



Niuminco Group Limited

Level 8, 139 Macquarie Street, Sydney NSW 2000 Australia
Tel: (02) 8231 7048 Fax: (02) 9241 5818 Email: info@niuminco.com.au
ABN 44 009 163 919

2012 Annual General Meeting

Chairman's Address

The financial year has seen a continuation of progress for Niuminco Group Limited.

Having raised the minimum subscription under its replacement Prospectus dated 14th June 2011 the company, formerly DSF International Holdings Limited, was relisted on the Australian Stock Exchange Limited on 30th August 2011.

The Company's wholly owned subsidiaries had, prior to the Prospectus, entered into a number of Joint Venture agreements with Mincor Resources NL (Mincor) on our Papua New Guinea areas at Edie Creek, May River, Bolobip and Kubuna.

Mincor Resources NL is a successful ASX listed nickel mining company with operating nickel mines in the Kalgoorlie area and a number of exploration interests.

Under the farmin and joint venture agreements Mincor agreed to acquire 1% of the Niuminco assets at Edie Creek initially and spend up to \$15,000,000 to acquire an additional 50% in the areas.

Additionally under separate agreements in relation to the May River, Bolobip and Kubuna Exploration Areas, Mincor agreed to spend on each area up to \$5,000,000 to acquire a 72% interest in each.

May River

Mincor has completed an extensive VTEM and ZTEM helicopter borne survey of the area and evaluation of the survey material resulted in two areas of interest in South May River and North May River. Significantly more detail is contained in the Quarterly Activities Report for the June quarter released to the ASX on 30th July 2012.

No field work is at present being carried out at May River and only camp maintenance, social mapping and general community affairs work with the local indigenous community is planned until next year.

Bolobip

The preliminary and historical material at Bolobip has been reviewed and a 2 square kilometre area within the Exploration Licence has been outlined as a significant exploration target.

The Bolobip prospect covers an intrusive rock-type similar in age and geological setting to the Ok Tedi mine intrusive that is approximately 60 kilometres to the west.

The prospect displays a clear geochemical signature that may overlie an underlying mineralised porphyry system.

Mincor has held meetings with key Bolobip landowner representatives and it is anticipated that construction of a field camp and commencement of field work will shortly occur.

This will include creek mapping and sampling, further mapping and sampling of the prospect area, and preparations for an induced polarisation (IP) geophysical survey and subsequent drilling.

Edie Creek

A considerable amount of work has been carried out at Edie Creek during the year and a number of targets have been identified.

In the Quarterly Report which was released yesterday the results of the first of the current drill holes was outlined and the results of the upper half of the second drill hole been received and outlined.

The results to date of the work done at Edie Creek confirm that the area is prospective for gold and silver and the Company is awaiting results for 5 more completed drill holes.

A further update on progress will be released once more assays are available.

Kubuna

No field work has been carried out and the EL is currently under review

General

Mincor and your Company have an excellent working relationship and Mincor has spent \$5,533,091 during the financial year on exploration on the group's projects.

Under the agreements with Mincor, the group is obligated to maintain the mining areas at Edie Creek in good standing. This has involved a significant number of personnel and very considerable expense covering, in particular, community affairs and security.

The Group has a loss for the financial year of \$5,082,781 which includes the \$2,906,814 cost of the acquisition of Niuminco Ltd and relisting costs. The Company has also been adversely affected by the appreciation of the PNG Kina against the Australian Dollar.

Every effort is being made to contain costs in Papua New Guinea whilst meeting our obligations under the joint venture agreements and this effort will continue in the current financial year.

On the 10th August the Company announced a one for two renounceable issue of shares at 2.8 cents a share. The issue has now been completed raising \$2,628,563 being \$1,702,362 cash and \$926,201 in debt conversion.

Your Company has a number of significant prospective gold/silver projects and copper/gold projects in Papua New Guinea, and our partner Mincor is expending considerable effort and resources in order to develop their potential.

Your Directors look forward to further significant progress in the coming year including investigating new opportunities.

A.A. Davis
Chairman
26th October 2012