



Cannindah Resources
Limited

ASX RELEASE

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CANNINDAH COMMENCES GOLD PRODUCTION EVALUATION AT PICCADILLY MINE

Cannindah Resources Limited (ASX:CAE) has entered into an agreement with Piccadilly Gold Mine Holdings Limited which provides Cannindah Resources Limited the right to explore and mine the mining lease ML 1442 held by Piccadilly Gold Mine Holdings Limited known as the 'Piccadilly Mine'. Cannindah Resources Limited's board has approved initial evaluation of the mining lease for the viability of a small scale test mining. Initially the company will be focussed on the location and grade of gold bearing ore within the mining lease.

The Piccadilly mine has been mined historically by mining the rich quartz veining located within the mining lease. The existence of this rich quartz vein system is what the company is presently evaluating for potentially economic target areas.

Neville Oosen from Oosen Mining Pty Ltd, an experienced mining contractor has been engaged to assist our geological consultants with the evaluation of the project. Mr Oosen was the previous owner of the mining lease prior to its sale to Piccadilly Gold Mine Holdings Limited. The deal with Piccadilly Gold Mine Holdings Limited does not require any upfront payment and is on the basis of Piccadilly Gold Mine Holdings Limited receiving a 7% royalty.

For further information, please contact:

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