

# ASX RELEASE

31 January 2017

ASX Code: POZ



## QUARTERLY REPORT

Period Ending 31 December 2016

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### Summary:

#### POZ Minerals Limited: Company Name Change

- At the Company Annual General Meeting in October, shareholders voted to change the name of the Company to POZ Minerals Limited ('POZ' or the 'Company'). This name change better reflects the core business of POZ as a multi-commodity resources company.

#### Bulgera Gold Project, WA

**POZ 100%**

- During the quarter, POZ granted an option to purchase its 100% owned Bulgera Gold Project located in the Plutonic Well Greenstone Belt in Western Australia.
- The incoming party to the Option Sale is a private Australian company, APP Gem Mining Pty Ltd ('APP').

#### Blina Diamond Project, WA

**POZ 100%**

- The Blina Diamond Project covers a 40 km long diamond bearing palaeo-channel named Terrace 5. The channel drains the central section of the previously mined Ellendale diamond field.
- The Company is advancing the grant of four mining and two exploration licence applications over key areas of Terrace 5 through the Native Title process.

#### Laverton Gold Project, WA

**POZ 100%**

- The Laverton Gold Project in WA, lies 4km east of the world-class Granny Smith gold mine (plant capacity 3.5 Mtpa).
- During the quarter, POZ geologists conducted a soil sampling program on areas not previously tested. These areas contain overburden/cover sequences which can conceal underlying gold mineralisation. A total of 70 soil samples were collected and the Company is awaiting assay analysis on these samples.

## 1.0 Company Name Change

At the Company Annual General Meeting on 27 October, shareholders voted to change the name of the Company to POZ Minerals Limited. This name change better reflects the core business of POZ as a multi-commodity resources company.

The ASX code 'POZ' remains unchanged.

## 2.0 Bulgera Gold Project, WA

**POZ 100%**

During the quarter, POZ granted of an option over the Bulgera Gold Project which is situated in the Plutonic Well Greenstone Belt in Western Australia. The Project lies 10km east of the Marymia gold mine and 48km via existing haul road to the operating Plutonic Gold Mine that has produced over 5 million ounces of gold since 1990 (Figure 1).

The incoming party to the Option Sale is a private Australian company, APP Gem Mining Pty Ltd ('APP'). For further project details see the POZ [ASX Release](#) dated 22 September 2016.

### 2.1 Option Terms

The Option has been executed by both parties and a non-refundable fee of \$10,000 cash has been received by POZ. APP is granted the exclusive right to purchase 100% of the Bulgera Gold Project ('Project') expiring 5pm WST on 15 March 2017.

The Option is exercisable by:

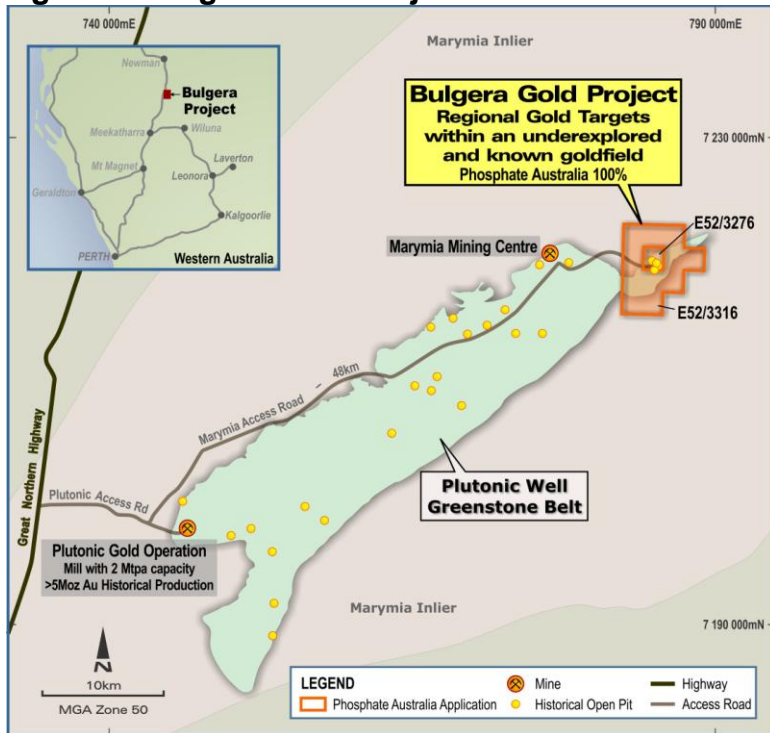
- APP becoming listed on the Australian Securities Exchange ('ASX') through IPO, RTO or merger or that APP has entered into a binding agreement with an ASX listed company within the Option period to list on the ASX, or that a Prospectus for the purposes of APP listing on the ASX is lodged with ASIC within the period, and;
- Within five days of exercise of the Option APP will pay to POZ \$30,000 cash plus shares in the ASX listed entity to the value of \$45,000. The deemed share price for this transaction will be the equivalent of the value of APP securities to be issued for the purposes of raising capital at the time of APP becoming listed on the ASX.

POZ will retain a 1% net smelter royalty on the project tenements.

### 2.2 Bulgera Gold Project Background

Previous mining on the project includes the former producing pits of Bulgera, Venus, Mercuri and Price (Figure 2). The total production from these four pits (over two phases of mining) was reported as 440,799 tonnes @ 1.65 g/t Au for 23,398 ounces. POZ has compiled a database of historic drilling consisting of 1,688 drillholes and 74,888 metres of drilling.

**Figure 1: Bulgera Gold Project Location**



**Figure 2: Bulgera Gold Project Satellite Imagery Showing the Pits**



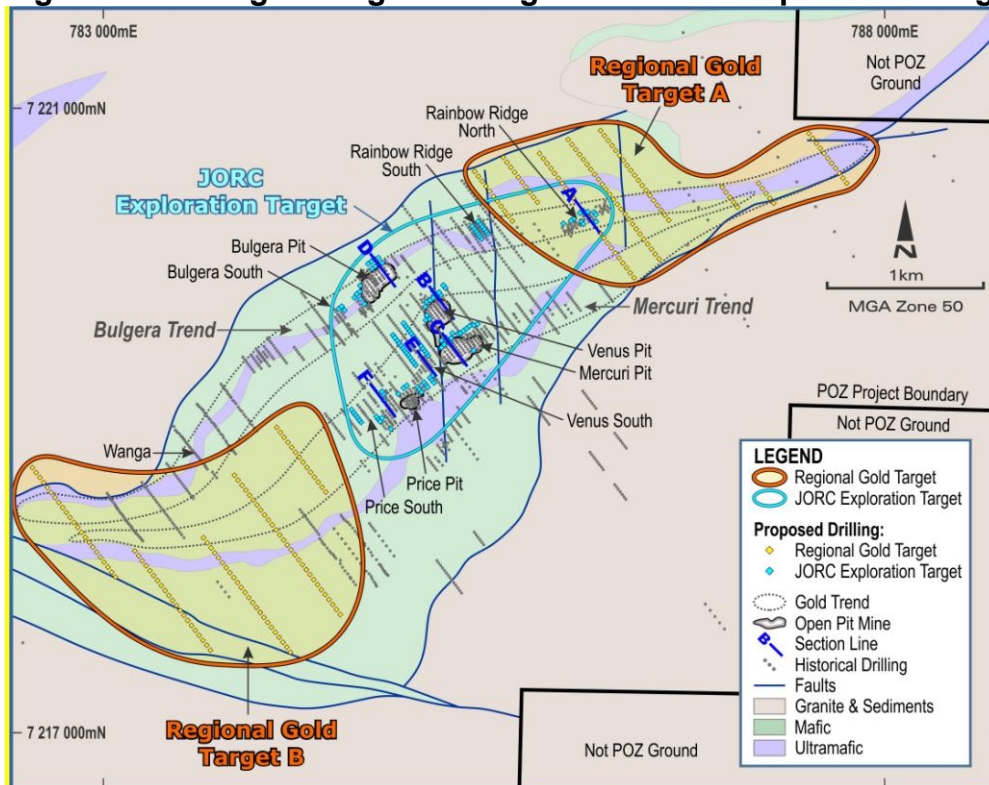
For scale, the Bulgera Pit is approximately 240 metres long.

### 2.3 Bulgera Regional Gold Targets: Greenfields Drilling for New Discoveries

There are multiple 'Regional Gold Targets' on POZ ground that has the potential to generate significant new discoveries. These targets have been identified from a combination of geology, structure, mineralised trends, geochemistry and geophysics. After a review of the various geological maps available for the project, including regolith and outcrop geology maps, it was concluded that soil sampling in the area, although useful in places, should not be used to sterilise any target areas, due to the potential for transported cover.



**Figure 3 Bulgera Regional Target Areas and Exploration Target Areas**



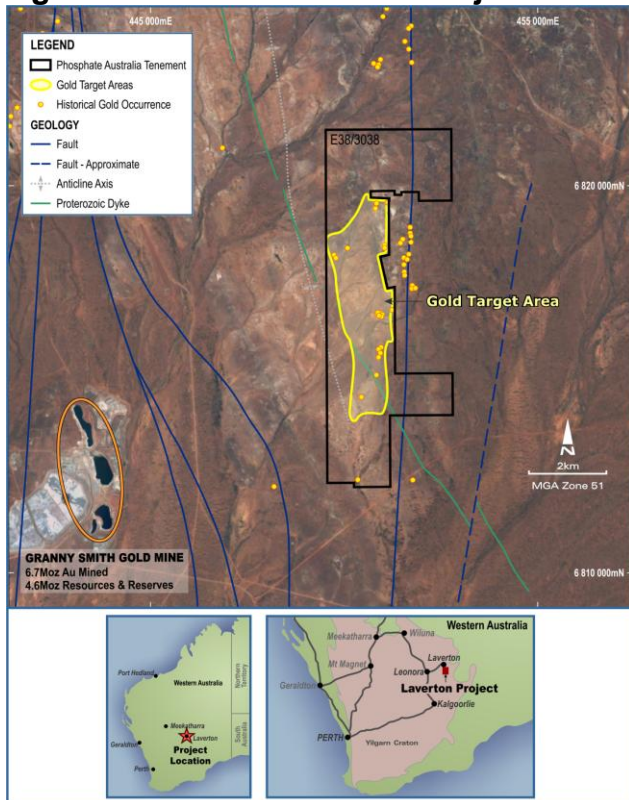
**3.0 Laverton Gold Project**

**POZ 100%**

POZ holds a 100% interest in the Laverton Gold Project, 10 km southeast of Laverton in the highly-endowed Mount Margaret district of Western Australia. The tenements are 4km east of the world-class Granny Smith gold mine (plant capacity 3.5 Mtpa).

In December, POZ geologists conducted a soil sampling program within parts of the Gold Target Area (Figure 4). The sampled areas had not been previously soil sampled and contain enough overburden/cover to potentially conceal underlying gold mineralisation.

A total of 70 soil samples were collected and the Company is awaiting assay analysis on these samples.

**Figure 4 Laverton Gold Project: Gold Target Area**


#### 4.0 Blina Diamond Project, WA

**POZ 100%**

The Blina Diamond Project in the Ellendale Diamond Province of WA's Kimberley Region is 100% owned by POZ and has no private royalty obligations. The project consists of four mining licence applications and two exploration licence applications, within an area of 161 km<sup>2</sup> situated 100km east of Derby.

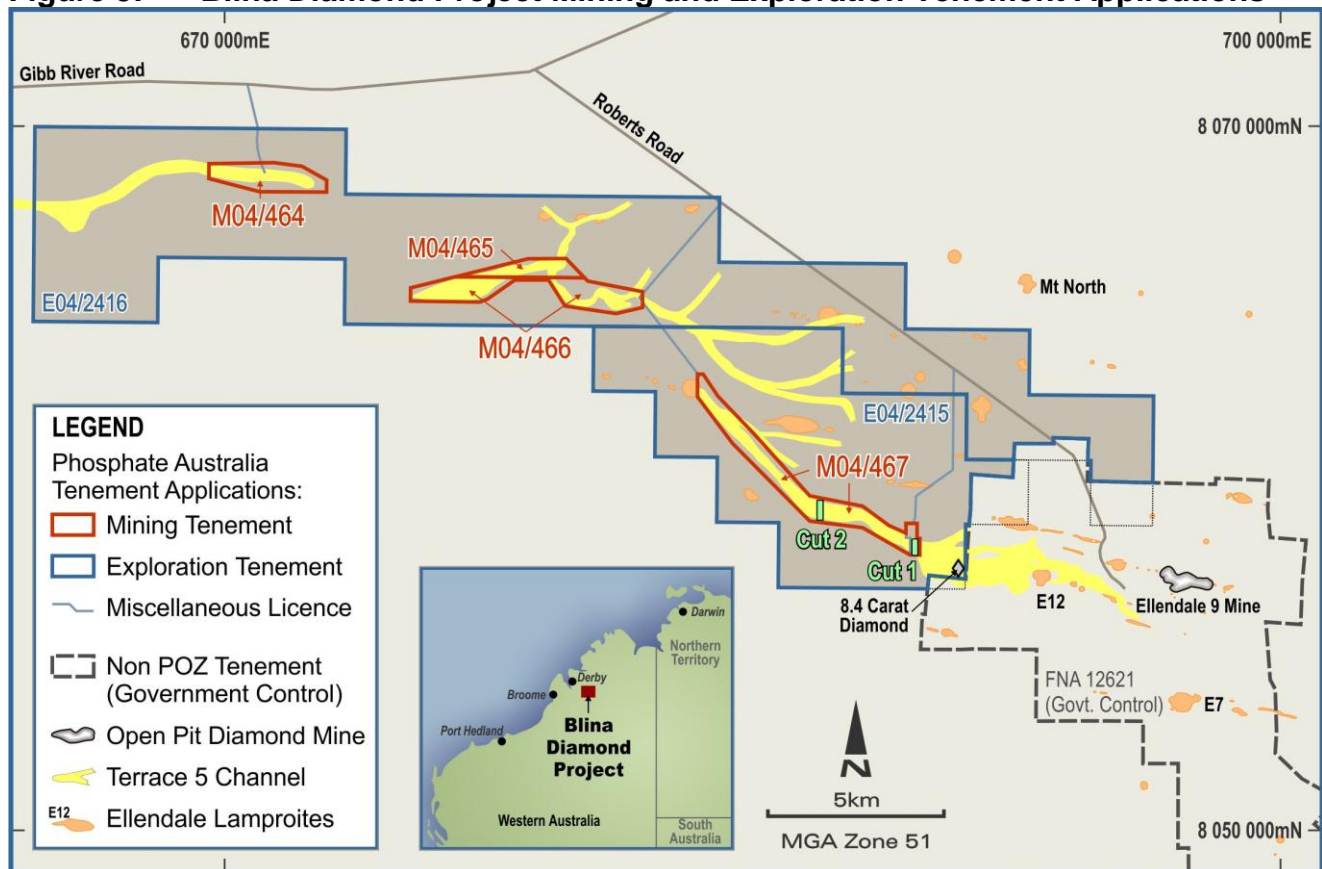
The key part of the Blina Diamond Project is a diamond bearing alluvial channel, discovered in 1995 that drains the central section of the previously mined Ellendale diamond field. This channel is named Terrace 5 (Figure 5) and previous exploration has demonstrated it to extend over some 40km, with channel widths of 200 to 500m. Gravels (where present) average about one metre in thickness. Diamonds recovered from the gravels are considered large, with an average stone size of around 0.4 carats. Most stones are of gem quality. The largest diamond recovered to date from Terrace 5 weighed 8.44 carats (from Pit 82)<sup>1</sup>, with stones larger than two carats common.<sup>1</sup>

The Company intends to target and then bulk sample the most prospective gravels in Terrace 5. The targets for bulk sampling will be defined by combining areas with shallower overburden and higher sampled grades (identified from previous work); the latest geophysics technology will be used to identify potential alluvial trap-sites with even higher grades.

The Company has compiled the considerable amount of historical data into a modern database. This data along with previous fauna and flora, groundwater and other studies are now being used to generate applications for permitting of bulk sampling operations, which can be submitted to the mines department once the mining applications are granted. The tenements are currently progressing to grant through the Native Title process; although no particular outcome from this course can be guaranteed by the Company.

<sup>1</sup>Further detailed information including the Table 1 (JORC Code, 2012 Edition) and references are available on the POZ ASX Release dated 9 October 2015: [click here](#)

**Figure 5: Blina Diamond Project Mining and Exploration Tenement Applications**



**5.0 Highland Plains Phosphate Project (Northern Territory)**

**POZ 100%**

The Highland Plains Phosphate Project in the NT has a JORC Code (2004) compliant Inferred Resource of 53 million tonnes at 16% P<sub>2</sub>O<sub>5</sub> (ASX release 31 March 2009)<sup>A</sup>. The Project is 100% owned by POZ and has no private royalties.

During the quarter, a previously granted option over the Highland Plains Phosphate Project was not executed and lapsed. POZ is currently in communication with interested parties with a view to finding an equity partner for Highland Plains.

**6.0 Summary and Outlook**

The Company is pleased to be starting the New Year with a change of name name which reflects a new and clear focus. Gold and diamonds are now the key commodities which POZ is concentrating its efforts upon. The Bulgera, Laverton and Mount Monger Gold Projects which the Company holds within its portfolio are all 100% owned by POZ and reflect a quality exploration portfolio.

The Blina Diamond Project has great potential, and although permitting issues need to be worked through, the Company is progressing these various applications.

The Highland Plains Phosphate Project has yet to secure an equity partner, however, there was enough interest last year to sell an option over the Project and further enquiries are ongoing.

The Company is well placed with a cash balance of approximately \$2.37 million (31 December 2016).

Jim Richards  
Executive Chairman

Enquiries To: Mr Jim Richards +61 8 9422 9555

*The information in this report that relates to previously reported exploration results is based on information compiled by Mr. Jim Richards who is a Member of The Australasian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientists. Mr. Richards is a Director of Phosphate Australia. Mr. Richards has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Richards consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.*

*The Information in this report that relates to Highland Plains Mineral Resources is based on information compiled by Rick Adams and Ted Hansen who are members of the Australasian Institute of Mining and Metallurgy. Rick Adams and Ted Hansen are directors of Cube Consulting Pty Ltd. and have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a competent Person as defined in the December 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Rick Adams and Ted Hansen consent to the inclusion in this report of the Information, in the form and context in which it appears.*

*<sup>A</sup>The Company is not aware of any new information or data that materially affects the information included in the previous announcement (JORC 2004) and that all of the previous assumptions and technical parameters underpinning the estimates in the previous announcement/year have not materially changed.*

## Appendix A - Interests In Mining Tenements

Table 1: Western Australia

Lease	State	Status	Held at end of quarter %	Acquired during the quarter %	Disposed of during the quarter %	Beneficial interests in farm-in or farm-out agreements at the end of the quarter
E04/2415	WA Aus	Application	100%	0%	0%	Application
E04/2416	WA Aus	Application	100%	0%	0%	Application
E04/2424	WA Aus	Application	100%	0%	0%	Application
E04/2429	WA Aus	Application	100%	0%	0%	Application
E04/2463	WA Aus	Application	100%	100%	0%	Application
M04/464	WA Aus	Application	100%	100%	0%	Application
M04/465	WA Aus	Application	100%	100%	0%	Application
M04/466	WA Aus	Application	100%	100%	0%	Application
M04/467	WA Aus	Application	100%	100%	0%	Application
E20/908	WA Aus	Application	100%	100%	0%	Application
E25/525	WA Aus	Granted	100%	0%	0%	Granted: Partial Surrender of 7 blocks
E38/3038	WA Aus	Granted	100%	0%	0%	Granted
E38/3058	WA Aus	Granted	100%	0%	0%	Granted
E38/3161	WA Aus	Application	100%	100%	0%	Application
E46/1141	WA Aus	Withdrawn	0%	0%	100%	Withdrawn
E52/3276	WA Aus	Granted	100%	0%	0%	Granted
E52/3316	WA Aus	Granted	100%	0%	0%	Granted
E52/3426	WA Aus	Application	100%	0%	0%	Application
E69/2820	WA Aus	Granted	20%	0%	0%	Joint Venture with Alloy Resources Limited
E69/3401	WA Aus	Application	100%	0%	0%	Application
E70/4896	WA Aus	Application	100%	100%	0%	Application
E80/4953	WA Aus	Application	100%	0%	0%	Application
L04/98	WA Aus	Application	100%	100%	0%	Application
L04/99	WA Aus	Application	100%	100%	0%	Application
L04/100	WA Aus	Application	100%	100%	0%	Application



Table 2: Northern Territory

<b>Lease</b>	<b>Mineral Field</b>	<b>Location</b>	<b>Status</b>	<b>Held at end of quarter %</b>	<b>Acquired during the quarter %</b>	<b>Disposed of during the quarter %</b>	<b>Beneficial interests in farm-in or farm-out agreements at the end of the quarter</b>
EL25068	NT Aus	Highland Plains	Granted	100%	0%	0%	POZ 100%
EL28153	NT Aus	Nicholson	Granted	100%	0%	0%	POZ 100%
EL30890	NT Aus	HP West	Granted	100%	0%	0%	POZ 100%
EL30891	NT Aus	HP West	Granted	100%	0%	0%	POZ 100%
EL31345	NT Aus	HP West	Application	100%	100%	100%	POZ 100%
EL31415	NT Aus	HP West	Application	100%	100%	100%	POZ 100%