



malachite
resources

ASX Announcement

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MALACHITE TERMINATES JOINT VENTURE DEED WITH BCD RESOURCES NL

Malachite Resources Limited (Malachite or the Company) provides the following update in respect of recent discussions with BCD Resources NL (BCD) and the future of the Lorena Gold Project (Lorena).

As BCD remains in breach of its obligations under the Joint Venture Deed with Malachite dated 11 July 2013 and there has not been an acceptable proposal from BCD for taking the project forward that is in the best interests of Malachite shareholders, Malachite has given BCD notice terminating the Joint Venture Deed.

The Company remains willing to negotiate with BCD and its Receiver for a mutually acceptable way forward alongside reviewing proposals from other parties. In its ongoing dialogue with BCD it has been agreed that Malachite would have a majority interest and management of Lorena in any future arrangement with them.

A number of other parties have now completed preliminary technical due diligence on Lorena and Malachite is actively pursuing discussions with these parties to ensure that production can be achieved at the earliest opportunity.

Malachite confirms that it holds 100% unencumbered ownership of the Mining Licences relating to the Lorena Gold Project and that the project remains robust given its high gold grade.

In addition the Lorena Gold Project has gold resource potential at depth, regional exploration potential, and gold processing opportunities, all of which enhance its development.

Malachite will keep the market informed of all material developments at the earliest opportunity.

About the Lorena Project

The Lorena Gold Project is located about 15km east of Cloncurry in northwest Queensland. It is expected that in the first year of production the Lorena project will produce around 30,000 ozs of recovered gold from an open cut operation at an all in cash cost of around A\$900/oz. The Lorena gold project has potential for resource extensions at depth which requires confirmation by drilling which is expected to occur as soon as funding allows.

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

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