



Sirius Resources NL

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Projects:

Fraser Range nickel-copper, gold

Polar Bear gold, nickel

AGM 2014 - CHAIRMAN'S ADDRESS

The 2014 Financial Year was a period of significant achievement for Sirius as we continued to build value for our shareholders.

Sirius' market capitalisation rose from \$400 million to \$1.5 billion in the 12 months to the end of June this year, though I acknowledge this figure has retraced somewhat in recent months with the fall in the nickel price, something I will touch on again later.

The Sirius Board set a number of clear strategic and operational objectives for the management team at the start of FY2014 with the aim of maximising the value of the Nova Nickel Project and unlocking the exploration potential within our Fraser Range and Polar Bear landholdings.

These goals were challenging in terms of their scope and the relatively short timeline we set for them to be achieved.

I am pleased to say that these objectives were all successfully delivered and have set the Company on course to be one of the world's lowest cost nickel miners and most successful mineral explorers.

Specifically these targets were:

- Consolidating 100% ownership of the Nova Nickel Project through the acquisition of Mark Creasy's 30% interest, giving Sirius full strategic control of the Fraser Range belt and simplifying the financing of the mine development;
- Maintaining a disciplined approach to capital management to ensure we had a balance sheet capable of both acquiring Mark Creasy's interest in the project and financing the project from a position of strength;
- Completing the Definitive Feasibility Study for Nova by 30 June 2014;
- Continuing the focused and systematic exploration of our ground position with the aim of discovering more economic mineral resources; and
- Augmenting our senior management team to ensure we have the appropriate skill set and structure as the Company moves through feasibility, project financing, development and into production.

I take this opportunity to commend the management team for achieving those many objectives, in what has been a very challenging environment.

ASX Announcement

Thursday 27th November 2014



The Board has also been restructured, and on this point I would like to acknowledge Jeff Foster who stepped down from the Board last month. I am pleased to say Jeff will continue his important contribution to the growth of the business in the newly created role of General Manager – Project Generation.

This restructure means the Sirius Board now has six members, with a majority being Non-Executive Directors, and three of these being Independent.

Shareholders can be confident that Sirius has a strong, diverse and well functioning Board and Management team which is solely focused on delivering value for shareholders by maximising the tremendous opportunity that we have in front of us.

The Remuneration Committee also conducted an independent review of our executive remuneration practices during 2013 and implemented changes to reward the achievement of the Company's objectives via appropriately defined short term incentive (STI) and long term incentive (LTI) measures.

The remuneration report and remuneration resolutions at this year's AGM are now fully aligned to the achievement of these objectives and I recommend them to shareholders for endorsement.

I would like to finish my remarks by thanking shareholders for their support in the past 12 months and would ask you to continue your faith in the Company for the year ahead.

The Sirius share price has become increasingly volatile throughout the year and there is every possibility this trend will continue in the period ahead.

Increasingly our share price has moved in correlation with listed nickel producers, and as such is driven by changes in the nickel price. Sirius, of course, will not be a nickel producer for approximately two years so it really is the medium-term outlook for nickel which is important for our Company and this outlook remains very positive for nickel producers. I encourage shareholders to note the very considerable cashflow potential of the Nova Nickel Project and the exploration potential of our Fraser Range and Polar Bear ground positions.

Jeff Dowling, Chairman

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