

27th January 2016

ASX Release

Kidman Resources Limited
ABN 88 143 526 096

Corporate Details:
ASX Code: KDR

Issued capital:
142.3M ordinary shares

Substantial Shareholders:
Capri 22.7m (15.97%)
Holdex Nominees 11.3m (7.94%)

Directors:

Non-Executive Chairman:

Peter Lester

Managing Director:

Martin Donohue

Non-Executive Director:

Brad Evans

Chief Operating Officer (COO):

Tony Davis

Chief Financial Officer (CFO):

Melanie Leydin

Company Secretaries:

Melanie Leydin

Justin Mouchacca

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Kidman buys remaining 20% interest in Burbanks and Gunga West gold projects in WA

Kidman Resources (ASX: KDR) is pleased to advise that it has acquired the remaining 20 per cent interest in the Burbanks and Gunga West gold mines in WA from its joint venture partner.

The total consideration for the acquisition is \$1.5 million being a reduction to the price agreed in the original agreement with Blue Tiger Mines Pty Ltd. The reduction reflects the decision to buy out the remaining 20%, on newly agreed terms, well ahead of the expiry date of the option, being 29th May, 2018, as provided under the initial acquisition agreement.

Kidman Managing Director Martin Donohue said, "the Company was pleased to increase its stake in both projects to 100% at such a price and ahead of plan as this would now clear the way forward for more development as the company opens access below the 4 level at Burbanks."

Production started at Burbanks in the September quarter, 2015 and is now ramping up, with 3626 ounces produced in the December quarter (see December quarterly report lodged today). Underground mining activities at Burbanks have continued since the termination of the mining services contract with Blue Tiger Mining Pty Ltd in December 2015. The company expects to announce a new contractor shortly for an orderly handover.

At Gunga, Kidman has announced a maiden JORC Resource of 73,000oz (see ASX release dated November 10, 2015) which is fully permitted for open pit mining to recommence.

The acquisition of the remaining 20% interest in the projects allows the Company to bring forward its development of these assets.

Media:

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