



## ASX Announcement

1 July 2014

### Progress for Tala Hamza Project

Terramin Australia Limited (**Terramin**) (ASX:TZN) is pleased to provide the following update with respect to the Tala Hamza project in Algeria.

Terramin has been in ongoing positive discussions with its joint venture partner, ENOF, with a view to progressing this project. The key area of concern with respect to the previous Definitive Feasibility Study (DFS) related to the method of mining. A number of alternative mining methods have been investigated by Terramin and preliminary feasibility modelling completed on these.

The Board of the Algerian joint venture company, Western Mediterranean Zinc Spa met last week - a meeting that was attended by the Board of Terramin - to discuss progress of work to date. Terramin and ENOF have formally resolved to progress a preferred mining method through a new DFS which based on preliminary modelling appears economically and technically viable. It is expected that this DFS will be completed in August and tabled with the joint venture partners for review and formal approval.

Terramin expects to provide an update on this new DFS in the September quarter.

ENOF have indicated that should the DFS confirm the economic and technical viability of the mine using this new approach it is keen to achieve commencement of development work on site in early 2015.

On 23 June the Minister for Industry and Mines, Mr Bouchouareb announced the "acceleration of implementation of .....new mining law" which is aimed at providing impetus to the mining sector in Algeria. In this announcement the Minister referred to a number of priority projects including exploitation of the deposit of zinc-lead of Oued Amizour which includes the Tala Hamza deposit.

Terramin advises that given these positive discussions it has determined that the arbitration process commenced 2013 and suspended in December 2013 shall now be formally terminated.

For further information, please contact:

**Martin Janes**  
Chief Executive Officer  
Terramin Australia Limited  
+61 8 8213 1415  
[info@terramin.com.au](mailto:info@terramin.com.au)

Level 3  
70 Hindmarsh Square  
Adelaide  
SA  
5000