



**ASX Announcement**  
27 August 2013

## **SUNDANCE ISSUES DOCUMENTS FOR PROJECT EQUITY AND TAKE-OR-PAY CONTRACTS**

Sundance Resources Ltd (ASX: SDL) advises that it has issued term sheets for the sale of equity and take-or-pay offtake agreements in relation to its Mbalam-Nabeba Iron Ore Project in Cameroon and the Republic of Congo (Congo-Brazzaville).

“By the end of 2013, we aim to have agreements in place to facilitate the full production capacity of 35 million tonnes per annum of high-grade iron ore and to be finalising negotiations for building the infrastructure with EPC contractors,” Sundance Managing Director Giulio Casello said.

Sundance announced earlier this month that it had started issuing tender documents relating to financing and construction of the Project’s port and rail infrastructure (*see ASX release dated 7 August 2013*). It is expected construction could commence on the rail and port immediately following the successful completion of the EPC tender process, which will include funding solutions.

With cash-only costs of just US\$21.20 a tonne (as per the April 2011 Definitive Feasibility Study), Stage One of the Mbalam-Nabeba Project will be one of the lowest-cost, high-grade iron ore projects in the world.

The Mbalam-Nabeba Project has total JORC-Code compliant High Grade Hematite Ore Reserves of 436.3Mt at 62.6% Fe. These Reserves are derived from total Project High-Grade Hematite Resources of 775.4Mt at 57.2% Fe, of which 748.0Mt are classified as Indicated. The Project also boasts a further 4.05Bt of Itabirite Hematite Resources at 36.3% Fe, of which 1.43Bt at 38% Fe are classified as Indicated. These Itabirite Resources directly underlie the High Grade Hematite Resource.

The Definitive Feasibility Study for Stage One was completed in April 2011. Stage One involves mining 35Mtpa of Direct Shipping Ore for a minimum of 10 years, as well as construction of dedicated rail and port infrastructure.

All environmental approvals for the infrastructure and mines have been awarded, including the Declaration of Land for Public Utility for the rail in Cameroon. The Mbalam Convention with the Cameroon Government was signed in November 2012 and the Congo Mining Permit was granted by the Republic of Congo Government in February 2013.

Sundance has held discussions with all the parties that will receive the tender documents and the Company is encouraged by the strong interest that has been expressed by parties in playing a role in developing this world-class, high-grade iron ore project.

**ENDS**

Released by:  
**Giulio Casello**  
**CEO and Managing Director, Sundance Resources Limited**

**Shareholder / Media Inquiries:**

Jill Thomas, Investor Relations Manager  
Sundance Resources Limited  
Telephone: +61 8 9220 2300  
Email: [info@sundanceresources.com.au](mailto:info@sundanceresources.com.au)

Paul Armstrong, Read Corporate  
Telephone: +61 8 9388 1474  
Email: [paul@readcorporate.com.au](mailto:paul@readcorporate.com.au)

## Competent Persons Statement

The information in this release that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Robin Longley, a Member of the Australian Institute of Geoscientists, and Mr Lynn Widenbar, a member of the Australasian Institute of Mining and Metallurgy. Mr Longley and Mr Widenbar are consultants to Sundance and have sufficient experience which is relevant to the style of mineralisation and type of Deposit and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". The information in this release that relates to Mineral Ore Reserves is based on information compiled by Mr Bruce Gregory, a member of the Australasian Institute of Mining and Metallurgy. Mr Gregory is employed by AMC Consultants Pty Ltd and is a consultant to the Company. Mr Gregory has sufficient experience which is relevant to the style of mineralisation and type of Deposit and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Messrs Longley, Widenbar and Gregory consent to the inclusion in this release of the matters based on their information in the form and context in which it appears.

For more information including modelling parameters and details, the ASX announcements pertaining to Exploration Results, Mineral Resources and Ore Reserves are available from the Company's website: [www.sundanceresources.com.au](http://www.sundanceresources.com.au).

**High Grade Hematite Reserves & Resources (by table)**

Global High Grade Hematite Ore Reserves	Reserve Classification	Tonnes (Mt)	Fe (%)	SiO <sub>2</sub> (%)	Al <sub>2</sub> O <sub>3</sub> (%)	P (%)	LOI (%)
Ore Reserves Reported to ASX – 24 December 2012	Probable	436.3	62.6	4.43	2.55	0.087	2.78

High Grade Hematite Resources	Tonnes (Mt)	Fe (%)	SiO <sub>2</sub> (%)	Al <sub>2</sub> O <sub>3</sub> (%)	P (%)	LOI (%)
Indicated	748.0	57.2	9.2	4.4	0.098	3.8
Inferred	27.4	57.4	15.1	3.0	0.090	1.5
<b>Total High Grade Hematite Resource</b>	<b>775.4</b>	<b>57.2</b>	<b>9.4</b>	<b>4.3</b>	<b>0.098</b>	<b>3.8</b>

**Itabirite Hematite Resources (by table)**

Global Itabirite Hematite Resource	Tonnes (Mt)	Fe (%)	SiO <sub>2</sub> (%)	Al <sub>2</sub> O <sub>3</sub> (%)	P (%)	LOI (%)
Mbarga Deposit	2,325	38.0	44.4	0.5	0.04	0.4
Nabeba Deposit	1,722	33.9	42.5	2.7	0.05	2.6
<b>Total Itabirite Hematite Resource</b>	<b>4,047<sup>(i)</sup></b>	<b>36.3</b>	<b>43.6</b>	<b>1.4</b>	<b>0.04</b>	<b>1.3</b>

Note:

- (i) Of the total 4,047 Mt Itabirite resource, 1,431 Mt is at a grading of 38.0% and classified as Indicated. The remaining is Inferred Mineral Resources.