



Kalgoorlie Miner

Friday 10/02/2017

Page: 18
Section: General News
Region: Kalgoorlie WA, AU
Circulation: 3417
Type: Regional
Size: 107.00 sq.cms.



slice
CUT STRAIGHT TO YOUR NEWS

press clip

De Grey signs option on Pilbara gold project

■ **Stuart McKinnon**

De Grey Mining has signed a 12-month option to acquire the Indee gold project, immediately west of its Turner River project near Port Hedland, for \$15 million.

The company has signed an agreement with the mine's owner, China's Northwest Nonferrous Australia Mining to evaluate the property ahead of purchase by July 2018.

De Grey said the project comprised granted mining and exploration licences with existing defined shallow gold resources, a near-term exploration target, named Mallina, other walk-up drill targets and longer term exploration upside.

Indee hosts exposed gold mineralisation across five shallow open pits, 850,000 tonnes of crushed mineralised material in surface stockpile and mine infrastructure including a camp, run-of-mine pad and haulage roads.

The project hosts a total resource of 6.66 million tonnes at 1.6 grams per tonne gold for 345,000 ounces across the measured, indicated and inferred classifications.

However the resource is historic and needs to be updated to meet with the modern JORC standard.

De Grey executive chairman Simon Lill said the acquisition not only consolidated ownership of the regionally significant and highly prospective Mallina Shear Zone, but dovetailed well with the company's Turner River project.

De Grey shares were up 0.3 cents, or 5.88 per cent, to 5.4 cents.