

WESTERN AUSTRALIA
STATUTORY DECLARATION

I (*declarant name*) of (*full address – can use company address*), do **solemnly and sincerely declare that:**

I am employed by _____ as (*Company role – eg Tenement Manager*) and in that capacity I am duly authorised to make this declaration.

The information contained within this Statutory Declaration has been provided by (*Company name*) Geologist/s and supports documents filed with the Department of Mines, Industry Regulation and Safety (DMIRS).

(*Registered Tenement Holder name*), a subsidiary company of (*Company – if applicable*), is the registered holder of (*tenement type*) ____ ('*M/E/P*_____') and this declaration is submitted in support of Application for Exemption from the expenditure conditions for the year ending ____ ('the application') for *M/E/P* _____.

The application has been made pursuant to Sections 102(2)(e), 102(2)(f), 102(2)(h) and 102(3) of the Mining Act 1978 and is submitted to DMIRS on the following grounds:

102(2)(e) That the ground the subject of the mining tenement contains a mineral deposit which is uneconomic but which may reasonably be expected to become economic in the future.

Mining of the mineral resource contained within *M/E/P* _____ is for the time being not practical because current marketing conditions are not favourable but are expected to become favourable in the future.

The current forward planning financial model and world market forecast model in use by the company indicate improved prices for Titanium feedstock in the short term.

When those improved prices are factored into the mine planning model for the resource contained within *M/E/P* _____ mining of that resource becomes economic.

Under the guidelines set out by the JORC Code a mineral resource can only be reported publicly if there is sufficient quantity, grade and quality that eventual economic extraction might be possible.

The factors that need to be considered for the eventual economic extraction of a mineral resource are: geological, metallurgical, mining, marketing and financial. All of these factors need to be aligned in order for a mineral resource to be developed for financial exploitation.

The following criteria are to be considered to be the most important in deciding whether a mineral resource can be economically extracted:

Geological

The mineral resource contained within *M/E/P* _____ has been classified as indicated and reported in accordance with the JORC Code guidelines based on:

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- drill hole spacing and sampling density;
- established geological continuity; and
- a level of confidence in the mineralogical grade continuity established by the competent person.

Metallurgical

Metallurgical factors including wet and dry plant recoveries have a significant impact on the economic exploitation of any particular resource.

Research is constantly in progress to find technical solutions to problematic recoveries of current non-economic resources.

Mining

There are costs associated with many mining factors that impact on the economic performance of a given deposit or project, some are;

- preliminary groundwater studies have shown that water management will be a significant cost to a project;
- conventional mining techniques have proven to be problematic;
- solutions to less expensive overburden removal continue to be investigated.

Marketing

Mining of the mineral resource contained within *M/E/P* _____ is not currently economically feasible taking into account current marketing conditions which include production requirements, sales volumes and pricing forecasts.

M/E/P _____ hosts a section of the (*deposit name*) deposit ("*deposit name*"). The resource in **Table 1** was reported in the (*year*) Combined Technical Report GSWA Ref: _____ prepared by _____ dated _____ and lodged with DMIRS Geological Survey on _____.

Table 1: Resource Estimate

Mineral Resource Category	Material Tonnes	In Situ HM Tonnes	HM (%)	Clay (%)	HM Assemblage		
					Ilmenite (%)	Zircon (%)	Rutile (%)
Indicated							

The mineral resource estimate for _____ has since been reviewed classified as Indicated and Inferred and reported in accordance with the JORC Code guidelines (2012 edition) based on:

- drill hole spacing and sampling density;
- established geological continuity; and
- a level of confidence in mineralogical grade continuity established by the competent person.

The resultant figures relative to the portion of _____ that resides within *M/E/P* _____ are set out in **Table 2**.

Table 2: Revised Resource Estimate Feb 2017 (JORC 2012)

Mineral Resource Category	Material Tonnes	In Situ HM Tonnes	HM (%)	Clay (%)	HM Assemblage		
					Ilmenite (%)	Zircon (%)	Rutile (%)
Indicated							

The ASX announcement “_____” is included herewith as **Appendix A**, for reference by DMIRS to assist in the assessment of the application. The resource defined in **Table 2** is a subset of data released to the ASX on _____ (page ____ of **Appendix A**), in regards to _____. Refer to pages _____ of **Appendix A** for details on _____.

A plan depicting the location of the mineral resource relative to the boundary of M/E/P _____ is provided as **Figure 1**.

102(2) (f) Tenement contains mineral ore required to sustain existing mining operation

(Company) is owner operator of the (project name) (resource commodity) ore processing facility and the ground comprising M/E/P _____ contains significant mineral resources that may be mined in the future and those resources are required to sustain (Company name) existing operations.

M/E/P _____ hosts a section of _____ (“_____”). The mineral resource estimate for _____ was estimated and reported in accordance with the guidelines of the JORC Code (2012 edition). The resultant figures relative to the portion of _____ that resides within M/E/P _____ are set out in **Table 2** (above) and supported by pages 128 to 173 of **Appendix A** included herewith.

A plan depicting the location of the mineral resource relative to the boundary of M/E/P _____ is provided as **Figure 1**.

Mining of the resource contained within M/E/P _____ is currently within (Company name) ____-Year Mine Plan however the Mine Plan is constantly under review and such review may result in changes to the mining sequence.

102(2) (h) That the aggregate exploration expenditure for the combined reporting tenements would have been such as to satisfy the expenditure requirements for the mining tenement concerned had that aggregate exploration expenditure been apportioned between the combined reporting tenements.

M/E/P _____ is included in the _____ Project tenements for which combined group reporting status has been granted by the Director – Geological Survey of Western Australia within report “(group name)” C_/____ (CRG) approved under section 115A(4).

The date of inclusion of M/E/P _____ into Group Report _____ was _____. C_/____ currently hosts ____ tenements in total.

Table 3 lists the tenements included in the CRG, the CRG aggregated expenditure and the CRG aggregated expenditure exclusive of “mining activities”.

Table 3: C / Expenditure 23Jan17-22Jan18

Tenement	Project	Anniversary Date	Date included in group	Required Expend Cm't (pa)	Latest Actual Form 5 Expenditure	Latest F5 Mining costs	Latest Form 5 Expenditure excl. Mining
		17-Feb-17	06-Mar-09	\$0	\$0	\$0	\$0
		19-Feb-17	09-Dec-02	\$21,200	\$15,829	\$660	\$15,169
		28-Oct-17	09-Dec-02	\$20,300	\$11,947	\$2,970	\$8,977
		05-Feb-17	09-Dec-02	\$10,000	\$3,378	\$0	\$3,378
		25-Oct-17	09-Dec-02	\$10,000	\$744,764	\$740,469	\$4,294
		07-Feb-17	09-Dec-02	\$10,000	\$39,264	\$31,476	\$7,788
		07-Feb-17	09-Dec-02	\$5,000	\$3,087	\$825	\$2,262
		24-Sep-17	09-Dec-02	\$5,000	\$3,037	\$0	\$3,037
		18-Sep-17	09-Dec-02	\$5,000	\$2,263	\$0	\$2,263
		03-Jun-17	09-Dec-02	\$90,700	\$38,809	\$2,640	\$36,169
		20-Sep-17	03-Oct-11	\$5,000	\$3,048	\$0	\$3,048
		07-Aug-17	11-Nov-03	\$11,200	\$4,457	\$0	\$4,457
		08-Sep-17	11-Nov-03	\$10,400	\$7,256	\$0	\$7,256
		07-Nov-17	18-Nov-04	\$44,600	\$22,782	\$3,300	\$19,482
		30-Mar-17	20-Apr-07	\$11,600	\$7,533	\$1,980	\$5,553
		12-Apr-17	27-Apr-06	\$22,400	\$9,422	\$0	\$9,422
		26-Nov-17	06-Dec-06	\$12,100	\$4,961,637	\$4,955,719	\$5,918
		12-Dec-18	09-Dec-02	\$10,000	\$2,793,655	\$2,325,738	\$467,917
		26-Oct-17	09-Dec-02	\$18,200	\$8,847	\$660	\$8,187
		11-Jun-17	09-Dec-02	\$10,000	\$8,689	\$3,960	\$4,729
		11-Jun-17	09-Dec-02	\$10,000	\$18,352	\$13,998	\$4,354
		02-Nov-17	09-Dec-02	\$10,000	\$5,383	\$0	\$5,383
		26-Jul-17	09-Dec-02	\$10,000	\$689,755	\$572,151	\$117,604
		27-May-17	09-Dec-02	\$75,900	\$1,421,118	\$1,171,691	\$249,427
		04-Sep-17	09-Dec-02	\$10,000	\$14,724	\$0	\$14,724
		03-Jul-17	09-Dec-02	\$10,000	\$8,144	\$3,960	\$4,184
		14-May-17	09-Dec-02	\$14,100	\$74,727	\$54,807	\$19,920
		11-Oct-17	09-Dec-02	\$14,400	\$19,654	\$3,630	\$16,024
		07-Jul-17	09-Dec-02	\$5,000	\$2,317	\$0	\$2,317
		02-Aug-17	09-Dec-02	\$5,000	\$2,334	\$0	\$2,334
		20-Feb-17	09-Dec-02	\$10,000	\$3,929	\$0	\$3,929
		20-Feb-17	09-Dec-02	\$10,000	\$3,814	\$0	\$3,814
		22-Jan-18	09-Dec-02	\$10,000	\$4,418	\$0	\$4,418
		22-Jan-18	09-Dec-02	\$37,600	\$17,830	\$0	\$17,830
		07-Oct-17	09-Dec-02	\$45,300	\$19,294	\$0	\$19,294
		07-Oct-17	09-Dec-02	\$10,400	\$2,844,476	\$2,839,198	\$5,278
		07-Oct-17	09-Dec-02	\$13,100	\$10,889,859	\$10,883,565	\$6,294
		15-Feb-17	09-Dec-02	\$89,100	\$259,453	\$201,823	\$57,630
		22-May-17	09-Dec-02	\$46,300	\$18,219	\$0	\$18,219
		28-Jul-17	09-Dec-02	\$5,000	\$2,481	\$0	\$2,481
		22-Jan-18	09-Dec-02	\$10,000	\$4,066	\$0	\$4,066
		10-Mar-17	09-Dec-02	\$12,800	\$5,918	\$0	\$5,918
		10-Mar-17	09-Dec-02	\$18,200	\$48,538	\$35,809	\$12,729
		04-Feb-17	09-Dec-02	\$17,400	\$8,990	\$1,320	\$7,670
		10-Aug-17	09-Dec-02	\$31,300	\$13,088	\$0	\$13,088

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declarants full name

Tenement	Project	Anniversary Date	Date included in group	Required Expend Cm't (pa)	Latest Actual Form 5 Expenditure	Latest F5 Mining costs	Latest Form 5 Expenditure excl. Mining
		10-Aug-17	09-Dec-02	\$82,700	\$32,414	\$0	\$32,414
		23-Jan-17	09-Dec-02	\$16,500	\$8,702	\$0	\$8,702
		19-Feb-17	09-Dec-02	\$25,000	\$12,516	\$2,145	\$10,371
		05-Jul-17	09-Dec-02	\$10,000	\$5,929	\$2,640	\$3,289
		04-Aug-17	09-Dec-02	\$10,000	\$3,704	\$0	\$3,704
		05-Jun-17	09-Dec-02	\$17,900	\$11,310	\$0	\$11,310
		21-Jun-17	09-Dec-02	\$26,700	\$11,651	\$0	\$11,651
		31-Aug-17	09-Dec-02	\$96,100	\$584,866	\$458,099	\$126,767
		30-Jul-17	09-Dec-02	\$31,300	\$21,167	\$726	\$20,441
		29-Jan-17	09-Dec-02	\$10,000	\$542,936	\$450,831	\$92,105
		06-Jul-17	09-Dec-02	\$10,000	\$9,471	\$5,730	\$3,741
		04-May-17	09-Dec-02	\$10,000	\$6,693,733	\$5,576,481	\$1,117,252
		11-Jun-17	09-Dec-02	\$10,000	\$3,638	\$0	\$3,638
		07-Dec-17	09-Dec-02	\$10,000	\$16,017,825	\$16,013,531	\$4,294
		12-Mar-17	09-Dec-02	\$5,000	\$2,352	\$0	\$2,352
		24-Jan-17	18-Feb-13	\$0	\$2,753	\$0	\$2,753
		21-Jan-18	17-Feb-14	\$0	\$9,846	\$0	\$9,846
				\$1,234,800	\$49,065,396		\$2,702,865

*subject tenement highlighted in yellow

When using the most recent expenditure figures reported in the Form 5 operations reports, that fall within the reporting period of *M/E/P* _____, exploration expenditure on the (Name) CRG tenements is sufficient to satisfy the expenditure requirements in relation to *M/E/P* _____, had the aggregated group expenditure been apportioned across the CRG tenements comprised in the group, as the actual group expenditure, exclusive of mining costs, is \$2,702,865 whereas the combined group minimum requirement is \$1,234,800.

102(3) *Any other reason which may be prescribed or which in the opinion of the Minister is sufficient to justify such exemption*

(Company) is a bona fide mineral explorer and producer of minerals in Western Australia with a workforce of approximately ___ employees and contributes approximately \$___ million each year to State revenue by way of royalties on minerals mined and an additional \$___ million in tenement rents and rates.

(Company) is committed to the discovery and development of resources within Western Australia thereby helping to underpin the Western Australian economy.

It is respectfully requested that this application for exemption from the expenditure conditions for *M/E/P* _____ under Section 102 of the *Mining Act 1978* be considered favourably in this instance.

Solicitor/JP etc

declarants full name

This declaration is true and I know it is an offence to make a declaration knowing that it is false in a material particular. This declaration is made under the *Oaths, Affidavits and Statutory Declarations Act 2005*

at.....

{place}

.....

{date}

in the presence of –

)

.....

{signature of authorised witness}

)by.....

)**{signature of (*full name*) (person making the declaration)}**

.....

{Name of authorised witness}

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)

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)

.....

{qualification of authorised witness}

)

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Solicitor/JP etc

declarants full name

Figure 1: Resource Outline May 2017

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declarants full name