



## EGERTON PROJECT SALE FOR \$1MILLION

### EGERTON PROJECT SALE

6<sup>th</sup> March 2014

**Exterra Resources Limited**

ACN 138 222 705

**ASX Code:** EXC

[www.exterrarresources.com.au](http://www.exterrarresources.com.au)

**Issued Capital:**

Ordinary Shares: 181.2m  
Options: 20.0m  
Cash (31 Dec 2013): \$729,000

**Directors and Management:**

**John Davis**

Managing Director

**Justin Brown**

Non-Executive Director

**Gary Morgan**

Non-Executive Director

**Peter Cole**

Non-Executive Director

**Dennis Wilkins**

Company Secretary

**Exterra Resources Ltd (ASX:EXC)** is pleased to advise that Gascoyne Resources Ltd (Gascoyne) has paid the second Option Fee of \$50,000 in accordance with the Option Agreement executed on 28 May 2013 for the sale of the Company's 100%-owned Egerton Gold Project for a total consideration of \$1million. Option Fees totalling \$200,000 cash have now been received.

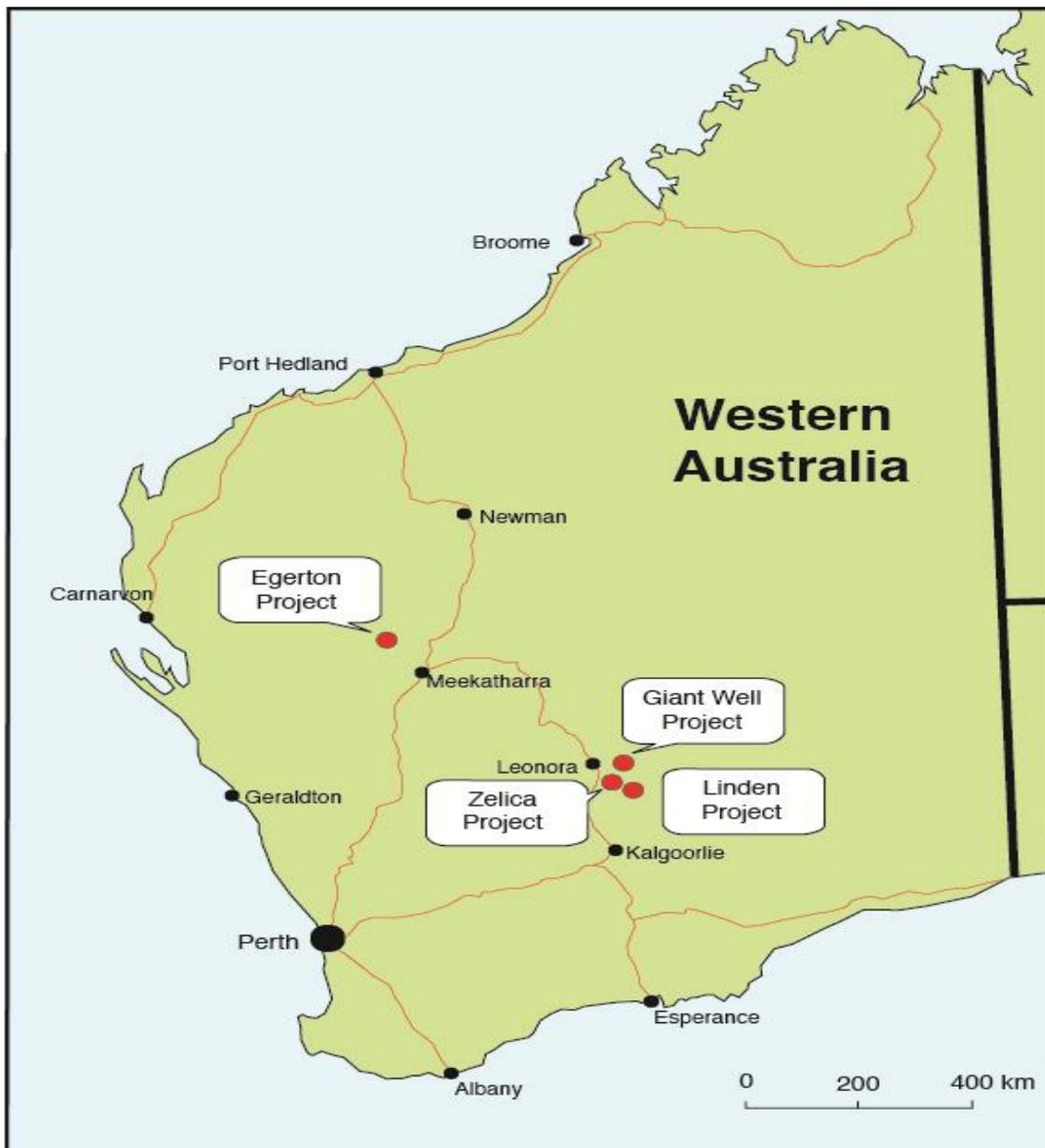
The Egerton Gold Project is located 230km NNW of Meekatharra in the Gascoyne province of WA and was deemed not to be a key focus for Exterra going forward due to its location and the fact that Exterra is currently working through a development decision on the Second Fortune Gold Project at Linden, 220km NNE of Kalgoorlie.

Key parameters for the Option Agreement with Gascoyne are:

- Gascoyne to pay Exterra non-refundable option fees totalling \$200,000 cash (+GST), giving Gascoyne a 15 month exclusive option period. Option Fees now received.
- On exercise of the Option, which must occur within 15 months of signing of the Agreement (28 August 2014), Gascoyne must issue to Exterra Gascoyne shares to the 5 day VWAP value of \$800,000, plus 500,000 Gascoyne options, exercisable at 25 cent within a three year term.
- Gascoyne must spend a minimum of \$100,000 on project exploration prior to electing to withdraw.
- Gascoyne are responsible for tenement management and all costs during the Option period, and must maintain the tenements in good standing.

Gascoyne continue to explore the Egerton project under the terms of the Option Agreement. The final date to exercise the Option is 28 August 2014.

Proceeds from the sale of the Egerton project are being directed to the Linden Second Fortune underground mine development.



**Figure 1 Exterra Projects Location Plan**

**For further information:**

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Managing Director  
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**Competent Persons Statement**

Information in this report relates to exploration results or mineral resources that are based on information compiled by John Davis (Member of the Australasian Institute of Mining and Metallurgy). Mr Davis has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activities undertaken to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Davis consent to the inclusion in the release of the statements based on their information in the form and context in which they appear.

*Please note with regard to exploration targets, the potential quantity and grade is conceptual in nature, that there has been insufficient exploration to define a Mineral Resource and that it is uncertain if further exploration will result in the determination of a Mineral Resource.*

**Forward Looking Statements**

Certain statements made during or in connection with this communication, including, without limitation, those concerning the economic outlook for the mining industry, expectations regarding gold prices, exploration costs and other operating results, growth prospects and the outlook of Exterra Resources' operations contain or comprise certain forward looking statements regarding Exterra Resources' exploration operations, economic performance and financial condition. Although Exterra Resources believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct.

Accordingly, results could differ materially from those set out in the forward looking statements as a result of, among other factors, changes in economic and market conditions, success of business and operating initiatives, changes that could result from future acquisitions of new exploration properties, the risks and hazards inherent in the mining business (including industrial accidents, environmental hazards or geologically related conditions), changes in the regulatory environment and other government actions, risks inherent in the ownership, exploration and operation of or investment in mining properties in foreign countries, fluctuations in gold prices and exchange rates and business and operations risks management, as well as generally those additional factors set forth in our periodic filings with ASX. Exterra Resources undertakes no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events.