



Manager Company Announcements
Company Announcements Office
Australian Securities Exchange
4th Floor, 20 Bridge Street
SYDNEY NSW 2001

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MONGOL METALS LLC FORMATION OF JOINT VENTURE COMPANY

Xanadu Mines Ltd (**ASX: XAM – Xanadu**) advises that it has established a joint venture company, Mongol Metals LLC, through a wholly-owned subsidiary. The joint venture partner is Mr Ganbayar Lkhagvasuren, Director and substantial shareholder of Xanadu. The joint venture has been formed to execute Xanadu's business strategy and recognises the importance of Mongolian partners whose interests are aligned with those of the company.

Xanadu's Managing Director, George Lloyd, said: "The relationship between Xanadu and Mr Ganbayar is as strong as ever despite the challenges of the last 18 months. Mongol Metals represents our commitment to each other and conviction that Mongolia is one of the last great copper exploration frontiers."

Ratification concerning the joint venture for the purposes of satisfying the related party provisions of both the Corporations Act and ASX Listing Rules will be sought from shareholders in due course.

For further information:

George A. Lloyd

Managing Director

+612 9332 4322

george.lloyd@xanadumines.com

**XANADU MINES LTD
ACN 114 249 026**

Sydney Office

Suite 1302, Level 13, 167 Macquarie Street
Sydney NSW Australia 2000
T + 61 2 9332 4322
F + 61 2 9332 3269
E info@xanadumines.com

Mongolian Office

2nd Khoroo, AOS Street
Military Town, Bayanzurkh District
Ulaanbaatar, Mongolia
T +976 11 5011 0211