.1m
- *Current share price (18 Mar 2011)* A\$0.255
- *Market capitalisation* A\$59.4m

## Experienced Board:

- *Peter Cook – Non-Executive Chairman*
- *Paul Benson – CEO/Executive Director*
- *Brian Thomas – Non-Executive Director*
- *Ben Pollard – Non-Executive Director*
- *Fiona Van Mannen – Company Secretary*

## Top 20 shareholders 64.2%

- *Westgold Resources* 20.13%
- *Metals X* 8.7%

## 12 mth share price since acquisition of CMGP



Source: Commsec

## APPENDIX 2.

# CENTRAL MURCHISON GOLD PROJECT MINERAL RESOURCES

Mining Centre/ Deposit	Measured			Indicated			Inferred			Total Resource		
	Tonnes ('000s)	Au g/t	Au Oz	Tonnes ('000s)	Au g/t	Au Oz	Tonnes ('000s)	Au g/t	Au Oz	Tonnes ('000s)	Au g/t	Au Oz
<b>Murchison Bell</b>												
1600N/Shocker				415	2.5	33,000	359	3.2	37,000	774	2.8	70,000
<b>Big Bell*</b>				<b>5,153</b>	<b>4.5</b>	<b>747,000</b>	<b>7</b>	<b>4.9</b>	<b>1,200</b>	<b>5,161</b>	<b>4.5</b>	<b>748,000</b>
Fender				71	4.1	9,000				71	4.1	9,000
North Fender				385	1.7	21,000	578	1.6	30,000	963	1.7	51,000
Sub-total				6,024	4.2	810,000	944	2.2	68,200	6,969	3.9	878,000
<b>Cuddingwarra</b>												
Black Swan				222	3.5	25,000	1	1.3		223	3.5	25,000
Black Swan South				315	3.5	35,000	1,816	3.8	224,000	2,131	3.8	259,000
Chieftain				50	3.1	5,000	75	3.4	8,000	125	3.3	13,000
City of Chester				28	2.3	2,000	82	2.4	6,000	110	2.4	8,000
City of Sydney	4	1.6		62	2.1	4,000				65	2.0	4,000
Golden Gate				65	3.0	6,000	1	2.6		66	3.0	6,000
Rheingold							89	3.8	11,000	89	3.8	11,000
Rheingold South	23	3.3	3,000	82	3.6	10,000	96	3.4	11,000	202	3.5	23,000
Sub-total	27	3.0	3,000	824	3.3	87,000	2,160	3.7	260,000	3,011	3.6	349,000
<b>Day Dawn</b>												
3210				50	3.3	5,000				50	3.3	5,000
<b>Golden Crown*</b>				<b>551</b>	<b>9.6</b>	<b>169,000</b>	<b>91</b>	<b>5.4</b>	<b>16,000</b>	<b>642</b>	<b>9.0</b>	<b>185,000</b>
Great Fingall				349	1.9	21,000	1,500	1.4	67,000	1,849	1.5	88,000
<b>Great Fingall*1</b>				<b>1,034</b>	<b>10.2</b>	<b>340,000</b>	<b>271</b>	<b>6.5</b>	<b>56,000</b>	<b>1,305</b>	<b>9.4</b>	<b>396,000</b>
Kinsella	1	2.9		54	3.1	5,000				55	3.1	6,000
Mt Fingall							30	3.1	3,000	30	3.1	3,000
Rubicon	19	2.9	2,000	50	2.3	4,000	12	1.3		80	2.3	6,000
South Fingall				36	2.8	3,000	28	3.1	3,000	65	3.0	6,000
Try Again	1	1.8		12	3.2	1,000	178	3.1	17,000	192	3.1	19,000
Yellow Taxi				80	2.4	6,000	15	2.9	1,000	94	2.5	7,000
Yellow Taxi South							37	4.3	5,000	37	4.3	5,000
Sub-total	21	2.8	2,000	2,216	7.8	554,000	2,162	2.5	168,000	4,399	5.1	726,000
<b>Sub Total In situ</b>	<b>47</b>	<b>3.3</b>	<b>5,000</b>	<b>9,064</b>	<b>5.0</b>	<b>1,451,000</b>	<b>5,266</b>	<b>2.9</b>	<b>496,200</b>	<b>14,379</b>	<b>4.2</b>	<b>1,953,000</b>
<b>Stockpiles</b>												
Great Fingall				108	1.0	3,000				108	1.0	3,000
Fingall Sands				34	1.2	1,000				34	1.2	1,000
Stockpiles				142	0.9	4,000				142	0.9	4,000
<b>TOTAL</b>	<b>47</b>	<b>3.3</b>	<b>5,000</b>	<b>9,206</b>	<b>4.9</b>	<b>1,455,000</b>	<b>5,266</b>	<b>2.9</b>	<b>496,200</b>	<b>14,521</b>	<b>4.2</b>	<b>1,957,000</b>

\* Denotes a resource that is amenable to underground mining methods.

The Mineral Resources are inclusive of those Mineral Resources modified to produce the estimated Mining Reserve.



## APPENDIX 3.



# CENTRAL MURCHISON GOLD PROJECT MINING RESERVE TABLE

Deposit	Probable Mining Reserve Estimate		
	Tonnes	Grade (g/t Au)	Ounces
Big Bell Underground	2,895,000	4.2	390,000
Golden Fingall Underground <sup>1</sup>	878,000	8.0	224,000
<b>Total</b>	<b>3,773,000</b>	<b>5.1</b>	<b>614,000</b>

### Modifying Factors

*The Mining Reserve Estimates (Probable JORC Classification) include mining dilution and ore extraction factors.*

*The mine evaluation studies conducted or commissioned by Aragon apply a gold price of AU\$1,250 and state royalty of 2.5%. Nominal ore process operating unit cost of \$25 per tonne have been used in the studies and metallurgical recoveries are based on actual historical data for the mines when in operation:*

*Big Bell – Mining dilution of 20% and mining recovery of 85% are estimated.*

*Metallurgical recoveries of 90% are applied.*

*Golden Fingall - Mining dilution of 10% applied and mining recovery of 80% are estimated.*

*Metallurgical recoveries of 95% have been applied.*

The parameters applied during the conversion of resources into reserve estimates (modifying factors) are estimates and assumptions made only for the purposes of the mining studies and preparation of the Mining Reserve estimates (Probable Classification under JORC) set out in Table 1. They should not be relied upon in any way as reliable forecasts or indications of future actual costs or recoveries. Further, the assumptions relating to metallurgical process recovery represent a conceptual recovery applied after analysis of historical performance during the operating phases of the mines. Actual metallurgical performance contains significant risk and multiple operating functions to ensure maximisation of recoverable gold.

<sup>1</sup> Great Fingall JV Claim: There is a 49% joint venture interest claim over the Great Fingall deeps from 500 metres below surface. The current total resource included in this area is approximately 927,000 tonnes @ 9.1g/t Au for 271,000 ounces. The current total Probable Ore Reserve included in this area is approximately 502,000 tonnes @ 6.6g/t Au for 107,000 ounces.

## APPENDIX 4.



### WESTGOLD RESOURCE TABLE

#### ***Rover 1 – Total Mineral Resource Estimate (2.5g/t AuEq cut-off)***

Classification	Tonnes	AuEq g/t	Au g/t	Ag g/t	Bi %	Co %	Cu %	AuEq Oz
Indicated	588,000	14.6	8.5	3.7	0.3	0.1	1.7	276,600
Inferred	4,742,000	5.0	1.3	2.0	0.1	0.1	1.0	761,000
<b>Total</b>	<b>5,330,000</b>	<b>6.1</b>	<b>2.1</b>	<b>2.2</b>	<b>0.1</b>	<b>0.1</b>	<b>1.0</b>	<b>1,037,600</b>

*Rounding errors may occur*

#### ***Rover 1 – Internal High-Grade Au & Cu Zones (2.5g/t Au or 1% Cu cut-offs)***

Classification	Tonnes	AuEq g/t	Au g/t	Ag g/t	Bi %	Co %	Cu %	AuEq Oz
<b>Indicated</b>	<b>588,000</b>	<b>14.6</b>	<b>8.5</b>	<b>3.7</b>	<b>0.3</b>	<b>0.1</b>	<b>1.7</b>	<b>276,600</b>
<b>Inferred</b>	<b>1,862,000</b>	<b>7.6</b>	<b>2.5</b>	<b>2.1</b>	<b>0.2</b>	<b>0.1</b>	<b>1.5</b>	<b>452,100</b>
<b>Total</b>	<b>2,450,000</b>	<b>9.3</b>	<b>4.0</b>	<b>2.5</b>	<b>0.2</b>	<b>0.1</b>	<b>1.5</b>	<b>728,700</b>

*Rounding errors may occur*

#### Gold Equivalence

*The Gold Equivalence calculation represents total metal value for each metal assuming 100% recovery, summed and expressed in equivalent gold grade or ounces. The prices used in the calculation being US\$1100/oz Au, US\$7000/t Cu, US\$21.0/lb Co, US\$7.5/lb Bi and US\$15.0/oz Ag and approximate metal prices as at 18 February 2010.*

Source: The information regarding the Westgold resources has been sourced from the Westgold website. For a detailed account of Westgold's projects and resources visit [www.westgold.com.au](http://www.westgold.com.au).

## APPENDIX 4. cont.

### WESTGOLD RESOURCE TABLE

**Explorer 108 Resource estimate statement**  
**Total inferred resource statement, at 2.5% Pb+Zn%**

Class	Tonnes T	Pb+Zn %	Pb %	Zn %	Au g/t	Ag g/t	Cu %	Pb Metal T	Zn Metal T	Au Oz	Ag Oz
Measured	-	-	-	-	-	-	-	-	-	-	-
Indicated	-	-	-	-	-	-	-	-	-	-	-
Inferred	8,733,000	5.6	2.0	3.7	0.3	20	0.1	170,900	319,900	70,900	5,587,300
<b>Total</b>	<b>8,733,000</b>	<b>5.6</b>	<b>2.0</b>	<b>3.7</b>	<b>0.3</b>	<b>20</b>	<b>0.1</b>	<b>170,900</b>	<b>319,900</b>	<b>70,900</b>	<b>5,587,300</b>

*Rounding errors may occur*

**Explorer 108 Resource estimate statement**  
**Total inferred resource statement, at 5.0% Pb+Zn%**

Class	Tonnes T	Pb+Zn %	Pb %	Zn %	Au g/t	Ag g/t	Cu %	Pb Metal T	Zn Metal T	Au Oz	Ag Oz
Measured	-	-	-	-	-	-	-	-	-	-	-
Indicated	-	-	-	-	-	-	-	-	-	-	-
Inferred	3,992,000	8.2	2.8	5.4	0.3	25	0.1	112,000	213,600	42,000	3,141,500
<b>Total</b>	<b>3,992,000</b>	<b>8.2</b>	<b>2.8</b>	<b>5.4</b>	<b>0.3</b>	<b>25</b>	<b>0.1</b>	<b>112,000</b>	<b>213,600</b>	<b>42,000</b>	<b>3,141,500</b>

*Rounding errors may occur*

Source: The information regarding the Westgold resources has been sourced from the Westgold website. For a detailed account of Westgold's projects and resources visit [www.westgold.com.au](http://www.westgold.com.au).