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NIUMINCO MOBILIZES RIG TO COMMENCE THE SHALLOW

DIAMOND CORE DRILL PROGRAM AT THE ENTERPRISE VEIN SYSTEM AT EDIE CREEK

TARGETING AN INITIAL JORC RESOURCE.

Niuminco has today mobilized one of its LongYear 38 diamond core drill rigs and crew to commence the shallow drilling program at the Enterprise vein system (Chimney Area).

The program has been designed by geologists John Nethery and Lewis Koesi to enable the establishment of an initial JORC Resource at the Enterprise vein system and to define potential sources of high grade material to feed an upgraded wet gravity concentrating plant at the rate of 50 to 60 tonnes per day.

The Enterprise Mine was developed immediately prior to World War II, but no production occurred. Detailed underground sampling was reported by Norman Fisher, the Government Geologist, in 1940 prior to abandonment due partly to the Japanese invasion of New Guinea and partly to a flooding incident at the nearby Edie Mine. The mine saw substantial level development but no stoping and production, so that there is ore defined by sampling that was never exploited.

Calculations by Ben Whistler of Mincor Resources N L in 2013 established potential for 35,000 ounces in 4 adjacent blocks. The reliability of the underground sampling is not questioned, and the fact that Dr Fisher was a very respected geologist who went on to become the head of the Australian Federal Bureau of Mineral Resources adds weight to its reliability, however this sampling cannot be used to compile a JORC compliant resource.

Previously drilled holes ENT001, ENT 002 and ENT 003 were a fan of holes from surface which penetrated the mine area along a section on the northern limit of the potential resource area.

Intersections of these holes were promising and correlate well with the adjacent channel sampling of the drives.

The immediate target at Enterprise is the shallow exposure at the southeast end of the lode in a Block described as EP-1a where potential for 1000 ounces was calculated by Whistler. This was based on surface channel sampling over a 60m section, and a 100m section on the Level 1 development drive. The surface sampling involved 30 lines of samples on 2m spaced lines with 3 samples per line. Each line of 3 samples comprised a hanging wall selvedge sample, a sample of the lode itself and a footwall sample. The channel samples of lode averaged 9g/t.

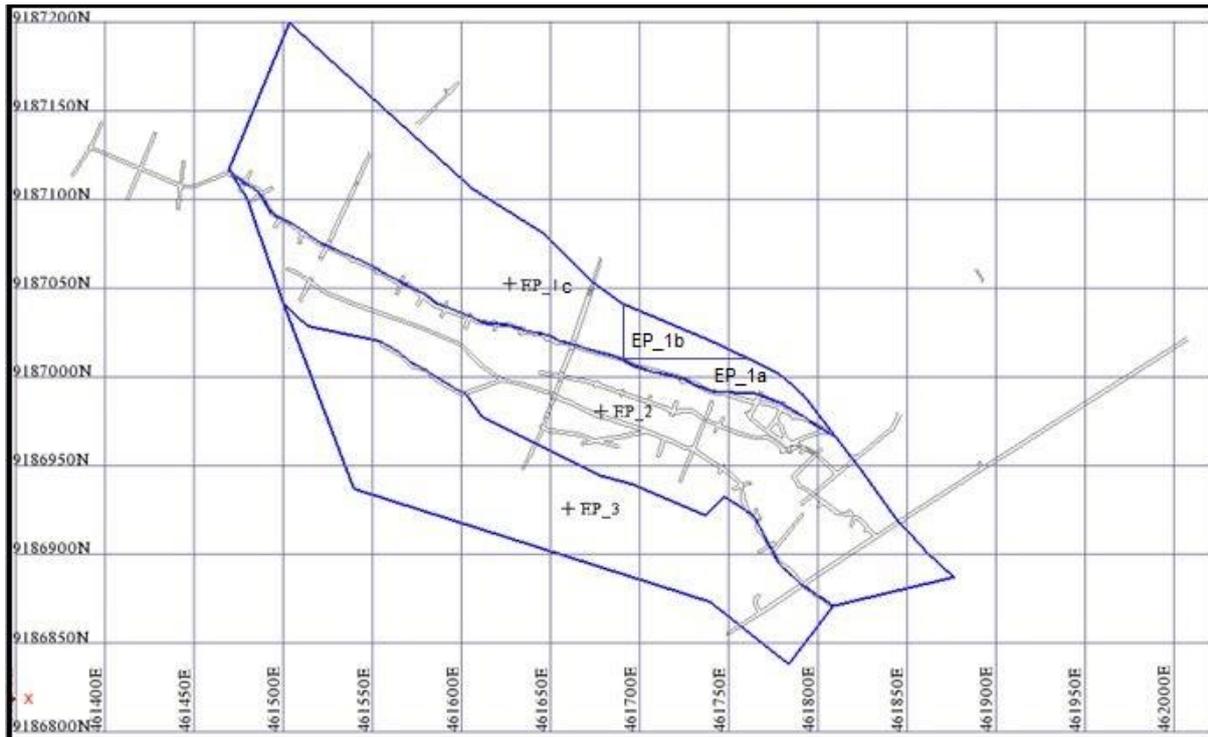


Figure 1: Enterprise block model superimposed on level plans (Fisher 1940, Whistler 2013)

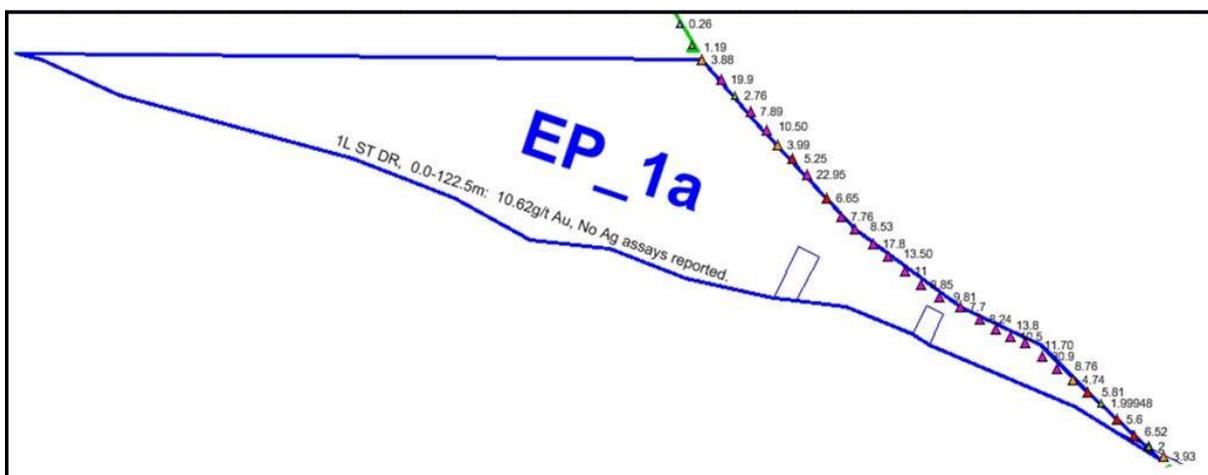


Figure 2: Enterprise Block EP_1a (Whistler 2013)

Planned Enterprise Drill Holes Summary

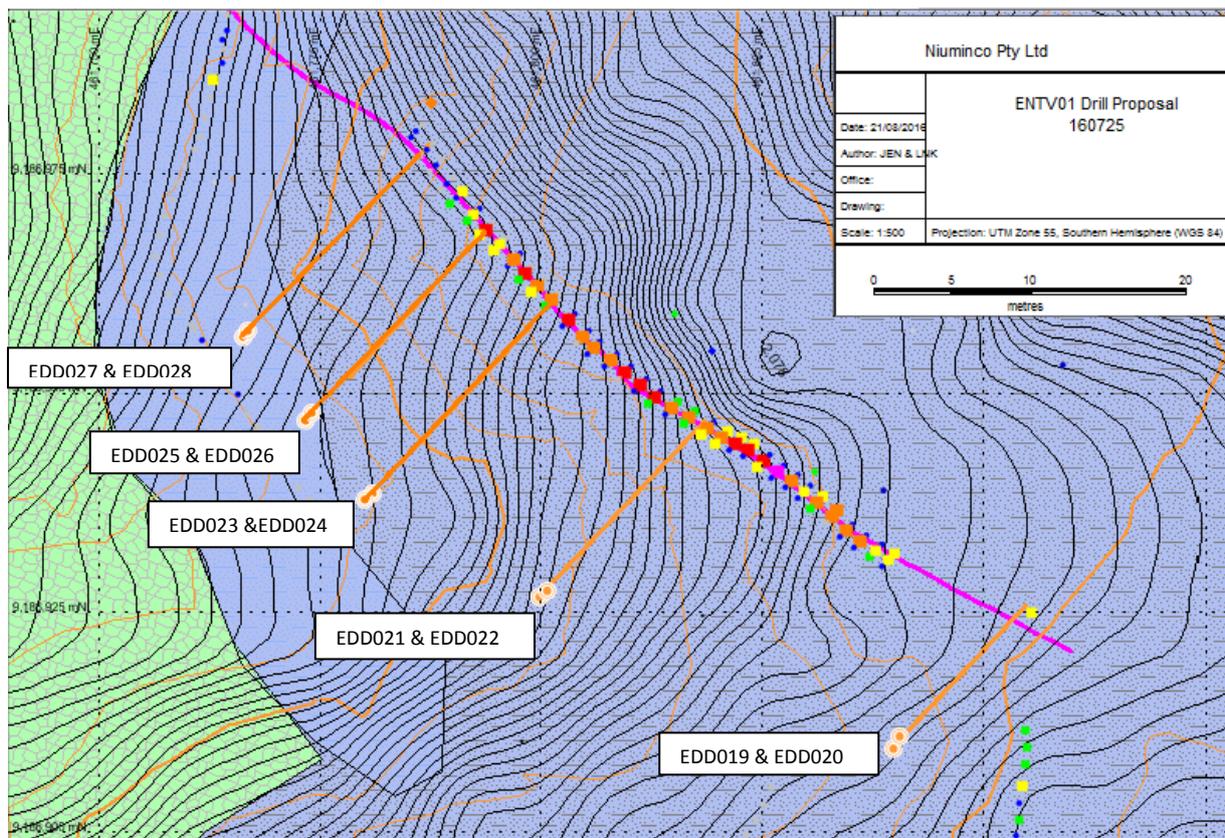
The program comprises drilling a total of approximately 350 to 500 metres in ten (10) angled diamond core drill holes spread over five (5) drill platforms utilizing one of Niuminco's LongYear 38 drill rigs and crew.

All coring will be triple-tubed in HQ size rods to enhance recovery and a downhole survey will be conducted every 12.5 metres and at end hole depth for each hole.

The table below shows the planned drill hole details with vein intercepts expected at depths varying from 17 to 40 metres.

Prospect Name	Site	Hole_ID	WGS84 E	WGS84 N	Azimuth (mag)	Inclination
Enterprise	A	EDD019	461,773	9,186,964	045	-45
Enterprise	A	EDD020	461,772	9,186,963	045	-60
Enterprise	B	EDD021	461,779	9,186,953	045	-45
Enterprise	B	EDD022	461,778	9,186,952	045	-60
Enterprise	C	EDD023	461,785	9,186,943	045	-45
Enterprise	C	EDD024	461,784	9,186,942	045	-60
Enterprise	D	EDD025	461,841	9,186,911	045	-45
Enterprise	D	EDD026	461,840	9,186,910	045	-60
Enterprise	E	EDD027	461,801	9,186,928	045	-45
Enterprise	E	EDD028	461,800	9,186,927	045	-60

Enterprise Drill Hole Locations



All_ChannelSamps by Au_ppm		All_GrabRockchips by Au_ppm		All_Soil by Au_ppm	
30.01	to 100,000	50.01	to 1,000,000	5	to 100,000
10.01	to 30	20.01	to 50	3	to 5
5.01	to 10	5.01	to 20	0.5	to 1
1.01	to 5	3.01	to 5	0.09	to 0.5
0.51	to 1	0.801	to 3	0	to 0.09
0.091	to 0.5	0.301	to 0.8		
0	to 0.09	0	to 0.3		

It is hoped that drilling will be completed in late September to early October, 2016 and progressive drill results will be announced to the market.

Mark Ohlsson
Company Secretary

The information in this report that relates to exploration results is based on Information reviewed by Ian Plimer (BSc [Hons], PhD) who is a Fellow of the Australasian Institute of Mining and Metallurgy. Professor Plimer is a director of Niuminco Group Limited and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. He consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.