



KORAB RESOURCES LIMITED

KORAB HOUSE

www.korab.com.au

6 September 2018

AMENDED MINING CONFERENCE PRESENTATION

Please find attached amended Mining Conference Presentation which was released earlier today and which was presented at the "Mining the Territory" conference held in Darwin. Page 13 of this presentation contained typographical errors which have been corrected.

INVESTOR CONTACT:

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ABOUT KORAB RESOURCES

Korab Resources Ltd is an international mining and exploration company with operations in Australia and Europe. Korab's projects include Winchester magnesium carbonate deposit at Batchelor in the Northern Territory of Australia. Korab also explores for gold, cobalt, silver, lead, zinc, copper, nickel, lithium, and tin at Batchelor and Green Alligator in the Northern Territory. Korab also holds Geolsec phosphate rock deposit (near Batchelor) which is sub-leased to a third party. The Company also holds Mt. Elephant copper/gold project (in the Ashburton Mineral Field in Western Australia) which is currently optioned for sales. Overseas, Korab holds a gold and silver deposit at Bobrikovo (in eastern Ukraine) which is currently subject to sale negotiations. More information about Korab's projects can be sourced from Korab's website at www.korab.com.au. Korab Resources Ltd is listed on Australian Securities Exchange, which is Korab's home market. Korab's shares are traded on Australian Securities Exchange (ASX) and on the Berlin Stock Exchange (Börse Berlin).

DISCLAIMER AND CAUTIONARY STATEMENT

Forward-looking statements are statements that are not historical facts. Words such as "expect(s)", "expected", "feel(s)", "believe(s)", "will", "may", "anticipate(s)", "should", "envisage(s)" and similar expressions are intended to identify such forward-looking information. This information includes, but is not limited to statements regarding future exploration results, resources, or reserves, and production. Anyone reading this report is cautioned not to place undue reliance on these forward-looking statements. All of such statements are subject to risks and uncertainties (many of which are difficult to predict and which generally are beyond the control of the Company) that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include, but are not limited to: those relating to the interpretation of exploration results (including drill results), the geology, grade and continuity of mineral deposits and conclusions of economic evaluations; risks relating to possible variations in reserves, grade, mining dilution, ore loss, and recovery rates; risks relating to changes in project financial and technical parameters; risks relating to the potential for delays in exploration programs, project evaluation/review, completion of feasibility studies and project development; risks related to commodity prices and foreign exchange rate fluctuations; risks related to failure to secure adequate financing on a timely basis and on acceptable terms; risks related to delays in obtaining governmental, or other permits and approvals; risks related to security of tenure; and other risks and uncertainties related to the Company's prospects, properties and business strategy. Any forward-looking information contained in this report is provided as of the date of this report. Except as required under applicable listing rules and securities laws, the Company does not intend, and does not assume any obligation, to update this forward-looking information. Pilbara East and Pilbara West projects are considered to be of early stage, grass roots exploration status.

Issued Capital

Issued Shares: 303 MLN

Last Price: 3.4 cents

Capitalisation: \$10 MLN

Listing Codes

ASX: KOR

BERLIN: C6S

Directors

Andrej K. Karpinski

Executive Chairman
Director

Rodney H. Skeet

Non-executive Director
(Independent)

Daniel A. Smetana

Non-executive Director
(Independent)

Anthony G. Wills

Non-executive Director
(Independent)

Projects

Winchester

(Rum Jungle, NT)

Magnesium carbonate (MgCO₃)

Batchelor

(Rum Jungle, NT)

Au, Ag, Zn, Pb, Ni, Cu, Co, Sc,
Mn

Geolsec

(Rum Jungle, NT)

Phosphate rock
(P2O₅)
(Sub-leased to third party)

Mt. Elephant

(Ashburton, WA)

Au, Cu
(Optioned for sale)



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MINING THE TERRITORY

Northern Territory Week

KORAB RESOURCES LTD

NEW FORCE IN THE MAGNESIA SUPPLY CHAIN

Andrej K. Karpinski
Chairman

September 2018





Important Information

This presentation has been prepared by Korab Resources Limited ("Korab" or the "Company"). It should not be considered as an offer or invitation to subscribe for or purchase any securities in the Company or as an inducement to make an offer or invitation with respect to those securities nor a securities recommendation. The information in this presentation is an overview and does not contain all information necessary for investment decisions. In making investment decisions, investors should rely on their own examination of Korab and consult with their own legal, tax, business and/or financial advisers in connection with any acquisition of securities. The information contained in this presentation has been prepared in good faith, however, no representation or warranty, express or implied, is made as to the accuracy, correctness, completeness or adequacy of any statements, estimates, opinions or other information contained in this presentation. It is believed that the expectations reflected in these statements and opinions are reasonable but may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially, including but not limited to: price fluctuations, actual demand, currency fluctuations, production results, reserve estimates, environmental risks, physical risks, legislative, fiscal regulatory developments, economic and financial market conditions in various countries and regions, political risks, project approvals delays and cost estimates. To the maximum extent permitted by law, Korab, its directors, officers, employees and agents disclaim liability for any loss or damage which may be suffered by any person through the use of, or reliance on, anything contained in or omitted from this presentation. Certain information in this presentation refers to the intentions of the Company, but these are not intended to be forecasts, forward looking statements, or statements about future matters for the purposes of the Corporations Act or any other applicable law. The occurrence of events in the future are subject to risks, uncertainties and other factors that may cause actual results, performance, or achievements to differ from those referred to in this presentation. The presentation contains only a synopsis of more detailed information published in relation to the matters described in this document and accordingly no reliance may be placed for any purpose whatsoever on the sufficiency or completeness of such information and to do so could potentially expose you to a significant risk of financial loss or incurring by you of additional liability. Recipients of this presentation should conduct their own investigation, evaluation and analysis of the information presented in this document. In particular any estimates or projections or opinions contained herein necessarily involve significant elements of subjective judgment, analysis and assumptions and you should satisfy yourself in relation to such matters. The mining equipment featured in this presentation is not the property of the Company.



Korab Resources Ltd

Established in 1998, listed on ASX in 2005

Capital Structure

303 Mln shares

Last Price: 3.4 cents

Market Capitalisation: \$11 Mln

Market Codes:

ASX: KOR

BERLIN: C6S.BE

Projects

- Winchester (NT) - Magnesium carbonate (MgCO₃)
- Batchelor (NT) - Au, Ag, Zn, Pb, Ni, Cu, Co
- Geolsec (NT) - Phosphate rock (P₂O₅) – subleased to 3rd party
- Mt. Elephant (WA) - Au, Cu - optioned for sale to 3rd party
- Bobrikovo (UKR) - Au, Ag, Pb - in discussions to sell to 3rd party

Address

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Directors

Andrej K. Karpinski – executive

Anthony G. Wills - non executive

Rodney HJ Skeet – non executive

Daniel A Smetana – non executive

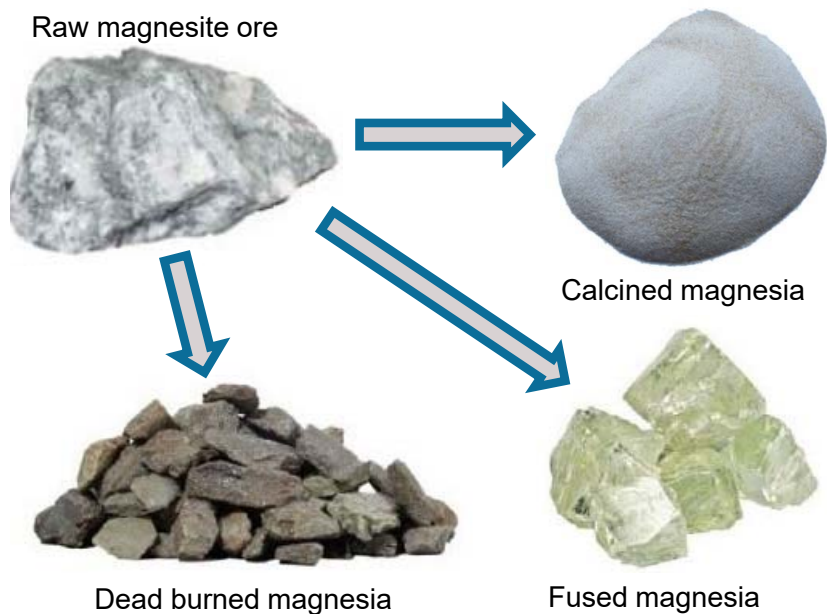
Objectives

To create a new force in the magnesia supply chain by becoming the largest independent supplier of:

- magnesium carbonate rock,
- caustic calcined magnesia (CCM),
- dead burned magnesia (DBM)

Magnesium Carbonate Markets and Users

Magnesium carbonate markets



Magnesium carbonate users



Current Magnesium Carbonate and Magnesia Market

85 % of global magnesite production used to come from area in China and North Korea within 50 km of NK border.

China clamped down in 2nd quarter 2017 on environmental pollution and this has led to closing down of most of the magnesite and magnesia production in Liaoning.

Prices for magnesite and magnesia went up 70% and 300%-400% respectively since the clamp down.

Long term prices depend on how serious Chinese government is about pollution controls and environment protection.

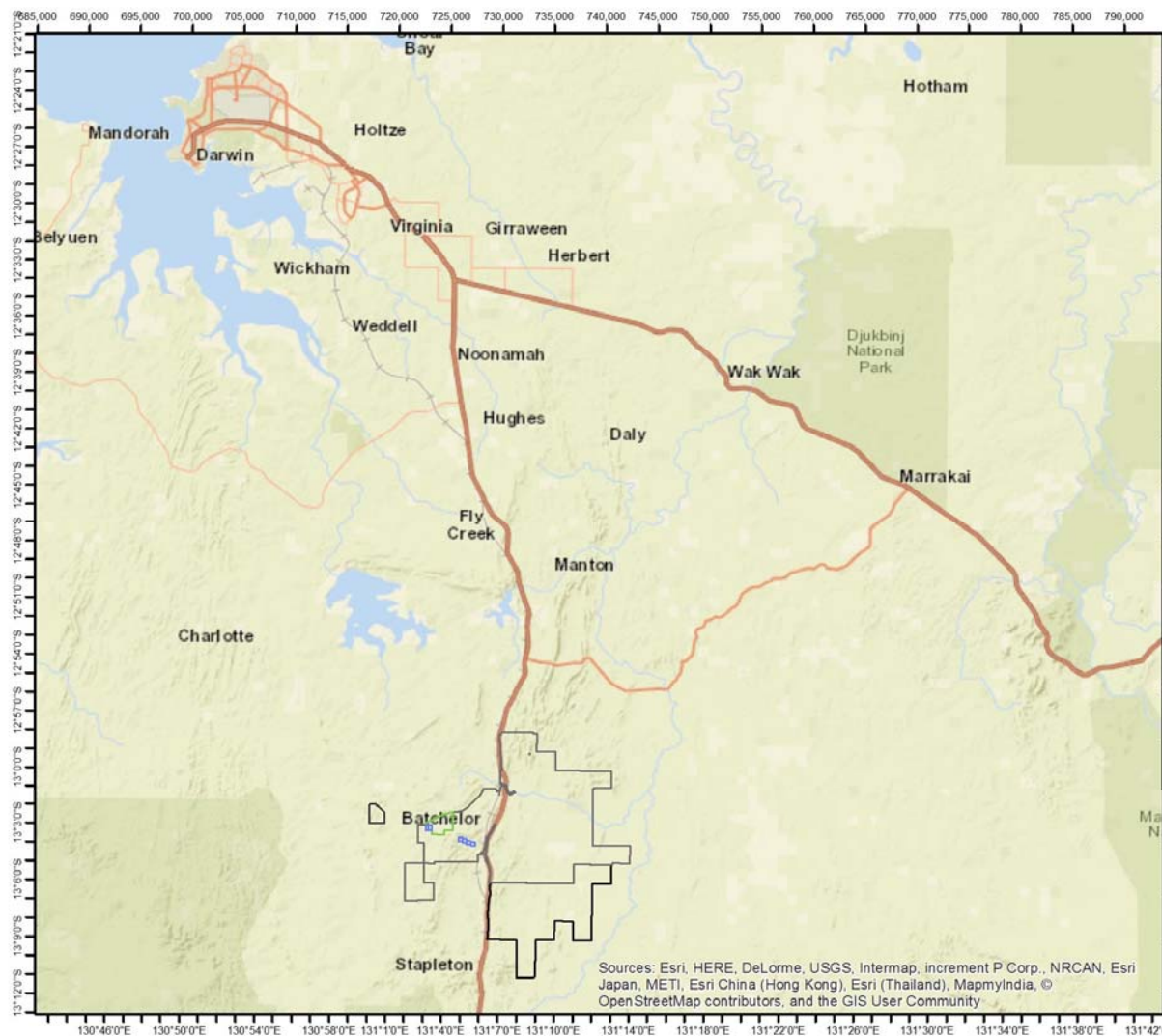
The new Chinese 5-year plan emphasises environmental protection, pollution reduction and health/safety as main drivers and key objectives

Shortages of magnesite, Caustic Calcined Magnesia (CCM), 97%MgO Dead Burned Magnesia (DBM97), and 98%MgO Dead Burned Magnesia (DBM98) reported by refractories and other users.





Batchelor Group of Projects location



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BATCHELOR

**KORAB GROUP
MINERAL TENEMENTS**

1:500,000
GDA 1994 MGA Zone 52
0 2 4 8 12 16 Km

LEGEND

- KORAB ML
- GEOLSEC ML (100% KORAB OWNED)
- AUSMAG ML (100% KORAB OWNED)
- KORAB EL
- KORAB EL

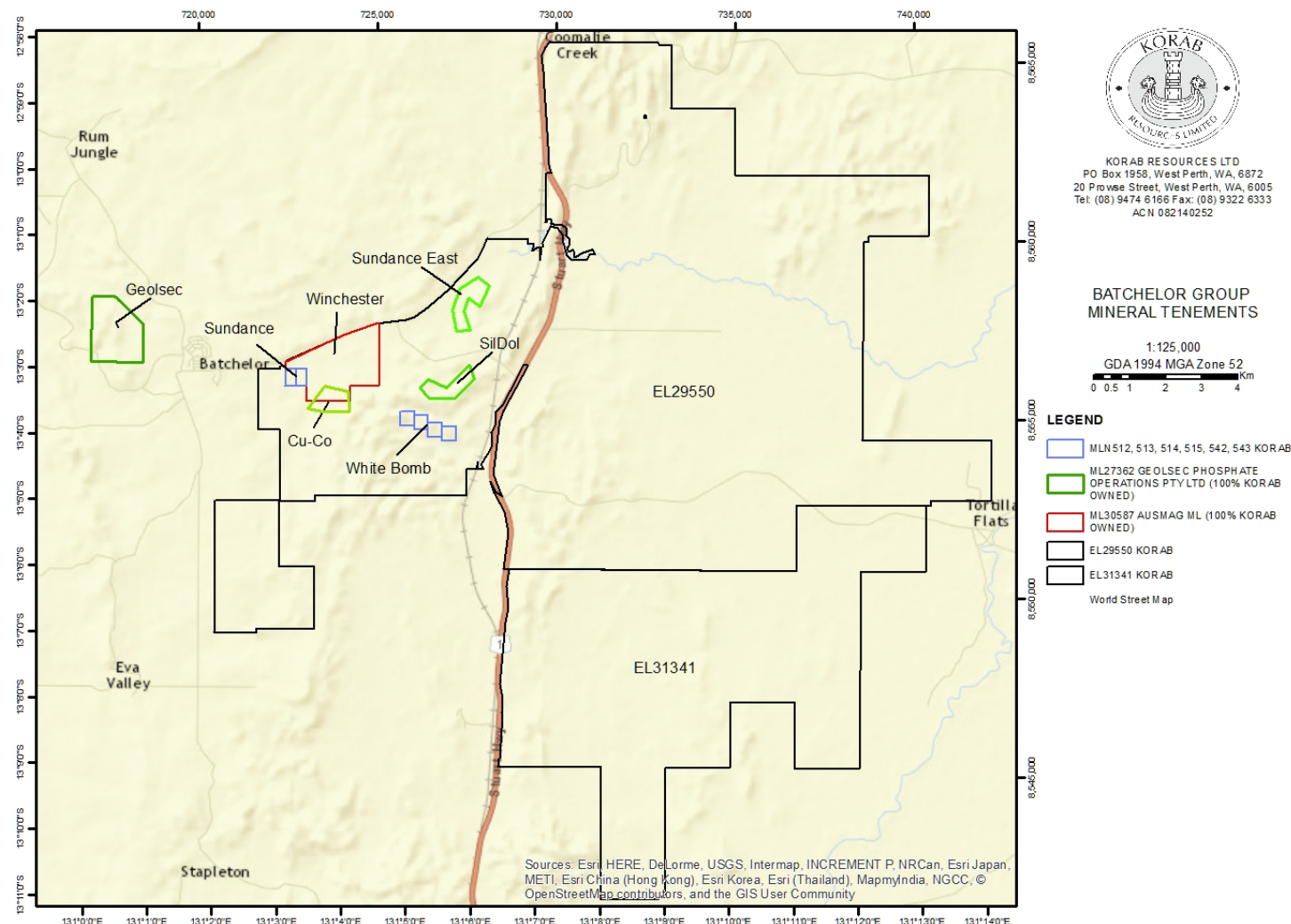


Batchelor Project Group

Large exploration area straddling the Stuart Hwy, 70 km south of Darwin

Batchelor Project group consists of multiple mineral titles which comprise 3 projects and several prospects:

- Winchester project (MgCO)
- Geolsec project (P2O5)
- Batchelor project (Au, Ag, Fe, Li)
- White Bomb prospect (Zn, Pb, Ag)
- Sundance gold mine and Sundance East prospects (Au, Cu, Co)
- CU-Co prospect (Cu, Co)



Winchester Magnesium Carbonate Deposit

Company status

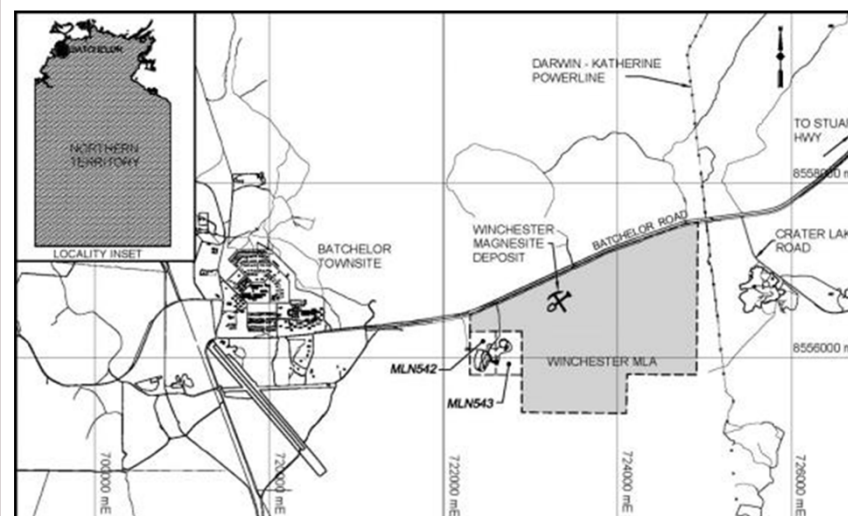
Winchester deposit is held by AusMag Pty Ltd which is a wholly owned subsidiary of Korab Resources Ltd

AusMag owns 100% of the Winchester deposit and the Mineral Lease ML30587 where it is located

AusMag is focused on developing the Winchester magnesium carbonate deposit located near Darwin in the Northern Territory into a simple quarry producing crushed and sorted high-purity magnesium carbonate rock as two product streams:

1. DSO product to be sold to end users and trading houses
2. Raw material to be processed overseas into DBM and CCM on a toll-treatment basis (for AusMag)

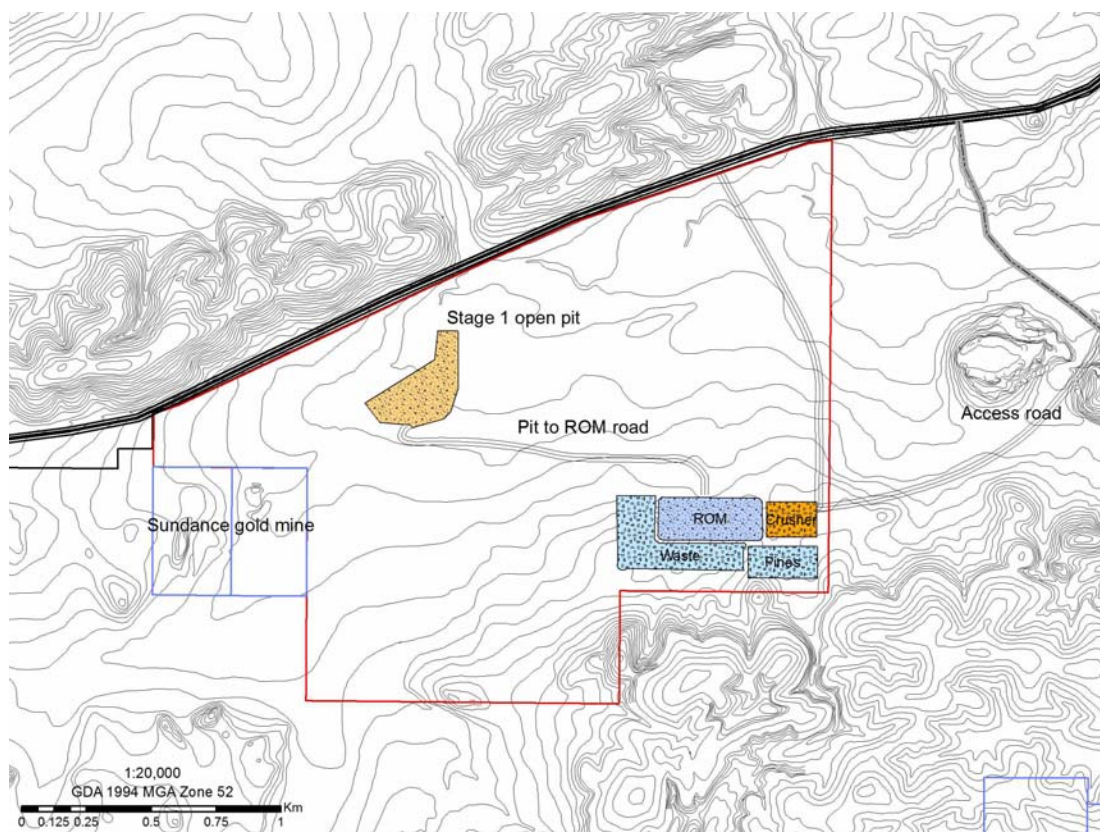
Tenure



The Mineral Lease ML30587 covers 352 hectares and has been granted for an initial period of 25 years to 20 October 2040. ML30587 is located 2km from Batchelor in the Northern Territory



Simplified Quarry Layout and Development Costs



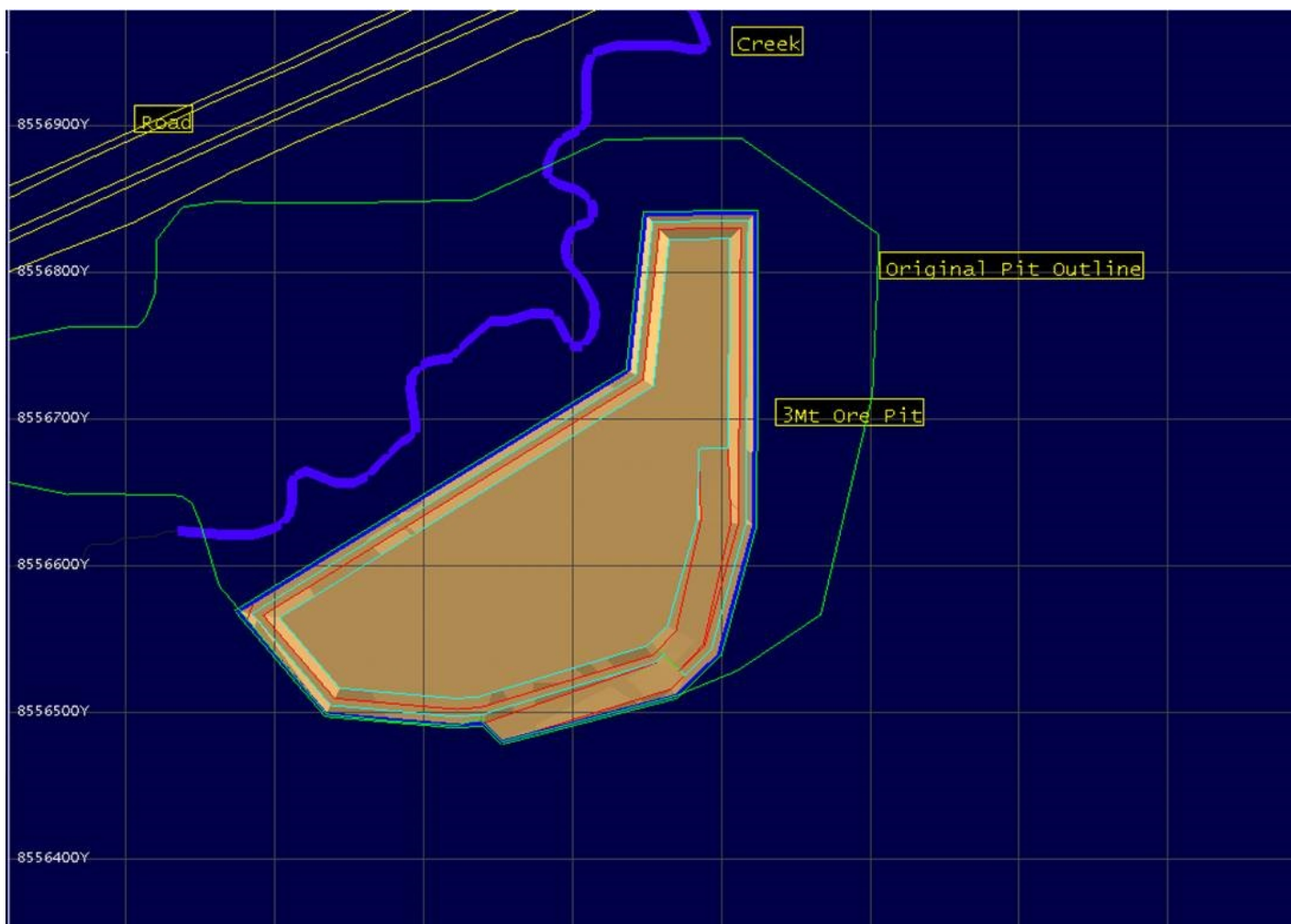
CAPEX estimates from FS report

SUMMARY	FROM	TO
WATER MANAGEMENT	390,000	400,000
SITE INFRASTRUCTURE	580,000	590,000
WASTE PRODUCTS DUMPS	100,000	110,000
QUARRY	810,000	820,000
SUBTOTAL	1,880,000	1,920,000
CONTINGENCY (30%)	564,000	576,000
TOTAL ESTIMATE	2,444,000	2,496,000

Capital expenditure is exceptionally low due to very simple quarry operation involving no processing other than crushing and screening. The terrain is flat requiring very little work. Sealed road with high voltage power passes few hundred meters from the deposit. The railway line is 8km from the quarry. Batchelor town with motels, shops and all amenities is 2km from the deposit.

These estimates of capital expenditure was first reported to ASX on 21 March 2018. There has been no material change to these estimates since they were originally reported. Please see the full report for cautionary statements and notes.

Quarry Stage 1 Open Pit Design



Test Quarry (Drill & Blast)



Test Quarry (Setting Charges)



Test Quarry (Loading)





Potential Additional Revenue Streams

- Preliminary results from current review of potential new revenue stream from toll-processing of magnesite into CCM, DBM97 and DBM98 shows robust economics.
- Assuming first year tonnages suggested by trading houses and end users (reported to ASX 16 August 2018) of 300,000-600,000 tonnes of CCM and 150,000 to 300,000 DBM the potential gross profit in the first year (based on selling prices provided by potential offtake partners as originally reported to ASX on 31 July 2018 and 16 August 2018 and after deducting costs of quarrying the rock, crushing, sorting, handling, haulage, shipping, and processing which were estimated on the basis of quotes and information provided by contractors and end users) is as follows:
 - CCM tonnage at 300,000 tonnes in first year: \$40mIn to \$50mIn at currently quoted prices
 - DBM97 tonnage at 150,000 tonnes in first year: \$110mIn to \$130mIn at currently quoted prices
 - DBM98 tonnage at 150,000 tonnes in first year: \$180mIn to \$200mIn at currently quoted prices

CCM - Caustic Calcined Magnesia; DBM97 - 97%MgO Dead Burned Magnesia; DBM98 - 98%MgO Dead Burned Magnesia

Please note that these estimates are conceptual in nature and whilst they are based on plans which are currently being evaluated there is no guarantee that the production of CCM and/or DBM will take place. This information is based on estimates from the feasibility study which covered costs and potential revenue streams and other subsequently reported information originally released to the market on 7 March 2018, 21 March 2018, 30 April 2018, 31 July 2018, and 16 August 2018.

Please refer to the relevant reports for notes, assumptions, cautionary statements and mineral resource estimates.



Winchester Project Status

Various tests and studies successfully completed

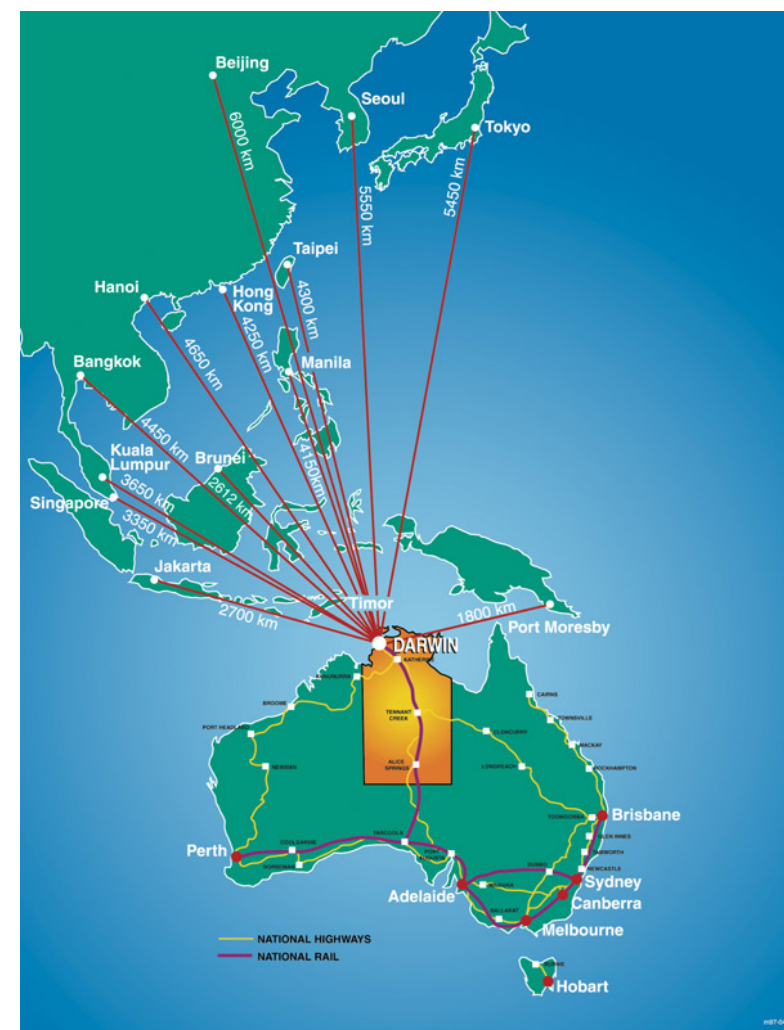
- Metallurgical testing, and production of magnesium metal
- Calcination testing
- Hydrological studies
- Environmental studies

Commercialisation is progressing

- Granted mining lease (to 2040 with rights to extend)
- Offtakes, sales and funding are being secured (reported to ASX on 16 August 2018)
- Mining plan being updated
- Notice of intent to mine being finalised
- Discussions with rail operators are advancing
- MOU signed with Darwin port operator to use port facilities

Other Project Details

- Exceptionally low capex estimates
- Quarry can be developed in stages and easily expanded
- No need for additional funding once quarry is in operation, capacity expansion can be fully funded from cashflow
- Quarry can produce various grades of magnesium carbonate rock depending on end-use requirements from 42% MgO to 47% MgO (88% MgCO₃ to 99% MgCO₃)
- Proximity to port, road and rail ensures low shipping costs to processors and end users
- Access to Asia, Middle East and Europe via Darwin port
- Potential for overseas toll processing of magnesite to produce value added products: CCM and DBM
- Consolidation of magnesia industry (RHI – Magnesita), increasing environmental controls (China) and depletion of old quarries in traditional producing regions are reducing the competition



Logistics - Darwin Port

