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ASX:JRV

JERVOIS PURCHASES EQUIPMENT TO ADVANCE NICO YOUNG

HIGHLIGHTS

- **Purchase agreement for 400TPH heap leach agglomerator, stacker and conveying infrastructure from Fox Resources for A\$0.5 million plus GST**
- **Enables accelerated introduction of commercial scale heaps at Nico Young, New South Wales, Australia**
- **Represents a significant capital saving (similar new equipment estimated at A\$10 million)**
- **Nominal capacity of equipment is significantly in excess of 1.0Mtpa ore, providing an opportunity to increase headline production and accelerate initial ramp up via overstacking of heap pads**

Jervois Mining Limited (“Jervois” or “the Company”) (ASX:JRV) is pleased to advise it has entered into a purchase agreement for second-hand heap leach equipment from Fox Resources to accelerate the development of its 100%-owned Nico Young Cobalt-Nickel project in New South Wales, Australia.

By fast-tracking development at Nico Young, Jervois is exceptionally well placed to meet the growing demand for raw materials for lithium ion cathodes.

Jervois aims to stand out from its cobalt-nickel ASX-listed peers by providing investors with a low capital and lower technical risk alternative, with an accelerated pathway to uncommitted cobalt-nickel production.

Jervois has purchased an ore agglomerator, stacker and conveying heap leach equipment from Fox. It is located at the Mt Cuthbert Copper Project in Queensland, approximately 170km north east of Mt Isa by road. The infrastructure is modular and readily transportable via Cloncurry.

The equipment comprises a fabricated 100-tonne steel surge feed bin fitted with a vibrating discharge feeder together with conveying, stacking and grasshopper infrastructure. It was constructed new for Matrix Metals and operated for only 15 months prior to being decommissioned.

Industry standard care and maintenance programs have been in place since; Jervois has conducted due diligence and visited site.

The main stacking conveyor comprises a feed conveyor with feed hopper, main stacker conveyor, telescopic final stacking conveyor, together with above mounted control cabin, on-board 350kVA gen set and electrical control cabinets. The conveyor is fitted with requisite monitoring systems and chutes into a rubber lined agglomerator. The agglomerator support frame permits vertical adjustment of height of the feed substructure, which facilitates residence time adjustment and optimization. The feeder control, agglomerator and stacking system is electronically controlled to provide sequential start up and shut down of equipment, weightometer monitoring of through put and automatic regulation of dosing for rafinate and acid.

A dedicated motor control centre (“MCC”) constructed on a raised steel platform from a 20’ sea container is also included in the purchase. The MCC houses electrical cabinets and integrator modules for the conveyors; it is in adequate structural and working condition.

During a site visit, Jervois has confirmed minimum refit or modification is necessary for adaption to the envisaged ore stacking process at Nico Young. Jervois will complete refurbishment prior to the equipment commencing operation.

While the purchase has saved Jervois significant capital expenditure at Nico Young, the benefits to compressing the project schedule are also important. Delivery times for similar equipment would be approximately two years; the purchase of this secondhand equipment now removes this item from critical path.

Jervois’s team is confident the equipment is suitable for initial production at Nico Young, and is in excellent condition and well sized for planned operations. The equipment will be removed by Jervois and placed at a set down area near the existing location whilst planning and permitting for relocation and installation at site in New South Wales is progressed.

Jervois remains on target to finalise a PFS for Nico Young by the end of Q3 2018.

Completion of the purchase is subject only to settling appropriate access arrangements before the end of the month. Photos of the equipment from its time whilst in operations at the Mt Cuthbert Copper Project are displayed on the following pages.

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Equipment in operations at the Mt Cuthbert Copper Project



Figures 1 & 2 – Overview of the equipment in place at Mt Cuthbert



Figure 2 - Bin discharge conveyor



Figure 3 - Bin discharge conveyor



Figure 4 - Agglomerator



Figure 5 – Agglomerator discharge conveyor



Figure 6 – Mobile grasshopper conveyors



Figure 7 - Stacker infeed conveyor



Figure 8 - Crawler-mounted radial stacker conveyor