

14 January 2015

ASX Release

Kidman Resources
Limited
ABN 88 143 526 096

Corporate Details:

ASX Code: KDR

Issued capital:

119.61M ordinary shares

Substantial Shareholders:

Holdex Nominees 11.3m
(9.45%)

Directors:

Non-Executive Chairman:

Garrick Higgins

Managing Director:

Martin Donohue

Non-Executive Director:

Brad Evans

Company Secretaries:

Melanie Leydin

Justin Mouchacca

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Withdrawal of s249D Notice to KBL

Kidman Resources Limited (ASX: KDR) advises that it has today withdrawn the requisition to KBL Mining Limited (ASX: KBL) requiring it to call a meeting to consider resolutions to appoint three new directors to the KBL Board.

The proposed meeting of shareholders was scheduled for 19 January 2015.

Kidman has made the decision to withdraw the section 249D notice on the basis that it does not want to place its nominees in a position where they would be joining a board while there remains uncertainty concerning the ability of KBL to refinance its existing debt and to adequately fund itself into the future.

Kidman notes the announcement by KBL on 23 December 2014 of the signing of a term sheet for new funding of US\$21m, with financial closing targeted for the end of January 2015. Significantly, the announcement provided no details on the likely impact of the proposed funding on KBL shareholders. It did, however, advise that the term sheet is non-binding and subject to completion of final due diligence and legal documentation.

If the term sheet were to actually proceed, the new funding would add significantly to the debt on KBL's balance sheet.

Further, despite the existence of the term sheet, on 8 January 2015 KBL announced an amended Share Purchase Plan (SPP) to raise urgent funds. It is not clear to the Kidman Board why this step is necessary in light of the previously announced term sheet.

In all the circumstances, Kidman is now not prepared to nominate three new directors to join the board of KBL while the uncertainties concerning the funding of KBL remain unanswered.

For more information please contact;

Investors

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