



ASX/Media Release

(ASX: MZN)

26th August 2016

Marindi Metals Ltd
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Issued Capital:

1,153m fully paid ordinary shares,
236.8m listed options Ex. 2.0c Expiring
31 December 2016
64m unlisted options Ex. 2.5c Expiring
31 December 2019

Marindi Secures Federal Government Co-Funding to Explore Caranbirini Zinc-Lead Project in the NT

*Highly prospective project located near world-class
McArthur River mine and Reward JV Project
(including the Teena deposit)*

Marindi Metals Limited (ASX: MZN) is pleased to advise that it has secured \$100,000 in Federal Government co-funding to undertake exploration activities including geophysics and analysis of historical drill-holes at its 100%-owned **Caranbirini Zinc-Lead Project**, located 8km north of Glencore's world-class McArthur River Mine.

Caranbirini forms part of Marindi's expanding portfolio in this world-class base metal province, where it recently entered into a binding Heads of Agreement to acquire Rox Resources' 49% interest in the Reward Joint Venture, which includes the large Teena deposit (reported Inferred Resources totalling 58Mt grading 12.7% Zn+Pb as announced by ASX: RXL 1st June 2016).

The nearby McArthur River mine, which at December 31, 2012 had resources of 180Mt grading 10 % zinc, 4.7% lead and 47 g/t silver, is hosted in the Barney Creek Formation (BCF), a mineralised pyritic shale unit which is an important target for new zinc discoveries in the region.

In April 2016, Marindi was approached by the CSIRO to participate in the NTGS-CSIRO McArthur Project. Marindi will contribute \$50,000 towards the project and each of the CSIRO and the Australian Government's Department of Industry, Innovation and Science (as part of the Innovations Connections stream of the Entrepreneurs' Program) will match Marindi's contribution, allowing for a total exploration spend of \$150,000 on the Caranbirini Project.

The data generated will be interpreted by CSIRO scientists with the aim of the joint program being to develop a 3D model of the sub-surface geology. Data from airborne VTEM, gravity, mineralogy and

geochemical analyses from historical drill holes will be combined with a view to identifying prospective geological structures and Barney Creek Formation.

Once this work is completed, Marindi will use the data generated to target exploration drilling.

The Caranbirini Project covers 10km of the prospective Batten Trough and is located only 8km from the McArthur River Mine. Historical exploration has intersected base metal mineralisation in close proximity to the Emu Fault. Given most of the exploration effort has been focused on or around the Emu Fault it leaves much room for discovery away from the Emu Fault like the Teena discovery.

In addition to Caranbirini and the Reward JV, Marindi also has the Yalco Joint Venture in this area with Teck Minerals Ltd.

About Innovations Connections

Innovation Connections is a federal government programme intended to assist Australian firms become more competitive by collaborating with publicly funded research organisations. According to WA Innovation Facilitator Ken Green “The programme helps Marindi by taking advantage of advanced geological techniques developed by the CSIRO which will optimise Marindi’s future drilling and accelerate their resource characterisation; ultimately lowering the campaign costs and extending the company’s financial runway”.

About Marindi Metals Limited

Marindi Metals is an emerging ASX-listed zinc company which is executing an exploration and growth strategy designed to take advantage of what most commodity analysts predict will be a significant supply shortage of this critical industrial metal over the coming years.

The two main projects underpinning Marindi’s development strategy are the Newman Base Metal Project, located 60km south-west of Newman in WA’s Pilbara region, and the McArthur River tenements in the Northern Territory, where it owns 100% of the Caranbirini project and is in an exploration joint venture with global miner Teck at Yalco (Teck earning 70% by spending \$3.5m before August 2018).

Joe Treacy
Managing Director and CEO

Investor Inquiries
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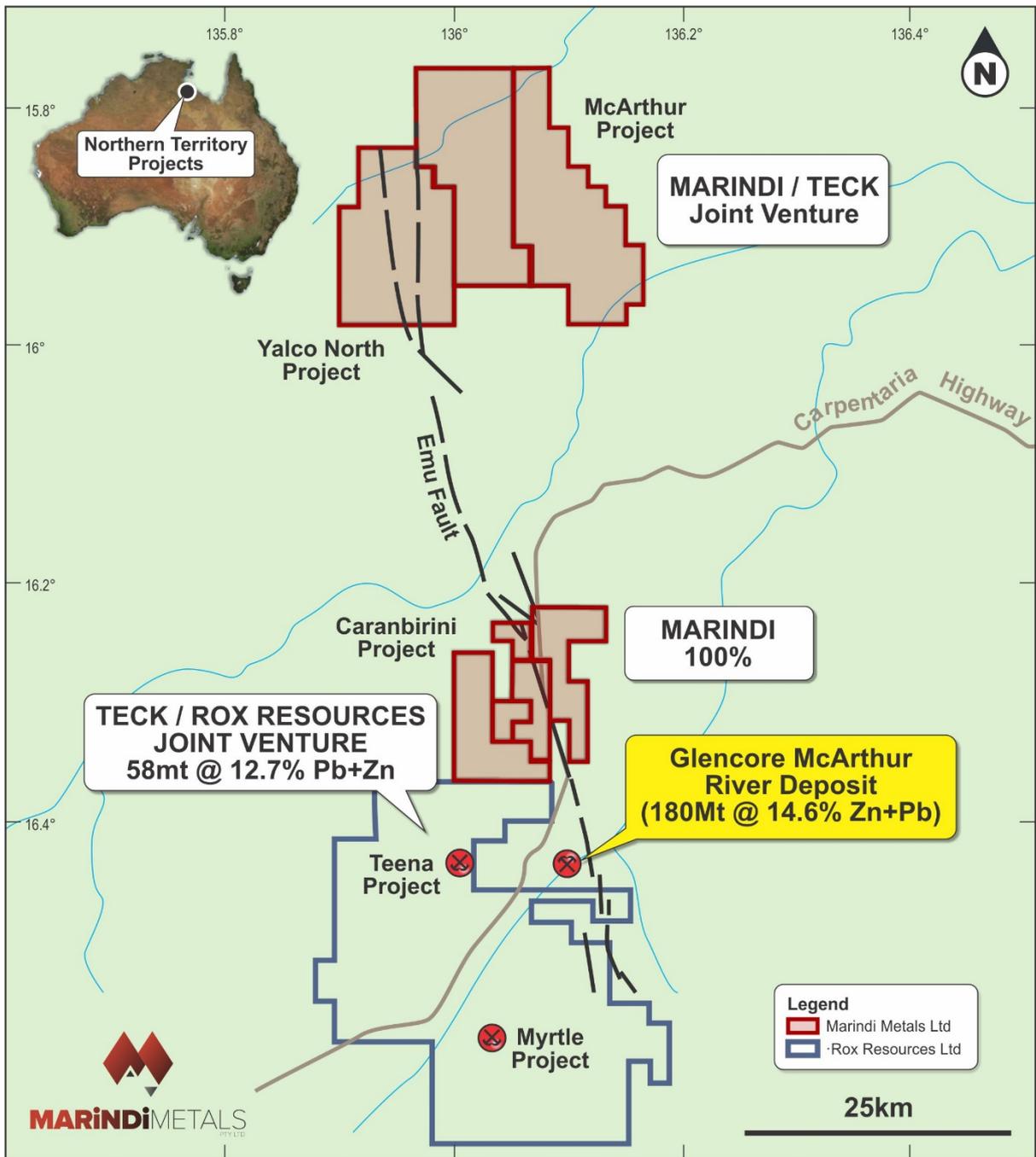
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Competent Persons Statement

Information in this release that relates to Exploration Results is based on information prepared by Mr Joseph Treacy a Member of the Australasian Institution of Mining and Metallurgy and the Australian Institute of Geoscientists Mt Treacy is the Managing Director of Marindi Metals Ltd, a full time employee and shareholder. Mr Treacy has sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration and to the activities being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Treacy consents to the inclusion in this release of the matters based on his information in the form and context in which it appears.

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Figure 1 - McArthur River Projects



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