



## QUARTERLY ACTIVITY STATEMENT

### MARCH 2014 QUARTER HIGHLIGHTS

- **New board and executive management team**
- **Strategic Alliance established with Ausdrill**
- **\$4.15m raised and drilling re-commenced at Deflector**

### INTRODUCTION

Mutiny Gold Ltd (“Mutiny” or “the Company”) (ASX:MYG) has put in place a new board and executive management team which will form the foundation of a new confidence and determination for the Company to succeed, specifically with its high grade Deflector deposit in the South Murchison district of Western Australia.

Supported by the recently announced strategic alliance with Ausdrill Ltd, drilling has re-commenced at the Deflector Gold-Copper Project targeting resource extensions and greater confidence in what is already considered a well-defined, high-grade ore body.

Mutiny Gold’s Acting Chief Executive Officer, Rowan Johnston, said: “It is pleasing to be drilling at Deflector again. This is the first time in over 2 years that drilling has occurred outside of the current Deflector resource and the first time in 10 years that exploration drilling is occurring along the extensions of the Deflector mineralization corridor.”

### NEW BOARD AND EXECUTIVE MANAGEMENT TEAM

- **Mr Allan Brown - Non-Executive Chairman**
- **Mr Anthony (Tony) James - Non-Executive Director and Managing Director Elect**
- **Mr Rowan Johnston - Executive Director Operations (acting CEO)**
- **Mr Kelvin Flynn - Non-Executive Director**



As announced on April 1, 2014, Dr Frank Lawson, Mr Paul Wright and Mr Benedict Kusni have resigned from the Board. The former Managing Director Mr John Greeve stepped down from his executive role in February, and was removed by shareholders in a General Meeting held on the 26<sup>th</sup> March, as a Director of the Company.

Mr James will assume the Managing Director role in June once he is free of current obligations and Mr Johnston will continue as Acting CEO until this time and then take up the role of Executive Director of Operations.

The new Board collectively has a high level of expertise and the proven performance to take the Deflector project from feasibility into production.

Mr James brings to the company vast experience in developing and operating mines such as Avoca's Higginsville project and the Trident underground mine, while Mr Johnston has a similar record of success in the transition of Integra Mining from an explorer to a producer through the development of the Randall's gold project in Western Australia.

Mr. Brown has more than 45 years of experience in the mining sector, working on mine sites and as a consultant, with particular skills in metallurgy.

Mr Flynn is an experienced resource finance executive and investment manager with more than 20 years of expertise investing, financing and advising in the resources and other industries. He is currently a Non-Executive Director of ASX100 listed mining services, iron ore and manganese producer Mineral Resources Limited.

## **AUSDRILL STRATEGIC ALLIANCE**

During the Quarter, Mutiny entered into a strategic alliance with leading Perth-based contractor group, Ausdrill, a highly regarded contract and mining services group with revenue of over A\$1.1 billion in FY2013. The company operates in nine countries globally and is recognised as a leading provider of mining related services.

Under the alliance terms the parties have undertaken to work together in good faith on a collaborative and transparent basis. Ausdrill's assignment for any work is subject to the negotiation of commercial and competitive terms.



## **CAPITAL RAISING**

In February 2014, Mutiny received commitments for 92,592,593 shares at an issue price of \$0.027 per share, and raised \$2.5 million from investors before costs, including a strategic placement to Ausdrill Limited (ASX: ASL) (**Placement**).

In addition to the Placement described above, which was made under the Company's existing placement capacity, Mutiny also launched a 1:10 pro rata non-renounceable entitlement offer where eligible shareholders were invited to participate pro-rata to their existing holding to raise up to an additional \$1.65 million (before costs) via the issue of up to 61,202,511 new Mutiny shares at a price of \$0.027 per share, (**Entitlements Offer**).

The Company received valid acceptances for 32,633,614 new shares representing approximately 53% of the total number of new Mutiny shares offered to shareholders under the Entitlements Offer.

Argonaut Capital Limited or its nominees, as the underwriter, subscribed for 28,568,897 shortfall shares to complete the Entitlement Offer.

The underwriter funds were received, and shortfall shares issued on the 4<sup>th</sup> of April 2014.

## **LODGMET OF HALF-YEAR ACCOUNTS**

On the 12<sup>th</sup> of March the Company lodged its Financial Statements and Directors' Report for the period ended 31 December 2013.

## **NEW DEFLECTOR DRILLING**

An initial 4,500 metre program of reverse-circulation drilling has commenced (ASX 24/03/14). This drilling is testing shallow extensions of the Central and Contact lodes (Figure 1) outside the known Deflector resource.

The majority of drilling is supported by a magnetic survey (SAM) completed in 2013 (ASX: 21/05/13).



**Figure 1: Surface plan showing the collar locations of the planning RC drilling to the extensions of the Deflector resource.**

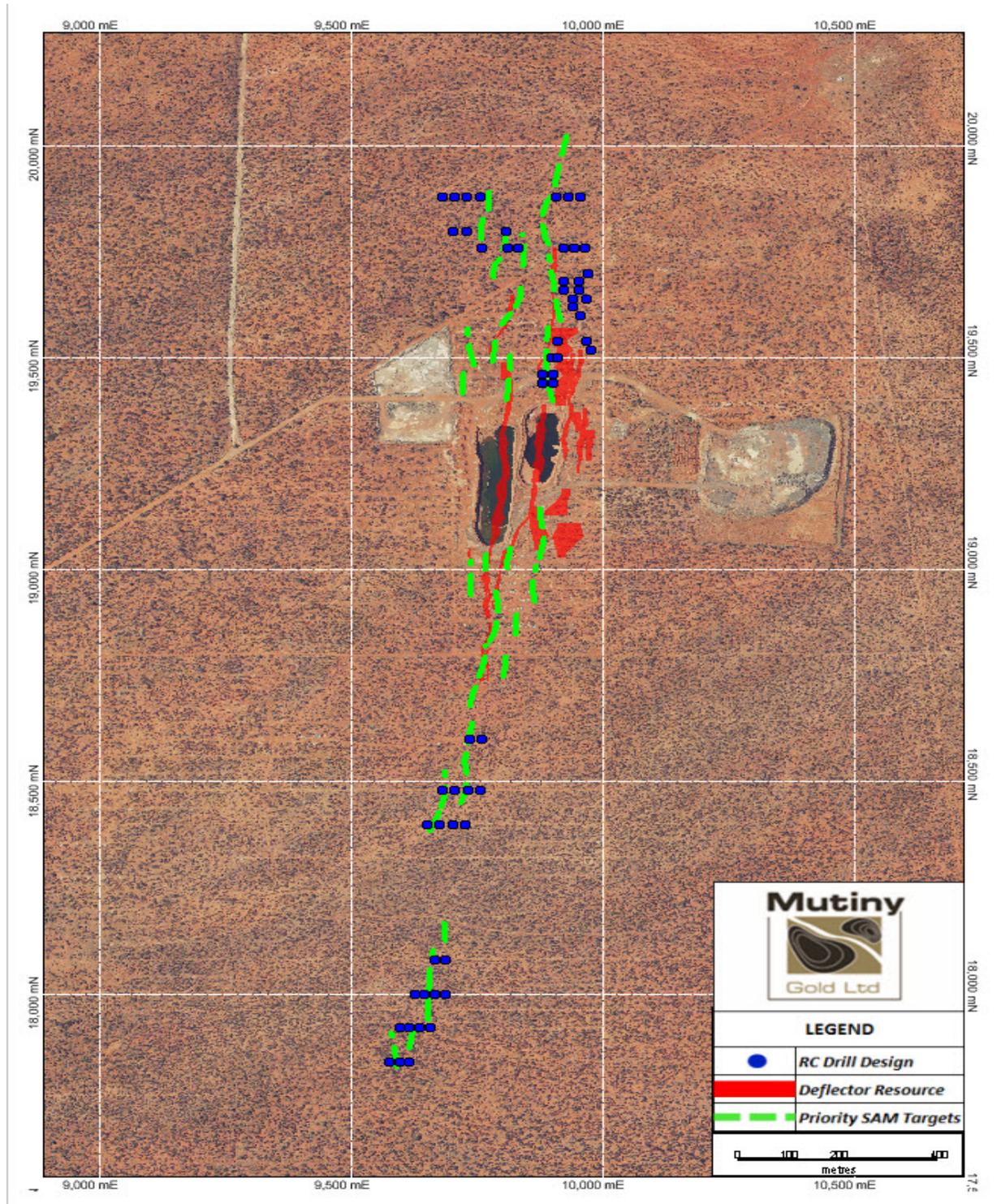
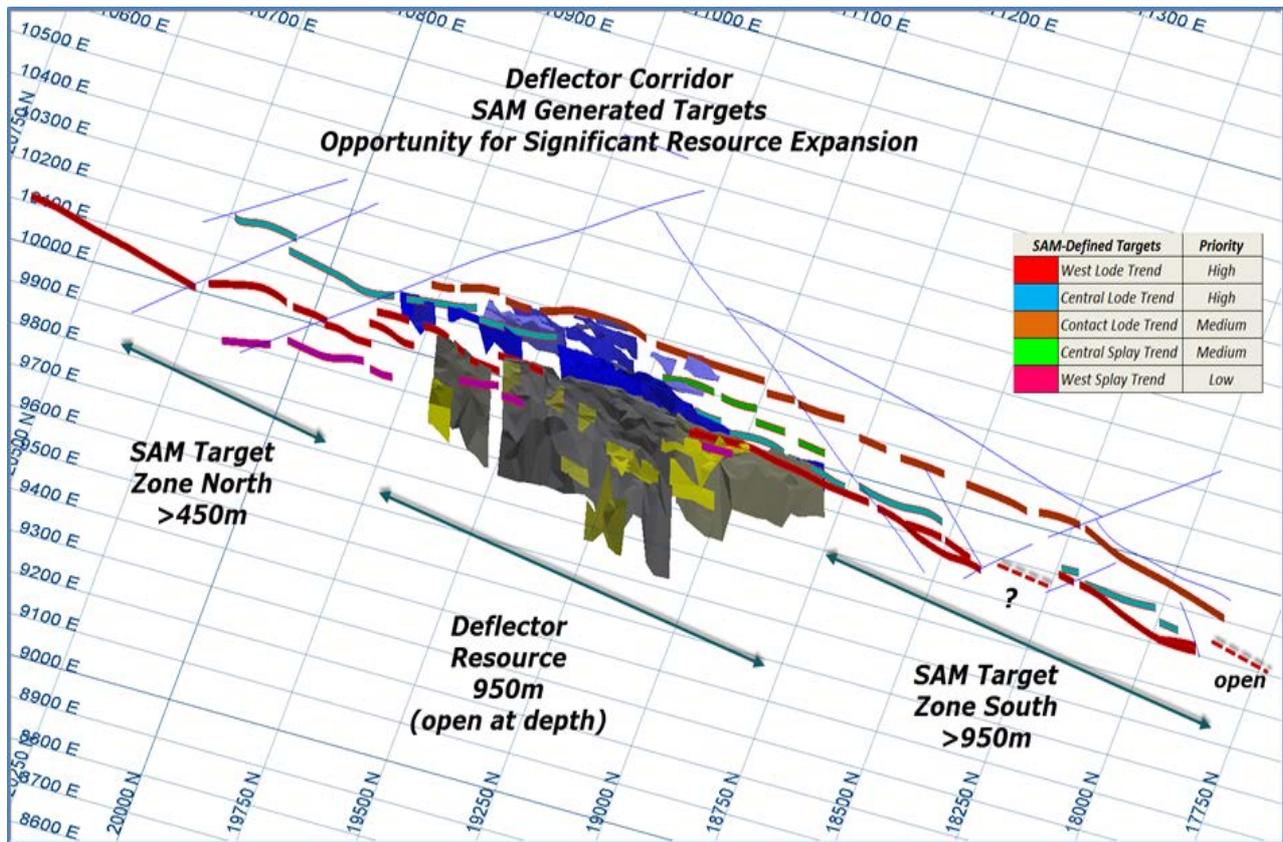




Figure 2 Deflector Corridor SAM Generated Targets





## TENEMENTS HELD AS AT THE END OF THE MARCH 2014 QUARTER

TENEMENT	LOCATION	MUTINY GROUP'S INTEREST
<b>White Well Tenements:</b>	<b>Tuckabianna region of WA</b>	
M20/054		70%
P20/2190		70%
<b>Widgie South Tenement:</b>	<b>Widgiemooltha region of WA</b>	
E15/1025		100%
<b>Gullewa Tenements:</b>	<b>South Murchison region of WA</b>	
E59/1134		100%
E59/1240		100%
E59/1241		100%
E59/1242		100%
E59/1274		100%
M59/049		100%
M59/068		100%
M59/132		100%
M59/133		100%
M59/224		100%
M59/294		100%
M59/335		100%
M59/336		100%
M59/356		100%
M59/391		100%
M59/392		100%
M59/442		100%
M59/507		100%
M59/522		100%
M59/530		100%
M59/531		100%
P59/1737		100%
L59/035		100%
L59/049		100%
L59/050		100%
L59/070		100%
L59/071		100%
L59/118		Pending
L59/064		100%

There were no tenement acquisitions or disposals during the December 2013 quarter.

There was no change in percentage of beneficial ownership under the farm-in agreement during the March 2014 quarter.



END

For further information, please contact:

Rowan Johnston  
Director, Acting CEO  
Mutiny Gold Ltd  
Tel: +61 (0) 8 9368 2722  
Em: [mgl@mutinygold.com.au](mailto:mgl@mutinygold.com.au)

Colin Hay  
PPR Australia Pty Ltd  
Tel: +61 (0) 8 9388 0944  
Em: [colin.hay@ppr.com.au](mailto:colin.hay@ppr.com.au)

### **Forward Looking Statements**

*All statements other than statements of historical fact included in this announcement including, without limitation, statements regarding future plans and objectives of Mutiny Gold Limited (Mutiny) are forward-looking statements. When used in this announcement, forward-looking statements can be identified by words such as 'may', 'could', 'believes', 'estimates', 'targets', 'expects' or 'intends' and other similar words that involve risks and uncertainties. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of this announcement, are expected to take place. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the company, its directors and management of Mutiny that could cause Mutiny's actual results to differ materially from the results expressed or anticipated in these statements. The company cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements. Mutiny does not undertake to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this announcement, except where required by applicable law and stock exchange listing requirements.*