

**MONGOLIAN GOVERNMENT ISSUE ENVIRONMENTAL IMPACT ASSESSMENT  
FOR THE NUURST PROJECT IN MONGOLIA AS IT CONTINUES TO PROGRESS  
TOWARDS ITS MINING LICENCE**

**Highlights:**

- **The Ministry of Nature has issued a Positive Environmental Impact Assessment for the Nuurst Project**
- **This is the penultimate milestone towards obtaining a Mining Licence**
- **Documents for the final stage of approvals have been submitted to the Mineral Resources Authority of Mongolia (MRAM)**
- **Appointment of Aчит- Erdene Darambazar as a Director of Modun Resources Ltd's wholly-owned in-country subsidiary - Modun Resources LLC Mongolia**

Coal explorer Modun Resources Ltd (**ASX: MOU**) (**Modun**) is pleased to announce that the Mongolian Ministry of Nature has issued a positive Environmental Impact Assessment for the Nuurst Thermal Coal Project and no issues were identified.

On the strength of this, Modun has submitted all the relevant documentation to MRAM for the final review of its Mining Licence application.

Rick Dalton, the Managing Director of Modun said "the progress towards obtaining the Mining Licence for the Nuurst Project continues. As we enter the final stage of the process, we remain on track to achieve project development and first mining of coal in the next 12-18 months."

**Appointment of Mongolian Director**

Modun is also pleased to announce the appointment of Mr Aчит-Erdene Darambazar as a director of Modun Resources Ltd's wholly owned in-country Mongolian subsidiary, Modun Resources LLC Mongolia.

Aчит-Erdene Darambazar is the Founder and President of Mongolia International Capital Corporation (MICC), a leading investment banking firm in Mongolia. Aчит-Erdene founded MICC in 2005, and it was the first investment banking firm offering corporate finance, stock underwriting, and brokerage services in Mongolia. Aчит-Erdene has been an innovator in the Mongolian financial sector and has acted as an advisor to both Government and private sector organisations in many important financial transactions in Mongolia. Aчит-Erdene has completed a Master's degree in International Relations from Columbia University (New York) and a Bachelor's degree from Middlebury College (Vermont).

Managing Director Rick Dalton said "Aчит-Erdene is a welcome addition to Modun's in-country Mongolian team as we change our focus from exploration to development of the 100% owned Nuurst Coal Project in central Mongolia. Aчит-Erdene's local experience and expertise has been and will continue to be invaluable as we work in conjunction with the Mongolian government and business partners to advance the Nuurst Coal Project and pursue several other local opportunities that are arising as we move towards production."

**For further information, please contact:**

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**About Modun Resources**

ASX-listed Modun Resources (ASX: MOU) is developing the 100%-owned Nuurst Coal Project in central Mongolia. Nuurst is a thermal coal project, which encompasses a 34.5 square kilometre licence area. In November 2012, Modun announced a 478 million tonne JORC reported Coal Resource at Nuurst (326 million tonnes Measured, 104 million tonnes Indicated, 48 million tonnes Inferred). The Nuurst Coal Project is located 120 kilometres south of Mongolia's capital Ulaanbaatar and six kilometres from existing rail infrastructure which links directly into China.

**Competent Person Statement**

*The information in this announcement that relates to the Nuurst Coal Resource is based on information compiled by Mr Dwiyoiko TU. Taruno of CSA Global Pty Ltd, who is a member of the Australasian Institute of Mining and Metallurgy. Mr. Dwiyoiko TU. Taruno has sufficient experience relevant to the style of mineralisation and type of deposit under consideration 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 Mineral Resources and Ore Reserves". Mr Dwiyoiko TU. Taruno consents to the inclusion of such information in this report in the form and context in which it appears.*

*The information in this announcement that related to exploration results is based on information obtained from drilling and trenching activities on site undertaken by Modun in 2011 & 2012. This information has been reviewed by Ms Dierdre Westblade of CSA Global Pty Ltd, Western Australia. Ms Westblade is a member of the Australian Institute of Geoscientists and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration 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'. Ms Westblade consents to the inclusion in the report of the matters based on his information in form and context in which it appears*