

Preparatory Work for Drilling Commences

Padbury Mining Limited (ASX:PDY) and joint venture partner Aurium Resources Limited (ASX:AGU) are pleased to announce preparatory works have commenced at Telecom Hill in readiness for its \$5.5 million drilling program, which will commence later this month.

Track access works are underway to facilitate the extensive RC and diamond drilling programs.

"This is an exciting time for the JV partners as we aim to prove up a Direct Shipping Ore (DSO) source at Telecom Hill," Padbury Managing Director Gary Stokes said.

"We are now on track to start the largest drilling program in the JV partner's short Mid-West iron ore exploration history."

This drilling program aims to further increase and upgrade the already defined JORC compliant inferred resource of 850Mt @ 27.3% Fe with the first priority within the program to be aimed at a DSO exploration target of 10-55Mt at 55-58% Fe'.

Table 1. Telecom Hill Resource summary

Telecom Hill BIF Resources Grade Tonnage Reported above a Cut off of 20% MagFe; above 300mRL and below the Bottom of Oxide Surface									
BIF	Category	Million Tonnes	Fe %	AL ₂ O ₃ %	MGO %	P %	S %	SiO ₂ %	LOI %
1	Inferred	425	29.86	2.50	1.89	0.15	0.05	44.57	6.03
2	Inferred	255	23.94	5.06	2.11	0.16	0.02	49.72	5.09
3	Inferred	170	24.96	3.68	2.78	0.09	0.13	46.24	9.54
Total	Inferred	850	27.33	3.40	2.13	0.14	0.06	46.23	6.52

Note: The CSA Mineral Resource was estimated within constraining wireframe solids based on Ordinary Kriging with high-grade treatment and a nominal lower cut-off grade of 20% Fe. The resource is quoted from blocks above the specified Fe % cut-off grade

The JV Partners will provide fortnightly updates on progress once the drilling has commenced.

'NOTE: This potential quantity and grade is conceptual in nature and there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.

Competent Person's Statement

The information in this report that relates to Mineral Resources and exploration target estimates is based on information prepared under the supervision of Mr Daniel Wholley BAppSc MAIG, who is a Director and full time employee of CSA Global Pty Ltd and is a competent person as defined by the Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) 2004 Edition. Mr Wholley consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

For more information, visit www.padburymining.com.au

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