

26 November 2014

ADDRESS BY THE CHAIRMAN OF MUSGRAVE MINERALS LTD

ANNUAL GENERAL MEETING 2014

I would like to start by thanking everyone for attending Musgrave Mineral's 2014 Annual General Meeting today.

As I stated in my letter to shareholders that accompanied the annual report, the past year has again proven quite difficult for junior resource companies such as ours but with a strong project portfolio and some excellent targets to be tested in the near term, Musgrave Minerals is well positioned to capitalise on the growing demand for base metals and improving market conditions going forward.

Importantly, we have a strong balance sheet, an enviable position in the current market relative to our peers. This allows us to progress exploration on our existing projects while we evaluate new projects to continually strengthen our portfolio and to add value. To that end we have implemented a strategy to identify new opportunities that offer near term mining and development potential and significant exploration upside. In-line with this strategy we have reviewed a number of projects to date and we are making progress on potential new acquisitions.

The Company has continued to actively explore its existing projects in the Musgrave Province and Gawler Craton regions of South Australia, and has expanded into the Fraser Range of Western Australia with the application for the Mamba tenement.

Drilling is currently underway to test three base metal targets at the Menninnie Dam Project in the southern Gawler Craton region of South Australia. The targets are supported by geophysical and geochemical data that the team acquired through on-ground exploration during the year. Each is very prospective and is of large enough extent to potentially host significant volumes of mineralisation. We look forward to the results from this program.

In the Musgrave region, drilling this year at Pallatu intersected a narrow interval of nickel-copper massive sulphide mineralisation. Although narrow, the intersection is technically significant as it is one of only a few massive nickel sulphide intersections ever identified in the South Australian portion of the Musgrave Province and demonstrates the prospectivity of the region. There is a considerable amount of work ahead of us in the Musgrave's and the Company is seeking a joint venture partner to assist in funding a comprehensive exploration program on our highly prospective and very extensive tenure.

We are excited with our new Mamba project in the Fraser Range of Western Australia, along strike from the world class Nova-Bollinger nickel-copper discoveries made by Sirius Resource. We expect this tenement to be granted in the third quarter of the current financial year but we have already started to collect baseline datasets including the acquisition of high resolution magnetic data to assist with targeting.

I would like to take this opportunity to thank our Managing Director, our staff and my fellow Board members for their hard work and dedication over the past year.

We are committed to growing the Company and advancing our projects towards discovery and development for the benefit of all shareholders.

I also take this opportunity to thank all shareholders for your continued support of Musgrave Minerals and look forward to providing further updates as our activities advance in 2015.

Graham Ascough

Chairman