



**LUNNON METALS LIMITED**  
ABN: 82 600 008 848

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NON-EXECUTIVE DIRECTOR

**Mr Ashley McDonald**  
NON-EXECUTIVE DIRECTOR

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**SHARE REGISTRY**

Automic Group

**ASX CODE: LM8**

## EUROZ HARTLEYS INSTITUTIONAL INVESTOR NICKEL CONFERENCE

16th September 2021

### Presentation

Lunnon Metals Limited's Managing Director, Ed Ainscough, will be presenting today as part of the Euroz Hartleys Institutional Investor Nickel Conference.

The attached presentation will be delivered. Please note that slides 13 to 17 will be shown as an animated series and slide 12 is included to summarise commentary to those slides.

This announcement has been approved for release by the Board of Lunnon Metals Ltd.

Edmund Ainscough

Managing Director

Phone: +61 8 9226 0887

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**LUNNON  
METALS**

16<sup>th</sup> Sept 2021

Euroz Hartleys  
Institutional Investor  
Nickel Conference

Ed Ainscough, Managing Director



28  
Ni

79  
Au

## RIGHT TEAM

>100yrs combined experience in  
district and commodities

## RIGHT ADDRESS

Globally significant nickel  
& gold camp

## RIGHT ASSETS

Under-explored, missed last Ni boom,  
no modern exploration for >25 yrs

## RIGHT TIMING

Supportive environment for Ni price

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*The information in this presentation that relates to geology, nickel mineralisation, Mineral Resources and Exploration Targets is based on and fairly represents information compiled and reviewed by Mr. Aaron Wehrle. The information in this presentation that relates to the reporting of Exploration Results is based on and fairly represents information compiled and reviewed by Mr. Aaron Wehrle and Mr. Edmund Ainscough. Mr. Wehrle and Mr. Ainscough are Members of the Australasian Institute of Mining and Metallurgy (AusIMM), are both full-time employees of LM8, shareholders and holders of employee options; they have sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration and to the activity that they are undertaking to qualify as Competent Persons as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Wehrle and Mr. Ainscough consent to the inclusion in the presentation of the matters based on their information in the form and context in which it appears.*

*The Appendices and Competent Persons Statements at the end of this presentation contain important details and should be read in conjunction with this disclaimer.*

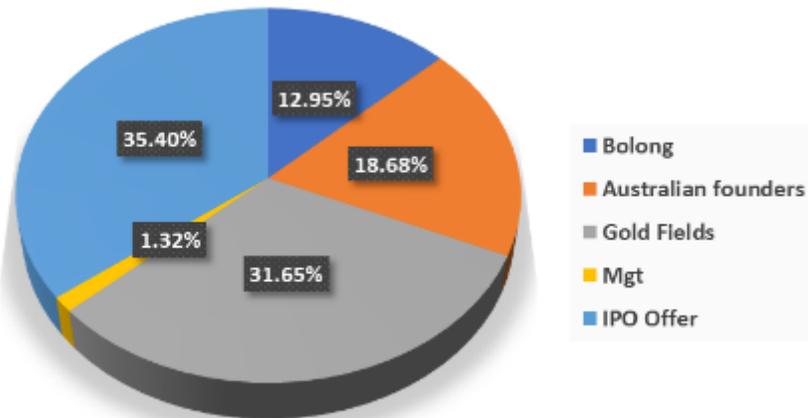
# Corporate headlines



## Capital structure

|                             |       |
|-----------------------------|-------|
| Shares on issue (#M)        | 141.2 |
| St Ives (GFI) (#M)          | 44.7  |
| Share price (15/9/21) (\$)  | 0.56  |
| Market capitalization (\$M) | 79.0  |
| Cash – June 30 2021 (\$M)   | 14.0  |

## Tightly held register



Top 20 >  
77%

Avg Vol  
335k/day

## Board & Management

- direct experience - commodity / assets / location



### Liam Twigger

*Non Executive Chairperson*

Deputy Chair Argonaut, merged with PCF, new leading Perth advisory/broking firm, NEC SolGold, NED Perth Mint



### Ian Junk

*Founder & NED*

Mining engineer - WMC, key role at ASX: MCR, PAN as Donegal Resources, successful private businessman



### Ashley McDonald

*Non Executive Director*

GFI nominee, Sen Vice President, experienced M&A, legal, commercial



### Ed Ainscough

*Managing Director*

Geologist, executive, operational, commercial background – WMC/GFI

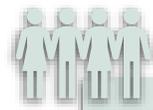


### Aaron Wehrle

*Exploration & Geology Manager*

Geologist – deep local mine & exploration experience with WMC/GFI

# Lunnon's "Kambalda Playbook"



## Poised for the next cycle

- Deep knowledge of project
- 39kt Ni in JORC12\*
- 350km of historical drill core
- 19 years of geology records



## Significant opportunity

- World renowned nickel district
- Assets locked in gold focussed major
- Missed last nickel price boom



## Aggressive discovery program

- No meaningful exploration for >25 yrs
- \$15M raised in IPO
- Extending the known resources, targeting the new



## Nickel key forward facing metal

- Global drive for net zero emissions
- Nickel key contributor
- Sulphide sourced Ni provides cost & env' benefits
- Tesla-BHP deal

Exposure to gold in a world class, 15 Moz gold belt

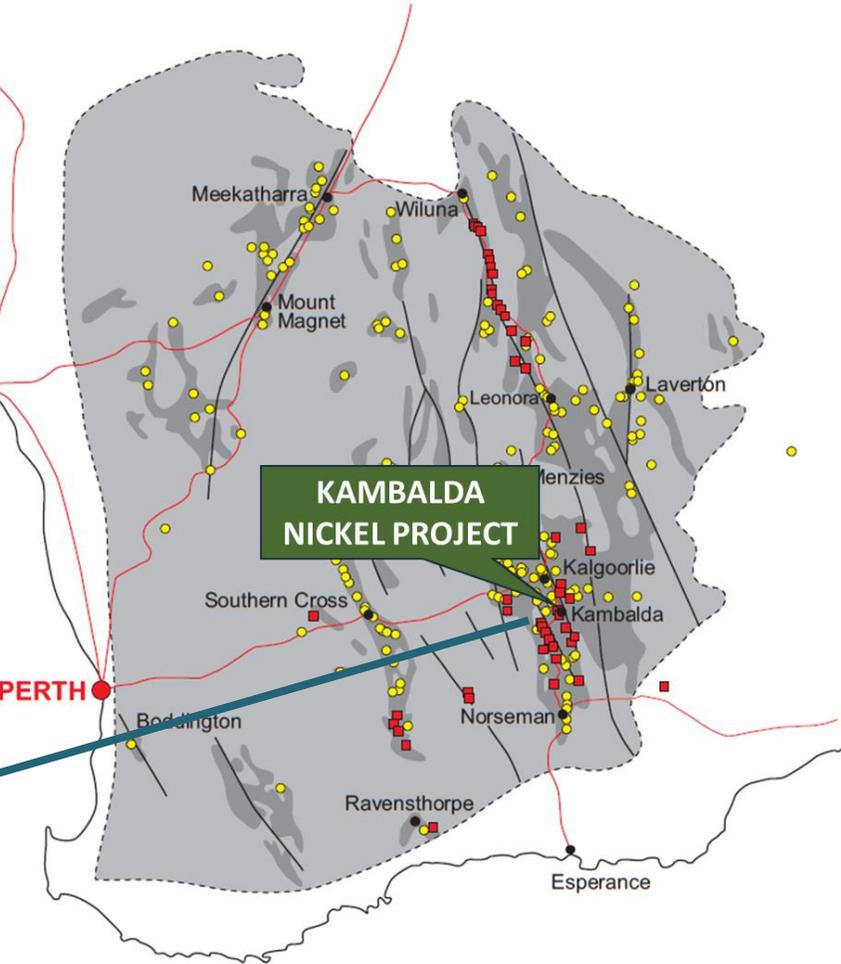
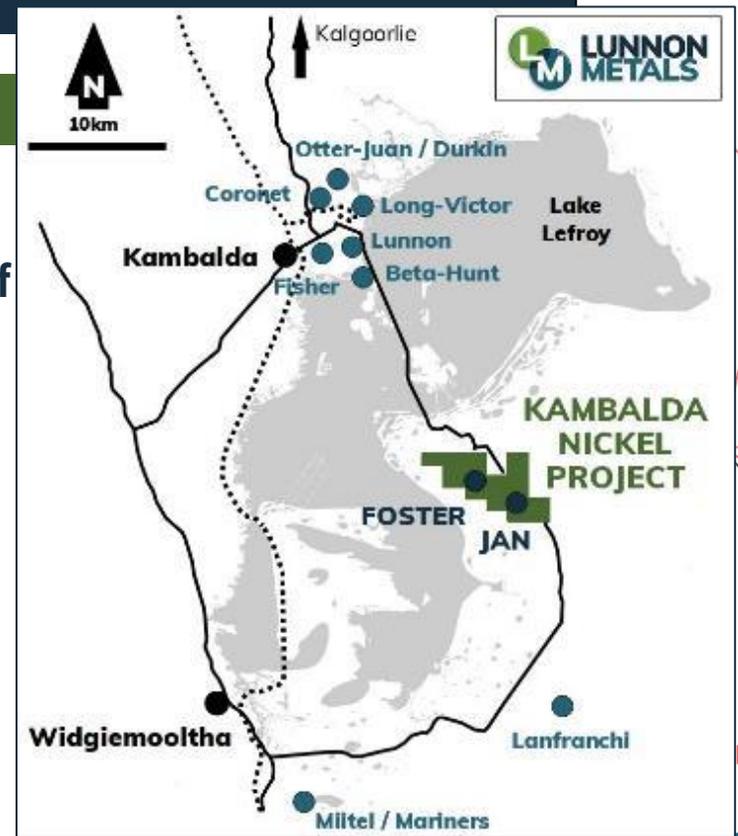
Tight capital structure, GFI cornerstone 31.7%

# Globally significant district



## The right address.....

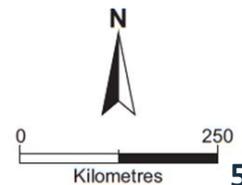
- **Kambalda**
  - 1.6Mt nickel metal mined, > 54Mt of ore since 1966 (at 3.1% Ni)
  - >15 Moz of gold sold since 1980
- **LM8 owns two mines that produced > 90 kt Ni**
  - No meaningful nickel exploration since mid 1990s
- **Multiple Ni troughs offer discovery upside**



| Mine      | Closed | Production             |
|-----------|--------|------------------------|
| Foster    | 1994   | 2.4Mt @ 2.6% (61kt Ni) |
| Jan Shaft | 1986   | 1.1Mt @ 2.8% (30kt Ni) |

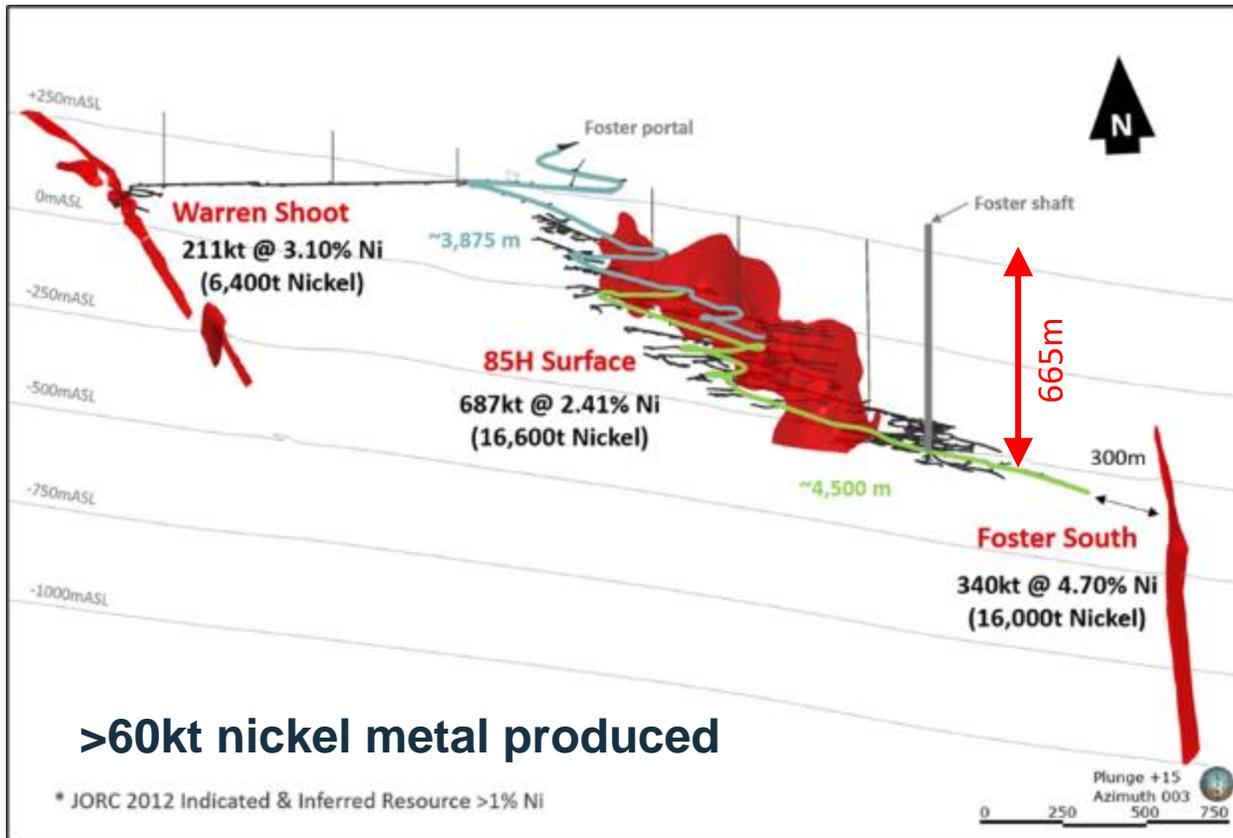
**LEGEND**

- Gold Deposits
- Nickel Deposits
- Yilgarn Craton
- Greenstone
- Major Structures



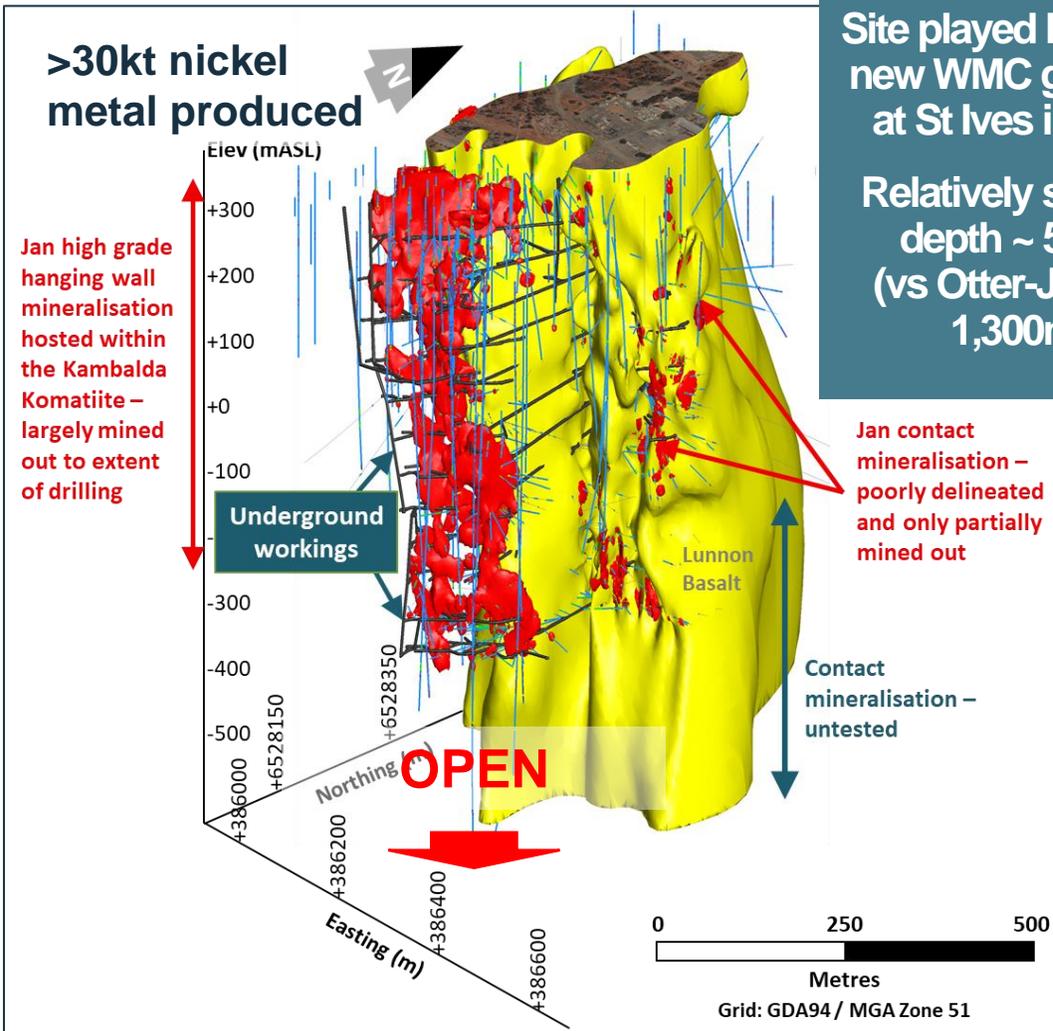
# Foster & Jan – proven producers

## Foster Mine (decline & shaft) – closed '94



>60kt nickel metal produced

>30kt nickel metal produced



Site played host to a new WMC gold mill at St Ives in 1987

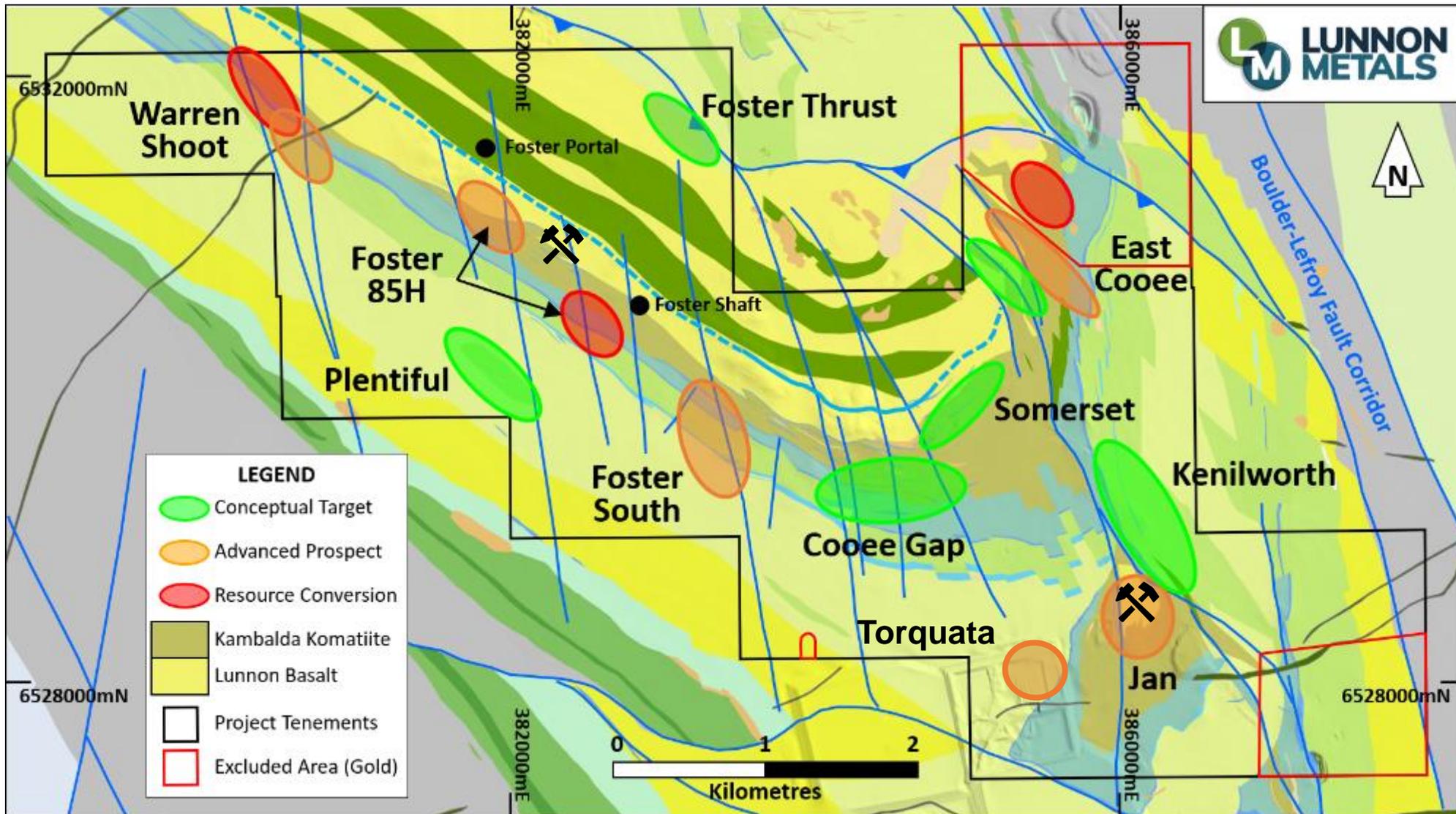
Relatively shallow depth ~ 560m (vs Otter-Juan at 1,300m)

## Jan Shaft – closed '86, open at depth

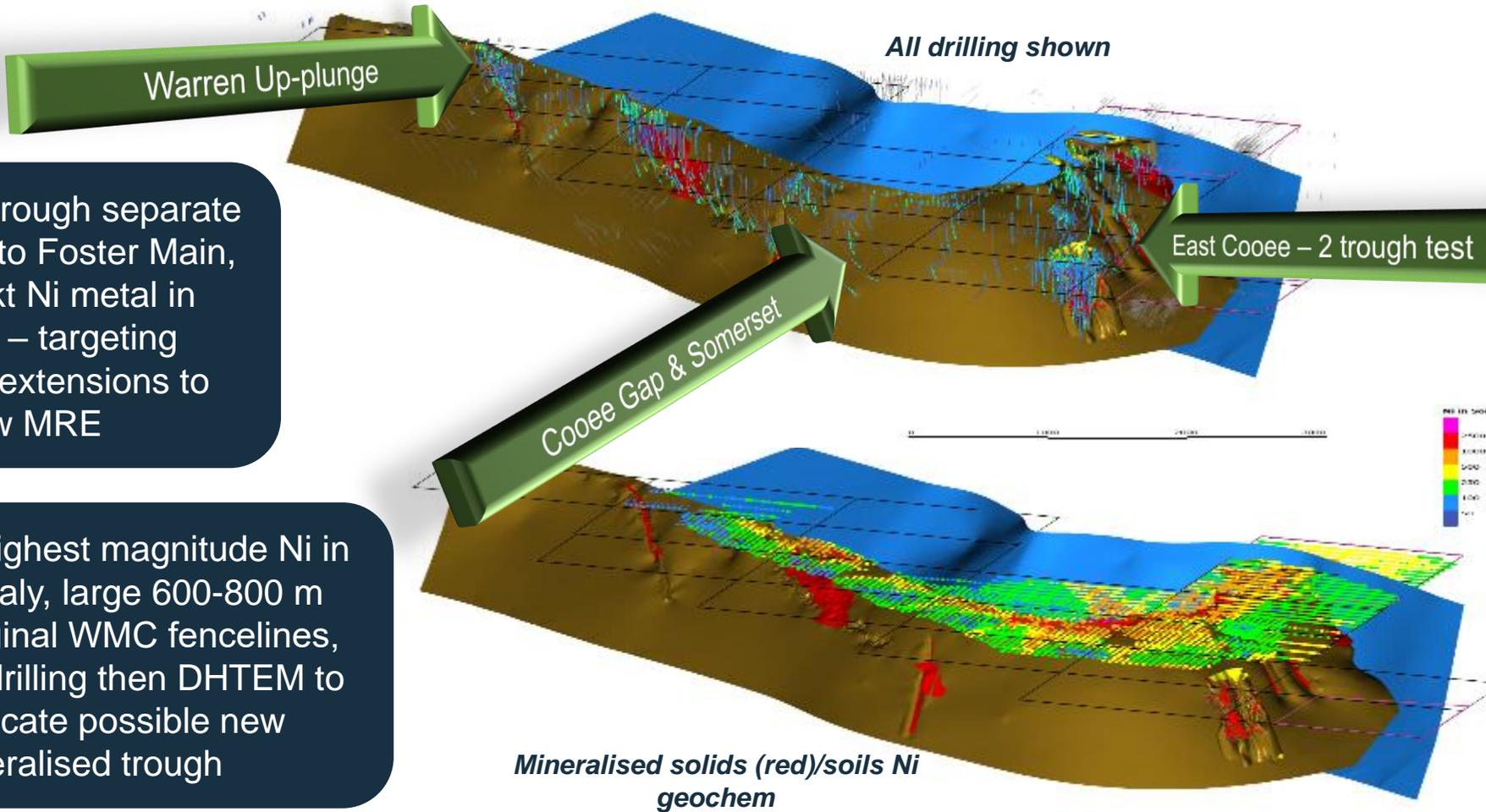
# RC first pass programmes complete

## Discovery Program

- > RC +/- DD
- > DHEM (Ni)
- > Geo-interp & grade estimation
- > JORC'12
  
- > DDH, RC
- > DHEM (Ni)
- > Geo-interp & grade estimation
- > JORC'12
  
- > Geochem/ground mags
- > Interp/analysis
- > RC/DDH bedrock test
- > DHEM
  
- > Historical Drill Core Retrieval Program
- > Check assay, geo-interp & grade estimation
- > Assess JORC'12
- > "RPEEE" test



# Assays pending .....



Mineralised trough separate and parallel to Foster Main, hosts 6.4kt Ni metal in JORC12 – targeting up-plunge extensions to grow MRE

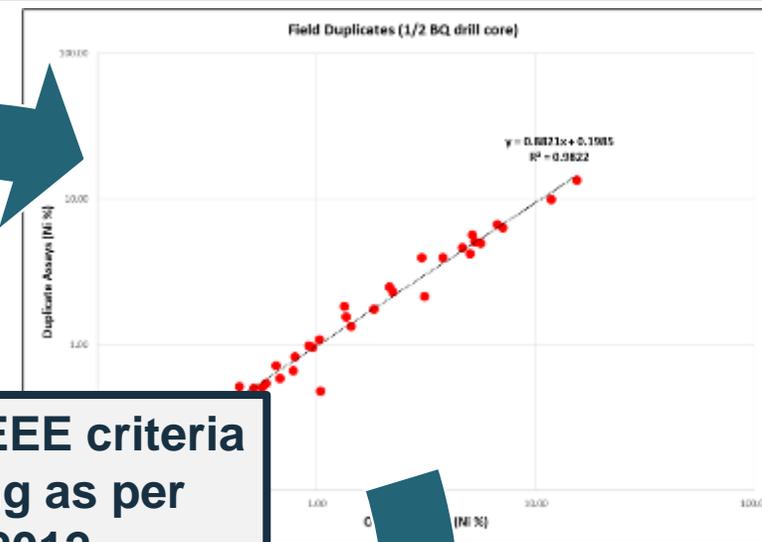
Strongest, highest magnitude Ni in soils anomaly, large 600-800 m “gap” in original WMC fencelines, framework drilling then DHTEM to define/locate possible new mineralised trough

Two adjacent deeply embayed troughs, “clipped” by historical drilling, targeting sulphide near / beneath significant HW nickel mineralisation & Exploration Target\* see below

\*The potential quantity and grade of the Exploration Target (0.50-0.75Mt @ 1.25 - 2.5% Ni) is conceptual in nature. Lunnon Metals notes that there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource. Please refer to the Compliance Statement on Slide 24 for further information regarding the basis and estimation of the Exploration Target for East Cooee.

# Historical Drill Core Retrieval programme

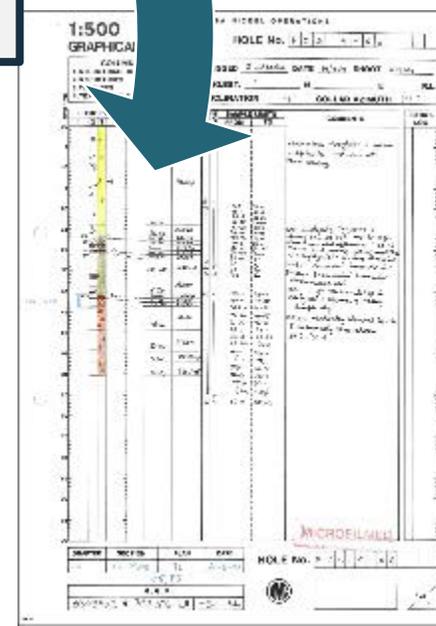
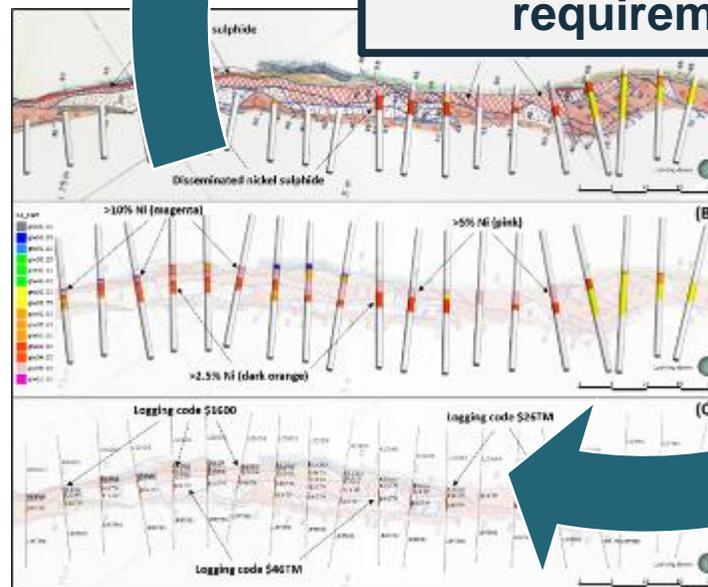
Access 350km of core, check logging, duplicate sample/assay



Stds/blanks inserted, density measured, metallurgical characterisation, QAQC checks

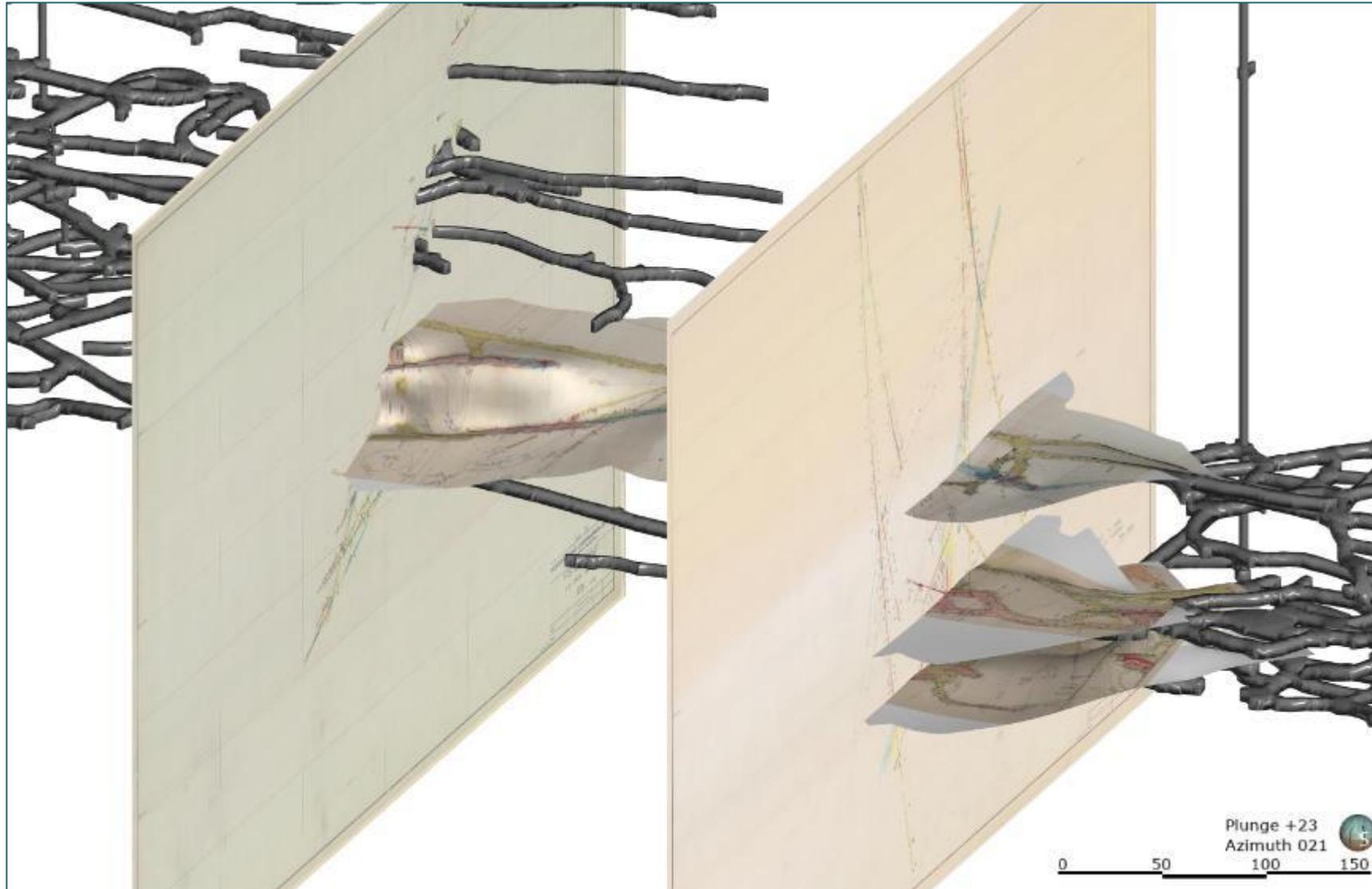
Establish RPEEE criteria for reporting as per JORC 2012 requirements

Cross reference with digital database, interpret, model and estimate grade



Historical geology section, plan and log reviews from WMC era

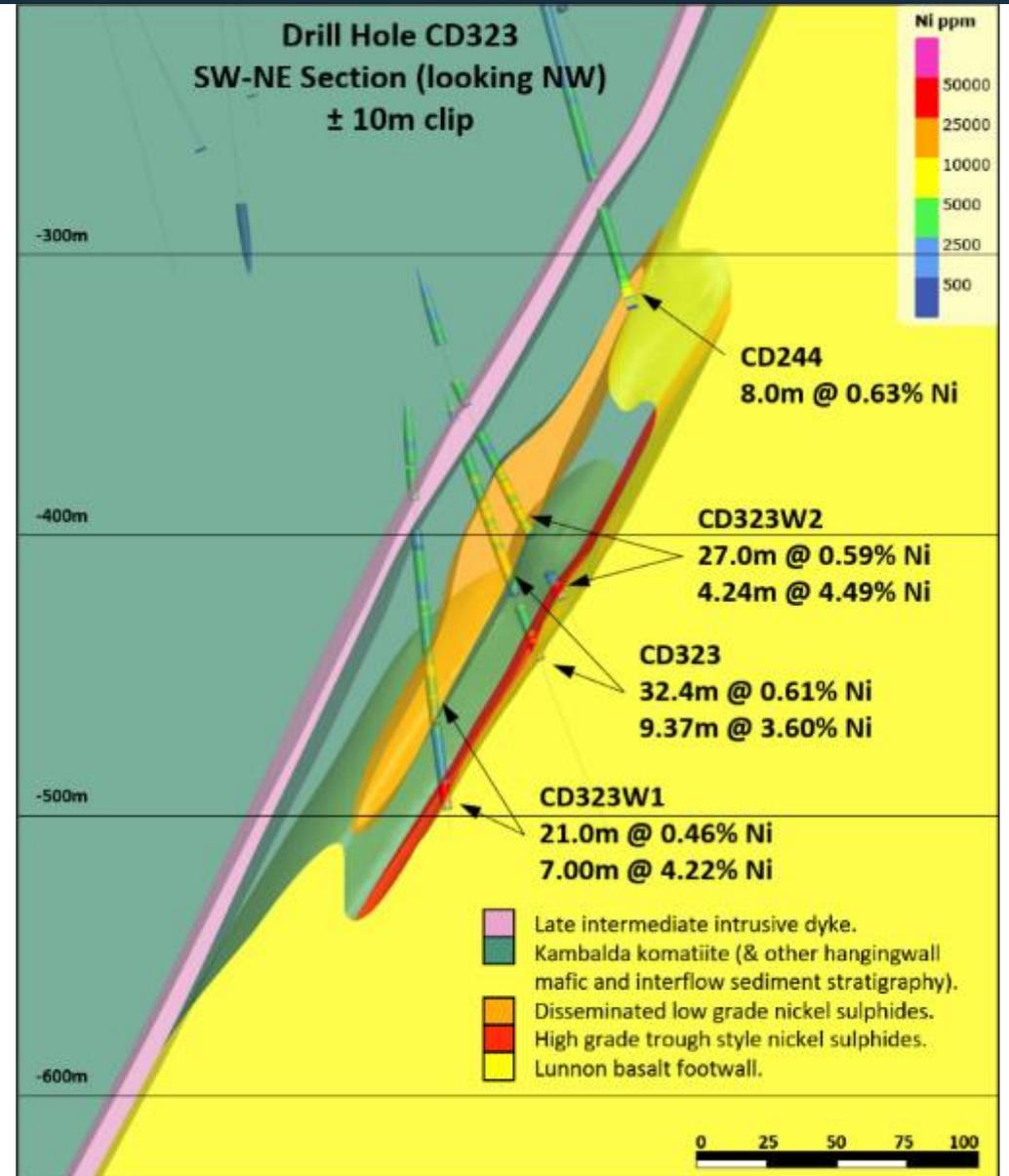
# 19 years of detailed geology records



- All 3D registered
- Over 430 individual plans/sections
- >3 km of strike and 800 m depth coverage at Foster
- >500 m depth and full E-W & N-S X/secs at Jan
- Foundation to all LM8 interpretation & JORC'12 estimations
- Fact based.....

# Goals of the Programme

- Previous successfully applied at Foster South
  - 690m BGL, 300m south of Foster Decline
  - Resulted in 16kt nickel metal\*
- Objectives for Foster:
  - If results warrant, REGULARLY add to existing Mineral Resource underground
  - Facilitates the RPEEE test for all subsequent resource estimates
  - Identify near mine targets for Surface/DD drilling; and/or
  - Generate targets for future underground test when mine is dewatered
- For Jan Shaft, possible first JORC'12 compliant estimate & assist targeting of Jan Deeps



\*see ASX Announcement 30 July 2021

for illustrated drill hole additional details and JORC Table 1 Sections 1,2 & 3

Foster Nickel Mine was delineated originally by surface diamond drilling only.

Both portal, decline and original shaft locations were planned on widely spaced drilling.

Points to note in following slides:

- **Pre-development**

- Outlines of nickel shoots/shapes are simple and follow general trend of trough – due to limited data.

- **1984**

- As the upper levels are mined, shapes become more complex, development beyond original DDH cover extends orebody to south – there is approx **135 mV (vertical metres) or 3 mine levels** across the plunge of the deposit.

- **1990**

- Nickel shoot outlines continue to define more complex shapes with more close spaced data. Mine continues to extend southwards – now **225mV or 5 mine levels** across the plunge of the deposit. Southern plunge interpreted to turn upwards.

- **1992**

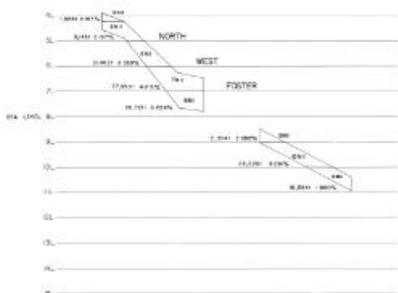
- UG diamond drilling south of shaft defines multiple complex surfaces. Now **250mV or 6 mine levels** across the plunge.

- **1992 late (18 months before production ceased)**

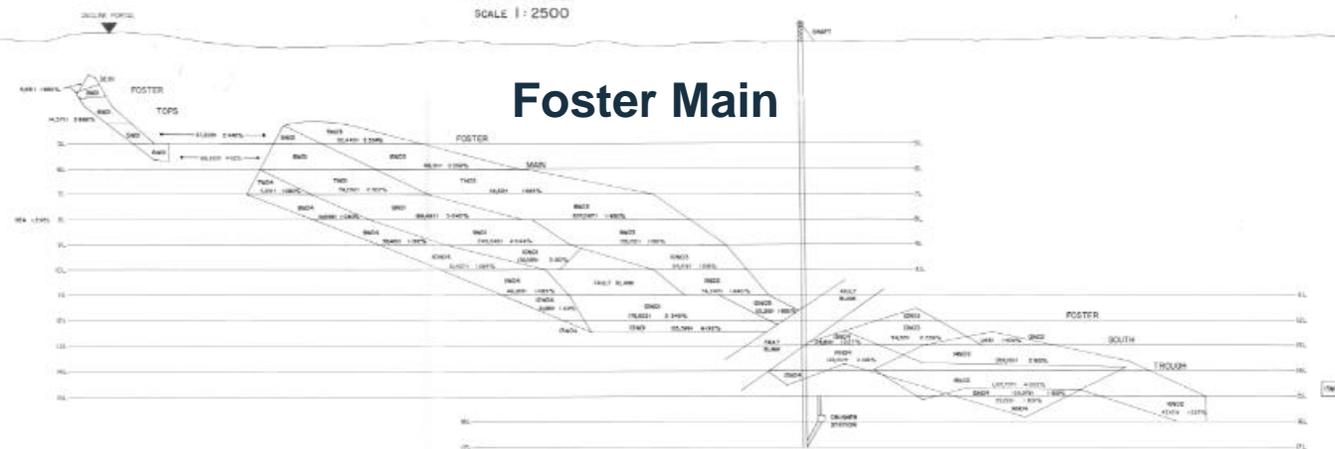
- **275-300mV or 7 mine levels** across the plunge. Warren interpreted to extend parallel to Foster. Northern “leading edge” of Foster Main trough recognised to have nickel potential.

# Pre-Mine Development ~1980/81

## Warren Shoot



## FOSTER SHOOT P.M.L. ORE RESERVE PLAN LONGITUDINAL PROJECTION NW-SE CONTACT SURFACES SCALE 1 : 2500

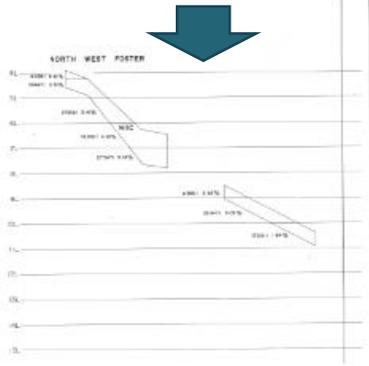


## Foster Main

## Foster South



Warren Shoot  
isolated blocks  
around drill  
intercepts



FOSTER SHOOT  
P.M.R. ORE RESERVE PLAN  
LONGITUDINAL PROJECTION NW-SE

SCALE 1:2500  
1984

Foster Main

135mV (or 3 levels)  
across plunge

Foster South



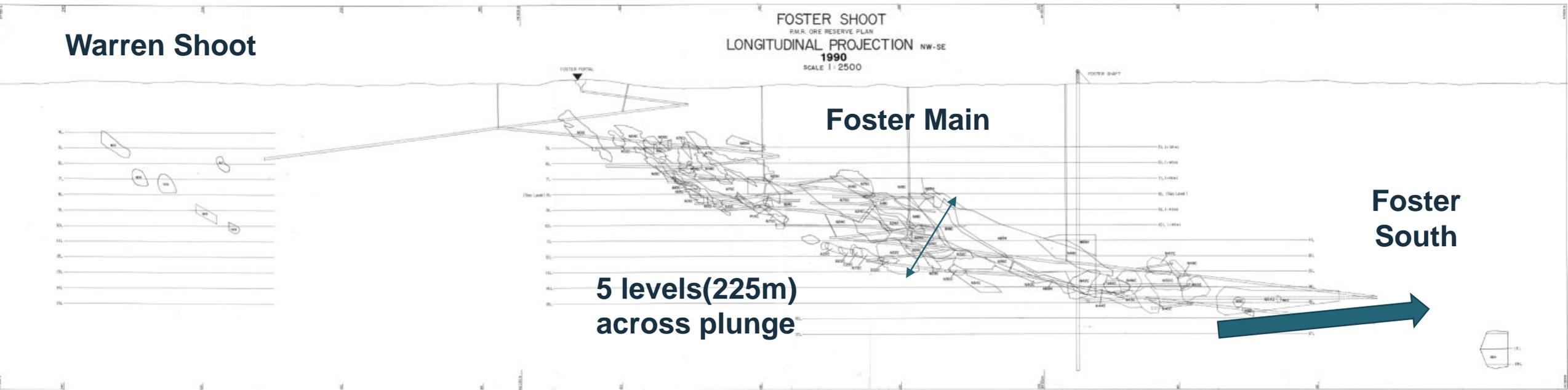
Warren Shoot

FOSTER SHOOT  
P.M.R. ORE RESERVE PLAN  
LONGITUDINAL PROJECTION NW-SE  
1990  
SCALE 1 : 2500

Foster Main

Foster South

5 levels(225m)  
across plunge



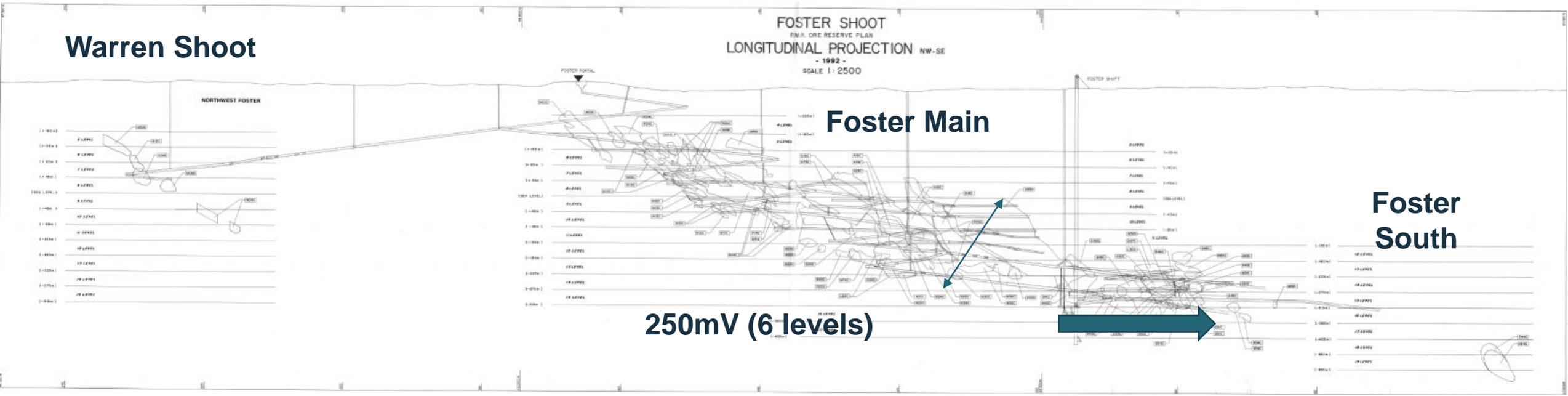
### Warren Shoot

### FOSTER SHOOT P.M.A. ORE RESERVE PLAN LONGITUDINAL PROJECTION NW-SE - 1992 - SCALE 1: 2500

### Foster Main

### Foster South

250mV (6 levels)



Warren Shoot– interpreted to be a parallel channel of equivalent plunge



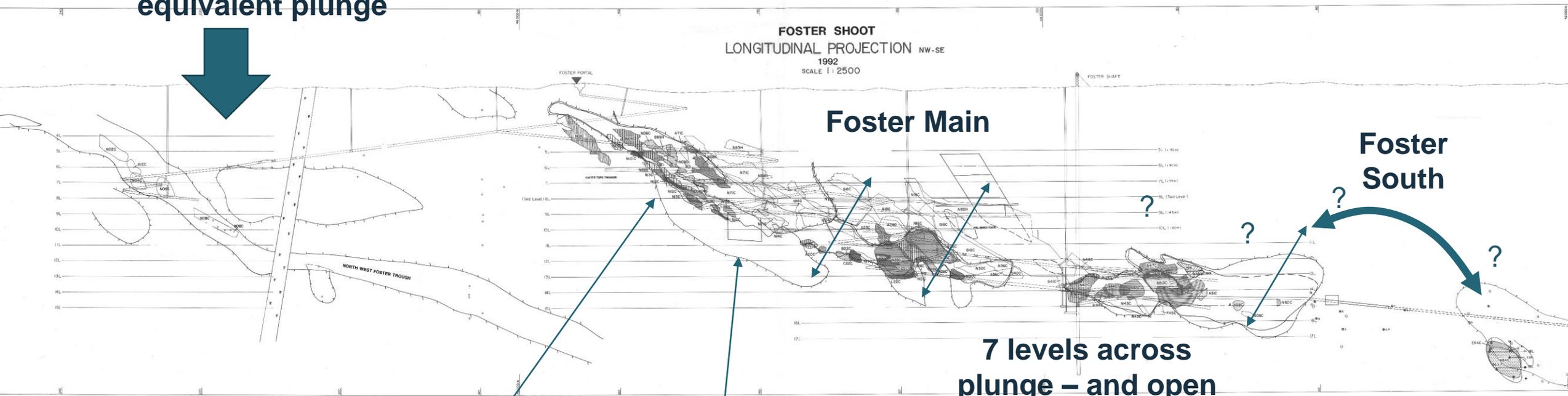
FOSTER SHOOT  
LONGITUDINAL PROJECTION NW-SE  
1992  
SCALE 1 : 2500

Foster Main

Foster South

7 levels across  
plunge – and open  
up dip on upper  
flank

Northern “leading  
edge” opens up as a  
target



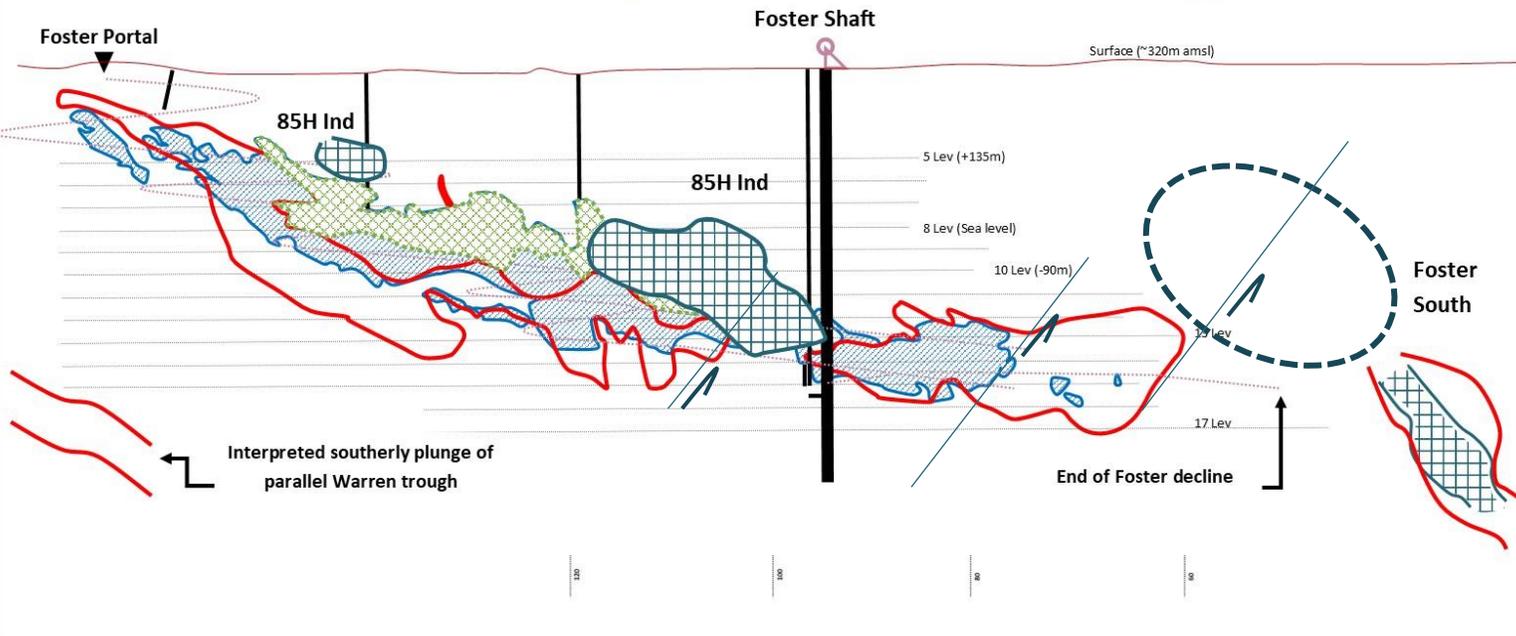
## FOSTER NICKEL MINE - LONGITUDINAL PROJECTION (NW-SE)

Reproduced after scanned 1992 WMC Resources Ltd image (local mine grid)



### LEGEND

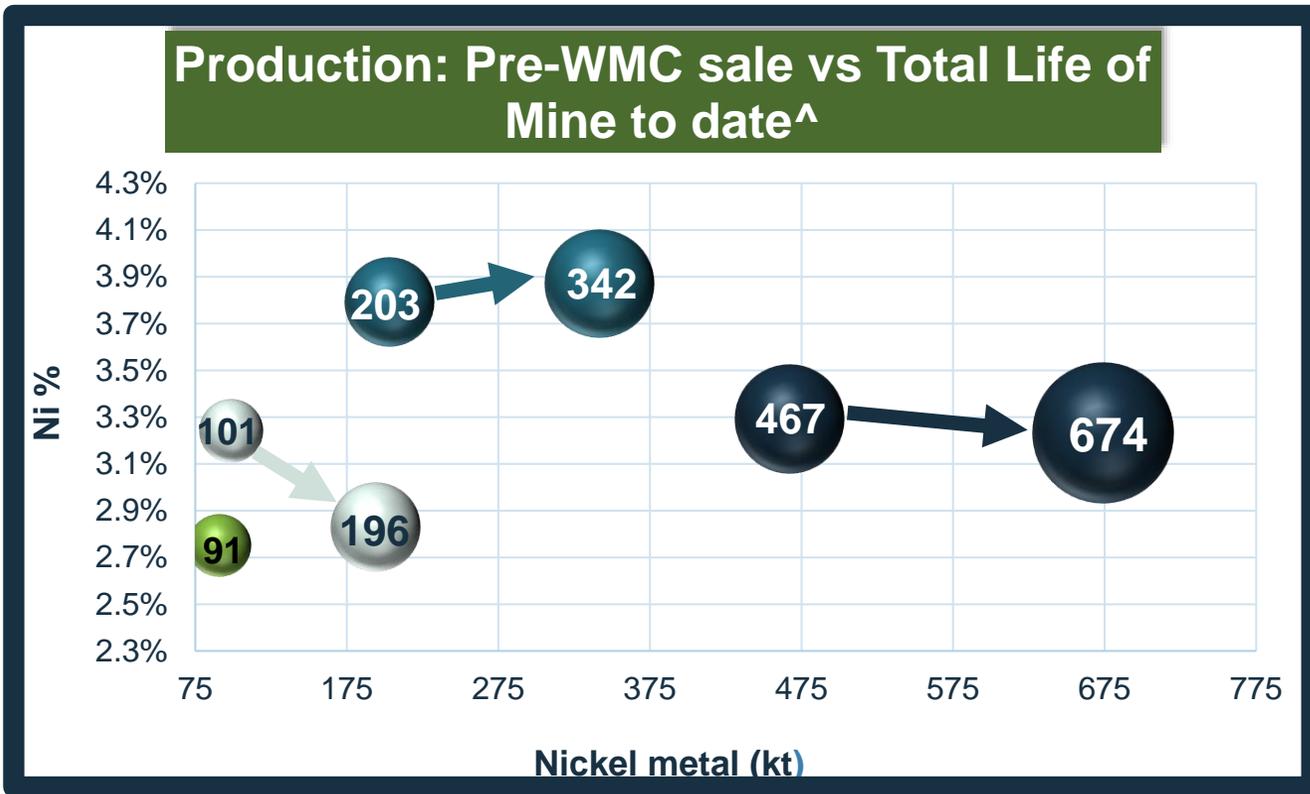
-  Outline of sediment free contact (trough)
-  "Hull" outline of historical (WMC), multiple nickel surfaces
-  Initial focus area: Historical Drill Core Retrieval Prog.
-  Haulage or vent shafts
-  LM8 JORC Compliant Resource projection
-  Foster Decline



## 3 pathways to growth

- **Surface drilling**
  - RC to 250-300m
  - DD for deeper conceptual targets
  - +/- DHEM
- **Historical drill core programme**
- **Dewater and future mine re-entry and UG DD**

# Nickel sulphides – central to Kambalda



**IGO – Long Shaft**  
Purchased in 2003

Long Shaft (36 yrs)  
1979-99; 2003-18



**MCR – Widgie/Nth Kamb**  
Purchases from 2000/01 on

Widgie/Nth Kamb (47 yrs)  
1969-2016



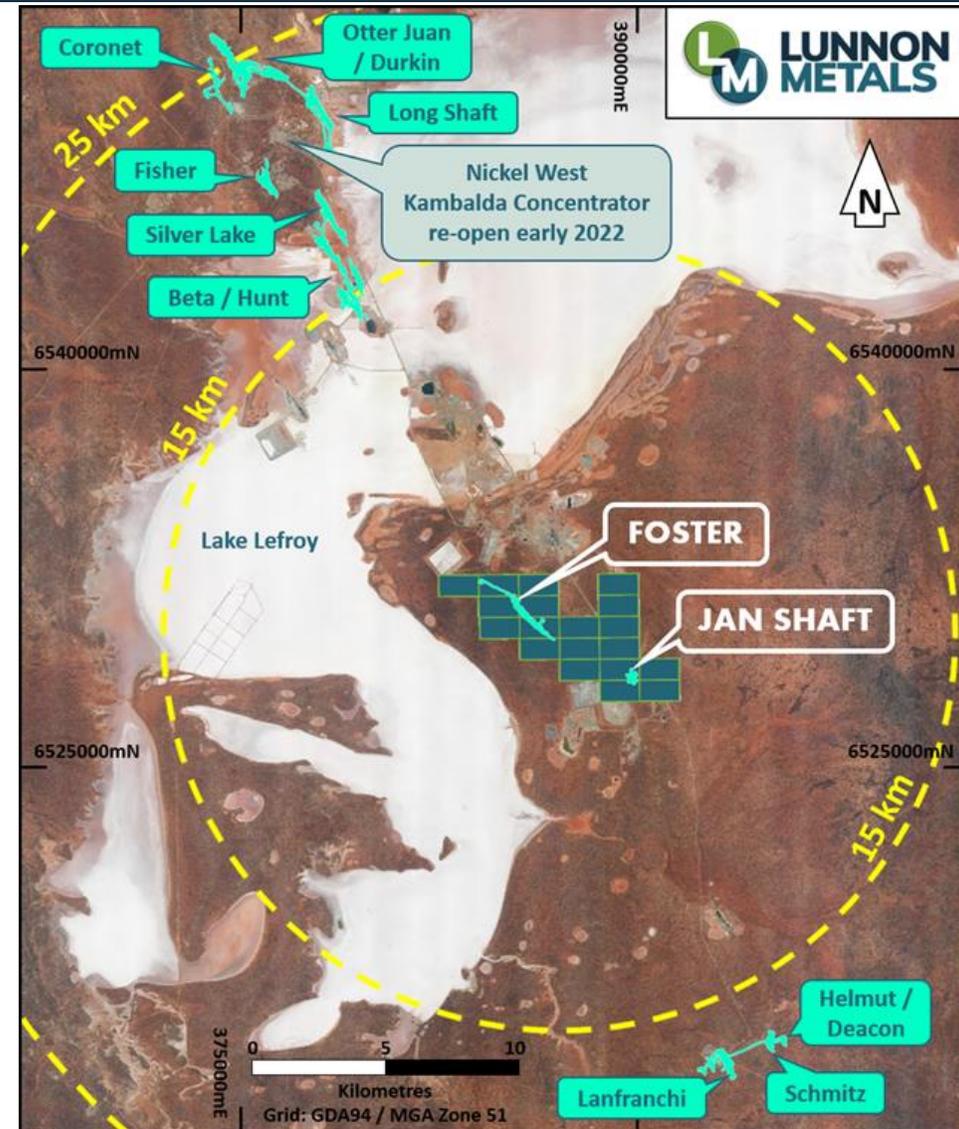
**PAN – Lanfranchi**  
Purchased in 2004/09

Lanfranchi (34 yrs)  
3 phases 1976-2016



**LM8 – KNP**  
JV 2014 / IPO 2021

Foster/Jan (19 yrs)  
1975 - 1994

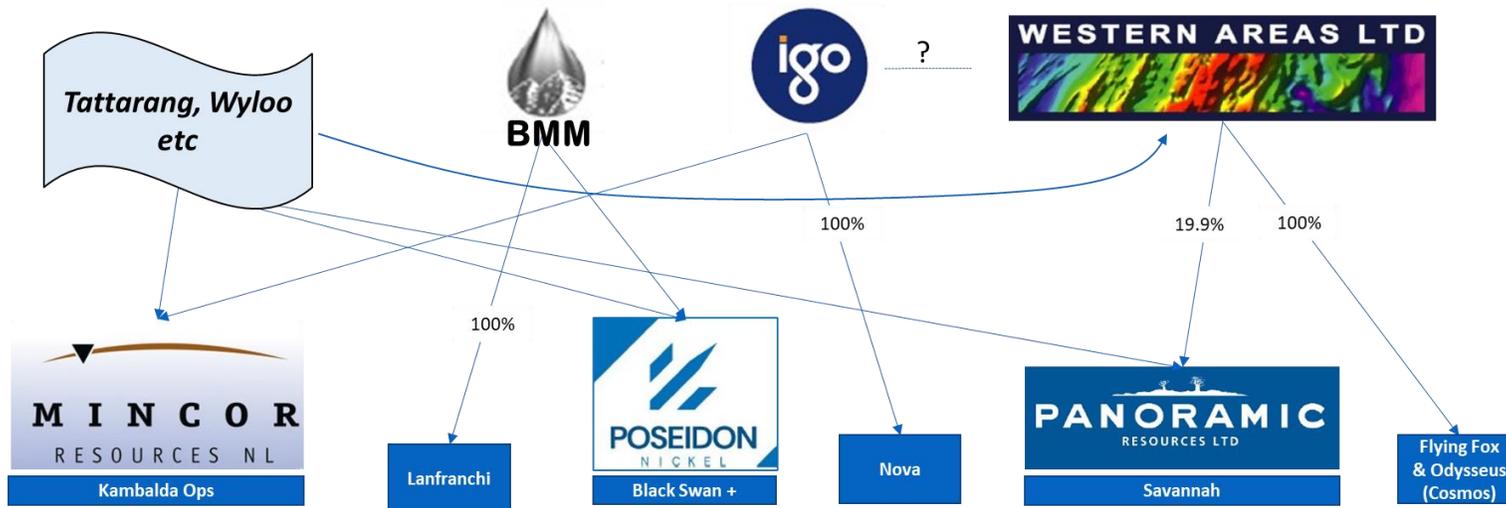


<sup>^</sup>source: historical WMC production records, relevant ASX company announcements

# Nickel corporate activity heating up...

- **New BHP - Tesla supply deal announced 22<sup>nd</sup> July 2021**
- **Now sells ~80% of its nickel into the EV battery sector\***
  - *“Demand for nickel in batteries is estimated to grow by over 500 per cent over the next decade...”\**
- **Nickel West**
  - off-take pre-empt over future LM8 Ni produced
  - Kambalda concentrator only 25km north of LM8 project

50kt nickel may translate into ~1 M EV cars saving 2.76Mt CO<sub>2</sub>/year\*\* ..... or 0.55% of Australia’s annual emissions (499Mt CO<sub>2</sub>)^^



Sources: \*: [bhp.com](http://bhp.com) 28/07/21 & 2021 Diggers presentation \*\*[carbonbrief.org/factcheck-how-electric-vehicles-help-to-tackle-climate-change](http://carbonbrief.org/factcheck-how-electric-vehicles-help-to-tackle-climate-change); ^^Department of Industry, Science, Energy and Resources (2021)



## Missed the last nickel boom

Two nickel mines and associated 9.0km prospective belt received no meaningful modern exploration for over 25 years (locked up in a global gold major)



## JORC'12 Resources\*

Already have 39,000t Ni metal JORC'12 Mineral Resource at Foster Mine – shaping up as a key nickel asset in the world famous Kambalda Nickel District



## Deep knowledge of the Project

Board/management each have over 20 years (and up to 30 years) experience in exploration, mining (re-start), legal and corporate aspects of the Project and district



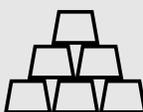
## Aggressive campaign = news flow

\$15 million raised, test a high quality portfolio via RC, DD and application of geophysical techniques in new and historical holes in areas of significant potential



## Tight capital structure with ~35% free float

Gold Fields cornerstone at 31.65%



## Last but not least – exposure to Gold

Same stratigraphy as nearby Beta/Hunt mine (TSX:Karora Resources) with same iron rich sediment unit that hosts gold there – Foster surrounded by significantly sized past producing gold mines immediately to north and south

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WA 6872**

**Tel: (08) 9226 0887**

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Driller, **Jack Lunnon** (far right) overlooking Lake Lefroy from north side of Red Hill: with local and WMC dignitaries at site of KD1, discovery hole for nickel at Kambalda (*image source ABC Goldfields-Esperance: story dated 1st Feb 2016: image late 1960s / early 1970s - not on Company's tenements*)

## Mineral Resource Statement

| Foster Mine  |                       | Indicated      |             |                 | Inferred       |             |                 | Total            |             |                 |
|--------------|-----------------------|----------------|-------------|-----------------|----------------|-------------|-----------------|------------------|-------------|-----------------|
| Shoot        | <u>Cut-off (Ni %)</u> | <u>Tonnes</u>  | <u>% Ni</u> | <u>Ni metal</u> | <u>Tonnes</u>  | <u>% Ni</u> | <u>Ni metal</u> | <u>Tonnes</u>    | <u>% Ni</u> | <u>Ni metal</u> |
| 85H          | 1%                    | 387,000        | 3.3         | 12,800          | 300,000        | 1.3         | 3,800           | 687,000          | 2.4         | 16,600          |
| Foster South | 1%                    | 223,000        | 4.7         | 10,500          | 116,000        | 4.8         | 5,500           | 340,000          | 4.7         | 16,000          |
| Warren       | 1%                    | 136,000        | 2.7         | 3,700           | 75,000         | 3.7         | 2,700           | 211,000          | 3.1         | 6,400           |
| <b>Total</b> |                       | <b>746,000</b> | <b>3.6</b>  | <b>27,000</b>   | <b>491,000</b> | <b>2.4</b>  | <b>12,000</b>   | <b>1,238,000</b> | <b>3.2</b>  | <b>39,000</b>   |

### FORWARD LOOKING STATEMENT – INFERRED RESOURCE STATEMENTS:

The Company notes that an Inferred Resource has a lower level of confidence than an Indicated Resource and that the JORC Code 2012 advises that to be an Inferred Resource it is reasonable to expect that the majority of the Inferred Resource would be upgraded to an Indicated Resource with continued exploration. Based on advice from the relevant Competent Persons, the Company has a high degree of confidence that the Inferred Resources reported at Foster Mine will upgrade to an Indicated Resource with further exploration work.

The Company believes it has a reasonable basis for making this forward looking statement in this presentation, based on the information contained in this presentation in the context of the JORC Code, 2012 and the Mineral Resource for 85H, Foster South and Warren recorded in the Company's Prospectus dated 22 April 2021.

# Competent Persons Statement



## Mineral Resources

The information in this presentation that relates to geology, nickel mineralisation and Mineral Resources is based on and fairly represents information compiled and reviewed by Mr. Aaron Wehrle, who is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr. Wehrle is a full time employee of Lunnon Metals Ltd, a shareholder and holder of employee options; he has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that 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. Wehrle consents to the inclusion in the presentation of the matters based on his information in the form and context in which it appears.

## Exploration Target

The information in this presentation that relates to the East Cooee Exploration Target is based on and fairly represents information compiled and reviewed by Mr. Aaron Wehrle. Mr. Wehrle is a Member of The Australasian Institute of Mining and Metallurgy, is a full time employee of Lunnon Metals, a shareholder and holder of employee options; he has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Wehrle consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

An Exploration Target for East Cooee was estimated by the Company in 2020 in accordance with the guidelines of the JORC Code, 2012. This work identified multiple mineralised surfaces in basalt-ultramafic contact trough locations, contact flanking locations, footwall positions and extensive hangingwall surfaces. The combined tonnage and grade potential of the Exploration Target was estimated to be in the range of 500 to 750 kt with an average grade of 1.25% to 2.5% nickel. The potential quantity and grade of the Exploration Target is conceptual in nature. The Exploration Target is based on supporting geological information and drillhole data from WMC and geological interpretations by Lunnon Metals. Included in the data on which this Exploration Target has been prepared are the results from surface diamond drillholes, completed by WMC during the 1970s and 1980s.

The Exploration Target does not account for potential geological complexity, possible mining method or metallurgical recovery factors. The Exploration Target was estimated in order to provide an assessment of the potential scale and grade of the mineralisation intersected in drilling and supported by the strong and high magnitude nickel-in-soils geochemical anomalism. The Company's work programs will seek to apply funds raised to progress exploration activities at East Cooee to confirm the presence of nickel mineralisation and generate sufficient new significant dill intercepts to position the Company to consider the estimation of a Mineral Resource within the first two years after listing.

In the Company's Independent Technical Assessment Report in Schedule 3 of the Prospectus lodged on the ASX on 11 June 2021, Optiro Pty Ltd notes that there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource.

## Disclaimer

References in this presentation may have been made to certain previous ASX announcements, which in turn may have included exploration results and Mineral Resources. For full details, please refer to the said announcement on the said date. The Company is not aware of any new information or data that materially affects this information. Other than as specified in this announcement and mentioned announcements, the Company confirms it is not aware of any new information or data that materially affects the information included in the original market announcement(s), and in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the estimates in the relevant announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original announcement.

# Competent Persons Statement



## Historical Estimates – ASX listing rules 5.10 to 5.14

Any information in this presentation that relates to the historical estimates at Foster and Jan mines, is based on information compiled by Mr. Aaron Wehrle and Mr. Edmund Ainscough. Mr. Ainscough and Mr. Wehrle are both Members of The Australasian Institute of Mining and Metallurgy, full time employees of Lunnon Metals, are shareholders and holders of employee options; they have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Persons as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Ainscough and Mr. Wehrle state that this information is an accurate representation of the available data and studies for the Foster and Jan historical estimates and consent to the inclusion in this presentation of these matters based on their information in the form and context in which it appears. The Company highlights that:

- The estimates are historical estimates and are not reported in accordance with the JORC code, 2012;
- A competent person has not done sufficient work to classify the historical estimates as Mineral Resources or Ore Reserves in accordance with the JORC Code, 2012; and
- It is uncertain that following evaluation and/or further exploration work that the historical estimates will subsequently be able to be reported as Mineral Resources or Ore Reserves in accordance with the JORC Code, 2012.

The historical estimates are based on work completed by WMC Resources Ltd (WMC) as documented specifically in two unpublished internal technical reports (for Foster, Flomersfeld, P., and Clark, C., 1996. Feasibility of Remnant Mining at Foster. Unpublished Report No. BF:026. Western Mining Corporation (Kambalda Nickel Mines); and for Jan Shaft, Barratt, R.M, 1987. Jan Shoot – Geology, Ore Reserves and Potential on Mine Closure (P.13, 1986). Unpublished Western Mining Corporation Limited Report K3037. The historical estimates use terminology developed by WMC and applied at their Kambalda nickel mines as follows:

- UGOR, or Unfactored Geological Ore Reserve – a polygonal estimate calculated by WMC’s in-house computer system at the time which incorporated drill intercept intervals selected and categorised to multiple different and separately interpreted nickel surfaces by the mine based geological staff together with the associated true width and SG of these intercepts to estimate a tonnage and average grade for each such identified block within manually digitised “areas of influence” i.e. blocks, panels etc.
- FGOR – Factored Geological Ore Reserve – this calculation was based on the UGOR above with the addition of a minimum mining width estimate, as defined by the width of the mining production methodology to be applied to extract the nickel metal mineralisation, often and typically (in the case of Foster and Jan Shaft) by airleg shrink stoping, airleg cut and fill and jumbo cut and fill methods; this estimation was typically performed in a “round table” meeting with the involvement and input of relevant mining production staff such as the shift boss/foreman, underground mine engineer and mine manager etc. The FGOR factors were originally predicated on airleg mining and adapted over time to allow or accommodate for jumbo development;
- PMR – the final step in WMC’s annual estimation process was to attempt to reconcile tonnes and nickel metal content allocated to the mine by the central concentrator processing facility in Kambalda against the annual mining performance claimed to be delivered; this step thus attempted to accommodate or incorporate unplanned ore loss and mining dilution. This resulted in a further application of modifying factors to the FGOR to derive the Planned Mining Reserve or PMR, against which the following year’s budget forecast would be made and mine performance judged.

The Company considers the historical estimates are directly relevant and in quantum, material, to the Company and represent the most accurate known estimation of the nickel mineralisation available and pertinent to those parts of the two historical mines until such time as the Company has completed the necessary work to update the estimation under the JORC 2012 Guidelines. The Competent Persons have sufficient direct knowledge and also completed sufficient further investigations to satisfy themselves as to the reliability of the historical estimates and their suitability for reporting under Chapter 5 rules. The WMC procedural steps listed above represent the best summary of the work programs on which the historical estimates were based and the mining and processing parameters that were used to prepare them and there are no known other estimates that are relevant to the reported mineralisation. The Company has work programs planned and previously applied (to the Foster 85H, South and Warren Shoot mineralization) which will be applied to the Foster and Jan Shaft historical estimates with the objective of reporting them as Mineral Resources, if warranted, under the JORC 2012 Guidelines within the next two year period.