



ASX Announcement

13 October 2015

Duketon Gold Exploration Joint Venture with Regis Formal Agreements Executed

HIGHLIGHTS

- Formal Joint Venture agreements have now been signed
- Regis expect to commence field work imminently, starting with geochemical soil sampling
- Joint Venture (gold rights only) covers four of Duketon's 39 tenements (over the Duketon Greenstone Belt) for a 2 year term
- Regis can earn a 75% interest on specific project areas upon achieving the following;
 - An up-front initial payment of \$100,000
 - \$1 million minimum expenditure (within the 2 year term)
 - Tenements to be kept in good standing at Regis' expense
 - Confirming to Duketon a decision to mine
- On decision to mine, Duketon may contribute (in respect of its 25% interest) to the mining project, sell its 25% interest for \$850,000 or convert its 25% interest to a 2% net smelter royalty on all gold produced from the mining project
- Regis to fund 100% of the initial \$4 million of capital on each project where Duketon elects to contribute

Duketon Mining Limited (ASX: DKM) is pleased to advise that the Company has executed formal agreements with Regis Resources Limited (ASX: RRL) to bring in to effect the gold only exploration joint venture and associated arrangements as announced to ASX on 14 July 2015.

The joint venture tenure covers approximately 373 square kilometres and hosts a number of shear zones prospective for gold (see Figure 1). These include the northern strike continuation of the shear zone hosting Regis' Petra gold deposit and part of the shear zone extending north of the Garden Well gold deposit.

Duketon's Managing Director, Stuart Fogarty, said:

"This is a great outcome for both companies and exciting that Regis will be immediately on the ground working up targets. This exposes our shareholders to the potential upside of gold exploration funded and driven by Regis whilst allowing Duketon to continue to focus on nickel and gold exploration on our 100% owned tenements."

"Duketon continues to be well positioned to drive value from three approaches – our nickel exploration programmes over our highly prospective 100% owned tenure, our gold exploration

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across our 100% owned tenure and this gold joint venture with Regis in respect of four of our tenements in the Duketon Greenstone Belt.”

Regis will spend a minimum of \$1 million on exploring for gold on the tenure over a two year period to earn a 75% interest in any mining project that is confirmed by a Regis decision to mine. All non-gold mineral rights remain with DKM. Detailed terms of the executed agreements are in line with the terms disclosed in the ASX Announcement of 14 July 2015. If Regis does not confirm a decision to mine within 2 years, gold rights revert back to Duketon.

In the event of a decision to mine by Regis on any gold deposit discovered, Duketon will have the options of participating in a mining joint venture at a 25% contributing interest (subject to some capital funding assistance from Regis), selling its interest in the mining project to Regis for \$850,000 or commuting the interest to a 2% net smelter royalty on all gold produced from the project. These options will relate to each separate discovery on which a decision to mine is made by Regis.

Regis has completed preparatory exploration work and as a result expects to commence field work in the joint venture area imminently, starting with a geochemical soil sampling programme.

Duketon believe that this joint venture is a sensible collaboration in the Duketon district given the proximity of these areas to Regis' Moolart Well gold processing plant and the higher prospectivity of this part of Duketon's extensive tenure holdings for gold rather than nickel. This allows Duketon to continue its focus on its core nickel exploration efforts whilst Regis explores the joint venture area for gold with the prospect of any discoveries close to the Moolart Well processing plant creating value for both companies.

For further enquiries, please contact:

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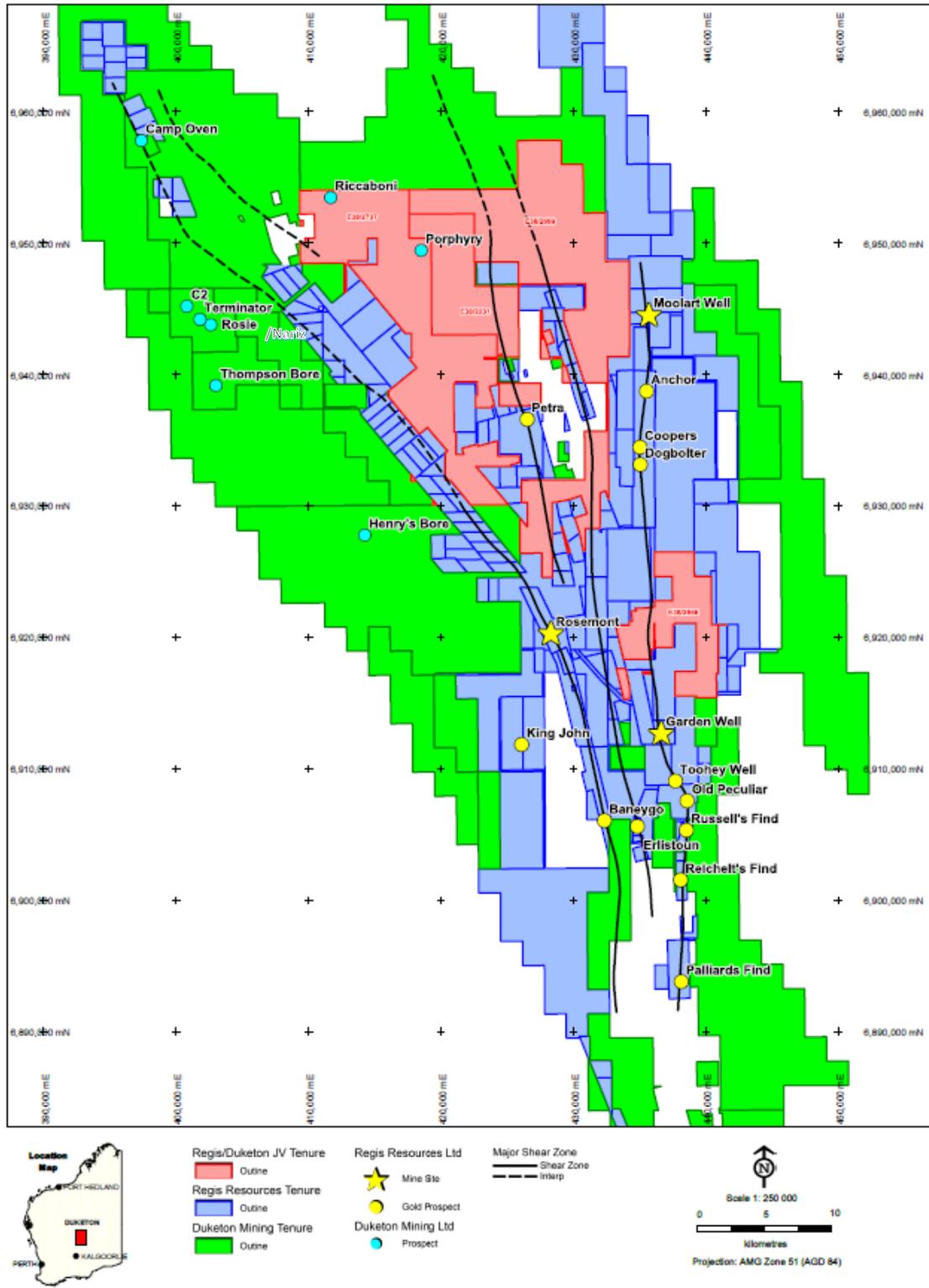


Figure 1. Plan of Duketon Mining and Regis Resources Tenements (14th July 2015).

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