

ASX ANNOUNCEMENT

26 August 2013

ASX CODE: TNG

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PROJECTS

Mount Peake: Fe-V-Ti
Manbarrum: Zn-Pb-Ag
East Rover: Cu-Au
McArthur: Cu
Mount Hardy Cu-Au
Sandover Cu-Au

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TNG TO SELL MANBARRUM ZINC-LEAD-SILVER PROJECT TO LEGACY IRON ORE FOR \$5M

Deal enables shareholders to realise value from non-core asset

TNG Limited (ASX: TNG) is pleased to advise that it has signed a binding Term Sheet with Legacy Iron Ore (ASX: LCY) to sell its 100%-owned **Manbarrum Zinc-Lead-Silver Project** in the Northern Territory to Legacy for **\$5 million**.

Under the terms of the sale, Legacy will make a \$2 million cash payment to TNG on completion of a 60-day Due Diligence period, with a further \$3 million in cash or Legacy shares to be paid on a deferred basis subject to further agreement between the parties. The transaction is subject to the following conditions precedent:

- a) Confirmation of the completion of Due Diligence within the Due Diligence Period by LCY;
- b) The ASX providing written confirmation, if required, that the Transaction is not inconsistent with the ASX Listing Rules, and will not trigger a re-compliance under ASX Listing Rule 11.1.3;
- c) Execution of a Sale & Purchase Agreement within 90 days of signing the Term Sheet;
- d) Receipt of any required tax advice by LCY; and
- e) The Parties obtaining all relevant Board, regulatory and Governmental approvals, including shareholder approval, Foreign Investment Review Board and any third party consents necessary to implement the Transaction.

The Manbarrum Project comprises a series of Mississippi-Valley-style lead-zinc-silver deposits which TNG discovered in 2007.

The sale is consistent with TNG's focus on its flagship Mount Peake Vanadium-Iron-Titanium Project, where it is progressing the Feasibility Study, and to realise value from, or monetise, its substantial non-core mineral assets in the Northern Territory.

Paul E Burton
Managing Director

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Forward-Looking Statements

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This may include forward looking statements. Forward looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside the control of TNG Ltd. Actual values, results or events may be materially different to those expressed or implied.

About TNG:

TNG Ltd is a junior exploration company with a focus on exploration and development of projects in the Northern Territory of Australia.

The company is currently developing its 100% owned world class Mount Peake Vanadium –Titanium – Iron project in the which is currently in the Definitive Feasibility Stage, with anticipated production in 2015. In addition it is also actively exploring its copper projects including its 100% owned Mt Hardy project which is emerging as a potential major Copper/Gold and polymetallic project.

The company has joint ventures on its other projects with Rio Tinto, Norilsk, and Western Desert Resources and strategic investment from Ao-Zhong Ltd., a 100% owned subsidiary of China's ECE Ltd.

For more information please see the company's website at www.tngltd.com.au