

ASX ANNOUNCEMENT / MEDIA RELEASE

ASX:ABU

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Production Update & Asset Value Review

Old Pirate Gold Mine – January 2016 Production Update

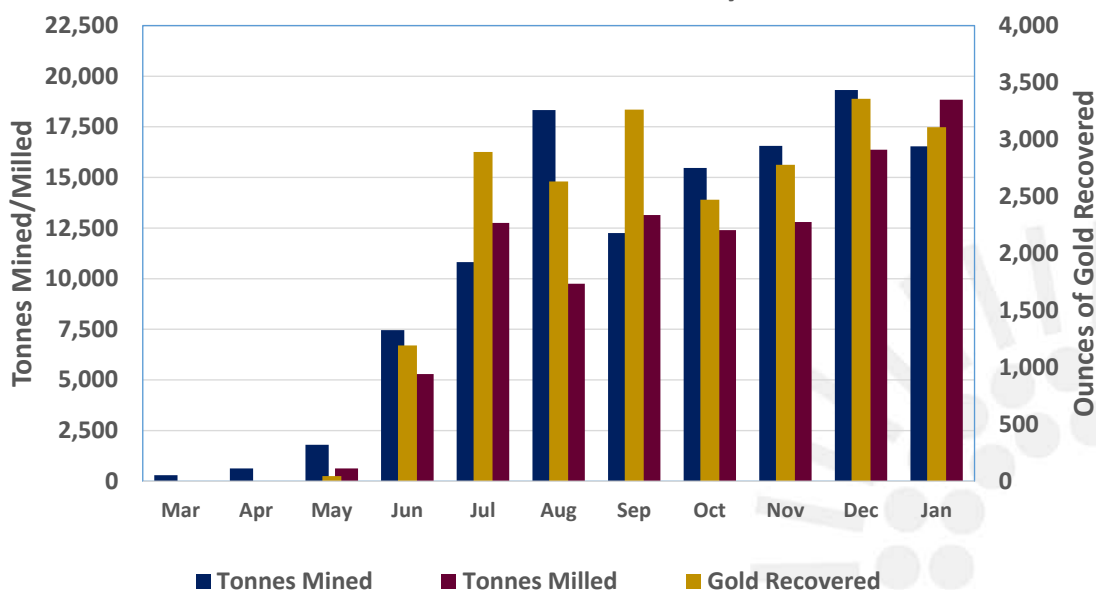
ABM Resources NL (the “Company”) is pleased to provide an update on operations at the Old Pirate Gold Mine during January 2016.

Continuous processing, introduced in mid-January 2016, contributed to record mill throughput for the month. Gold production in January exceeded the level forecast in the revised mine plan for the operation (ASX release of 24 December 2015) despite head grade being below target as some stockpiled low grade material was processed in order to achieve the higher throughput.

The tonnage of ore mined also exceeded the target set in the mine plan. However mining activity in early February 2016 has been impacted by heavy rainfall. The rain had minimal impact on processing as stockpiles were able to be drawn on. Mining operations have since returned to normal and the project remains on track to achieve the production targeted in the revised mine plan.

Project to date mine production, plant throughput and recovered gold are shown in the graph below, with production details summarised in the table following.

Old Pirate Production to 31 January 2016



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Old Pirate Gold Mine Production Summary to 31 January 2016			
		January 2016	Project to Date
Ore Mined	tonnes	16,533	119,461
Grade	g/t	4.6	6.1
Contained Gold	ounces	2,449	23,382
Ore Processed	tonnes	18,842	101,985
Grade	g/t	5.2	6.7
Contained Gold	ounces	3,156	21,910
Recovery	%	98.5%	99.0%
Recovered Gold	ounces	3,108	21,700
Gold Poured	ounces	2,861	19,266
Gold Sold	ounces	3,220	19,266

Review of Asset Values

The Company has reviewed the carrying values of some of its assets following changes to mine development plans at the Old Pirate Gold Mine and the re-assessment of non-core exploration tenements.

As foreshadowed in the December 2015 Quarterly Report (ASX release 29 January 2016), the Company expects to recognise impairment charges of between \$18 million and \$20 million against the carrying values of its Exploration, Evaluation and Development Expenditure and Mine Properties.

The impairment has no effect on the Company's cash position or on-going business activities.

Final asset carrying values will be determined following the completion of the half year audit and released in conjunction with the interim financial results in early March 2016.

Signed



Brett Lambert
Chief Executive Officer