

5 August 2014

Company Announcement Office
Australian Stock Exchange Ltd
4th Floor, 20 Bridge Street, Sydney NSW

ASX code: MUX

Mungana on track to launch North Queensland zinc strategy

Mungana Goldmines Ltd (ASX: MUX – “the Company”) yesterday completed the acquisition of the Chillagoe assets previously held by Kagara Ltd (In Liquidation) (KZL) and Mungana Pty Ltd (In Liquidation) (MPL). As part of that transaction the Company assumed the rights to several mineral deposits that were estimated by KZL. In the Shareholder and Market Update released by MUX on 24 July 2014 several of the KZL estimated resources were quoted. A portion of the competent person’s statement was omitted. The final slide should read;

Note 1: The information pertaining to the King Vol mineral resource was extracted from the report entitled “March 2012 Quarterly Activities Report” dated 1 May 2012. The information pertaining to the Griffith Hill mineral resource was extracted from the report entitled “September 2011 Quarterly Activities Report” dated 11 October 2011. The information pertaining to the Penzance mineral resource was extracted from the report entitled “June 2012 Quarterly Activities Report” dated 31 July 2012. These three reports are available to view at www.asx.com.au. The information for all three projects was first disclosed by Kagara Ltd under the JORC code 2004. The estimates were conducted by Kagara and work is currently being undertaken by the Company to bring each of the mineral resources into line with the JORC code 2012.

Note 2: The information pertaining to the Red Dome and Mungana mineral resources was extracted from the report entitled “Annual Report to Shareholders” dated 29 October 2013. This report is available to view on the Company’s web site at www.munganagoldmines.com.au and at www.asx.com.au. It has not been updated since to comply with the JORC code 2012 on the basis that the information has not materially changed since it was last reported.

The information in the report to which this statement is attached that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Andrew Beaton, a consultant to Mungana Goldmines Ltd, who is a member of the Australian Institute of Mining and Metallurgy. Mr Beaton has sufficient experience 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 Beaton consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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For further information, please contact:

Investors

Joe Treacy, Chairman
Mungana Goldmines
Mobile: +61 428 600 121

Media

Nicholas Read
Read Corporate
Tel: +61-8 9388 1474
Mobile: +61 419 929 046