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NT Government approves further mining lease and EIS Terms of Reference for KGL's expanded Jervois Copper Project

KGL Resources Limited (ASX: KGL) (KGL or the Company) is pleased to announce that the Northern Territory Government has granted a further mining lease at the Jervois Copper Project and has finalised the Terms of Reference for the Environmental Impact Statement for the Project.

KGL's Executive Chairman Denis Wood welcomed the decisions as tangible indicators of the Government's support for the development of Jervois.

> "These are important milestones in our strategy for the development and de-risking of the Jervois Project and we thank the Northern Territory Government for their support," Mr Wood said.
>
> "The approval processes are running parallel to the Company's exploration program which is progressively discovering new zones of high grade mineralisation that will add to the already extensive Resource.
>
> "The exploration success coupled with ongoing technical studies offer the potential to continue to improve the future economics of the Jervois Project."

Mining lease

On the back of the Northern Territory Government awarding Major Project status to Jervois in March 2017, the Government has granted a further mining lease (ML30829) which extends the area beyond the existing mining leases at Jervois.

The approved mining leases now cover the total area necessary to proceed with all mining and mineral processing currently planned.

Registration with the National Native Title Tribunal of an Indigenous Land Use Agreement (ILUA) with the traditional owners, a requirement for a mining lease, was completed in May this year.

EIS Terms of Reference

The Northern Territory Environment Protection Authority has approved revised Terms of Reference for the Company to address in the Environmental Impact Statement (EIS) for the Jervois Project.

The Company had sought revision of the Terms of Reference in order to be consistent with a mining project of larger scale than contemplated in the 2015 pre-feasibility study[1]. Preparation of the EIS by the Company is well under way**.**

Recent exploration success has resulted in discoveries of new and expanded high grade mineralised zones. Consequently, the Company has increased confidence in the potential scale of the high-grade Jervois Copper Project, including the prospect for the production of a lead-zinc concentrate.

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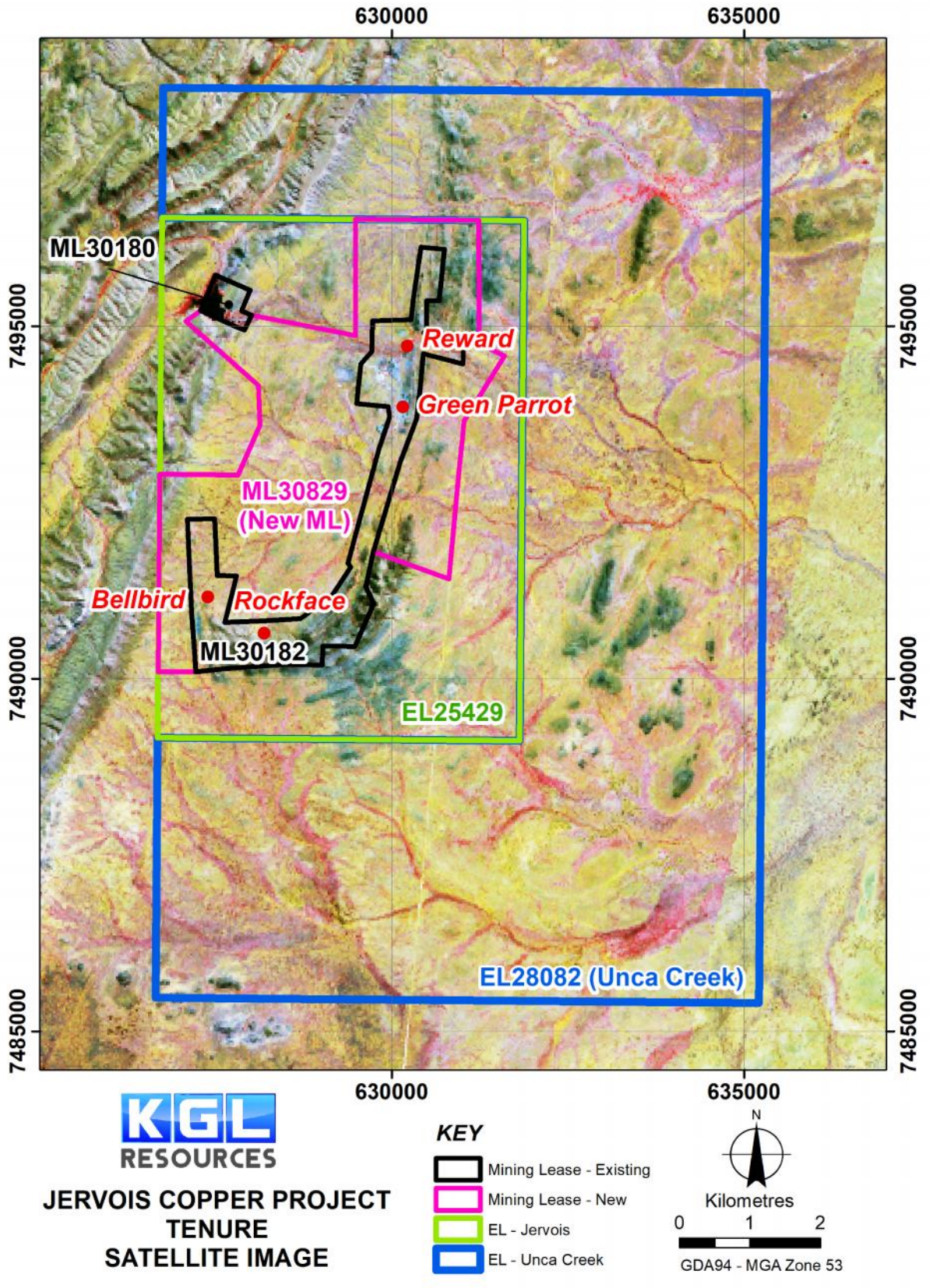
About KGL Resources

KGL Resources Limited is an Australian mineral exploration company focussed on increasing the high-grade resource at the Jervois Copper Project in the Northern Territory and developing it into a multi-metal mine.

[1] The 2015 Prefeasibility Study was released to ASX on 16 October 2015.



JERVOIS COPPER PROJECT
TENURE
SATELLITE IMAGE