



malachite
resources

ASX Announcement

ASX Code: MAR

4 December 2012

MANCALA OPTION AGREEMENT EXTENDED

Malachite Resources Limited ("Malachite" or "the Company") is pleased to advise that it has granted an extension to 31 March 2013 of the option previously granted to Mancala Resources Pty Ltd ("Mancala") in respect of the Company's wholly owned Conrad Silver Project ("Conrad" or "Project").

During the option period Mancala has reviewed a number of development options for the Conrad silver project using their mechanical vertical mining (MVM) technology.

Mancala recently initiated analysis of a low capital approach assuming a single decline, a mixture of drill and blast with MVM and a gravity plant to produce a bulk concentrate.

Mancala sought an extension of the option period to enable them to further analyse this approach at their own cost to develop the Project. Malachite concurs with this low capital option and has agreed to the extension.

For further information, please contact:

Malachite Resources Limited on (02) 9251 0032 or by email at info@malachite.com.au or visit the company's website at www.malachite.com.au

About Malachite Resources Limited:

Malachite Resources is an emerging Australian resources company focused on gold, silver, copper and tin commodities in the Mount Isa region of north-west Queensland and the New England region of northern NSW/southern Queensland. The Company has the Lorena Gold Project near Cloncurry QLD, which is at the feasibility stage of development, and the Conrad Silver-Tin Project, which is an advanced exploration project located near Inverell NSW. Malachite also has as a number of earlier stage exploration prospects.

Malachite is listed on the Australian Securities Exchange (ASX: MAR).

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