



ASX RELEASE

22 April 2015

ASX: MGV

Musgrave Secures Drilling Funding

- Musgrave has secured funding through the PACE Frontiers Initiative.
- Musgrave is eligible to receive \$90,000 in funding towards the initial drilling campaign at Roslin (zinc) and Zarek (nickel-copper) targets in the Musgrave region.
- Musgrave is eligible to receive an additional \$55,000 in funding for the drilling campaign on the Corunna silver-lead-zinc targets in the Southern Gawler Craton of South Australia.

Musgrave Minerals Ltd ("Musgrave" or "the Company") (ASX:MGV) is pleased to announce that it has been successful in securing funds from the South Australian Government through the Plan for Accelerating Exploration (PACE) Frontiers Initiative.

Musgrave is eligible to receive \$90,000 for drilling at the Roslin zinc and Zarek nickel-copper targets on the Mimili project in the South Australian Musgrave region and \$55,000 for drilling at the Corunna silver-lead-zinc project in the Southern Gawler Craton region of South Australia (Figure 1). The grant is subject to Musgrave committing 50% of direct drilling costs and completion before 1 May 2016.

Musgrave's Managing Director Rob Waugh said: "We are delighted with the State Governments support for the two projects and look forward to drilling. Both projects are in highly prospective underexplored terrains with significant exploration potential."

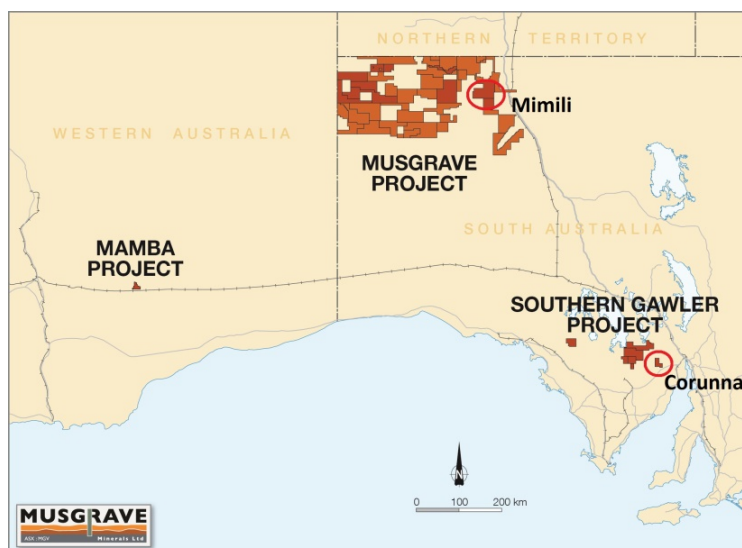


Figure 1: Project Location

Zarek is a new nickel-copper gossan with a Ni, Cu, Co geochemical anomaly on the margin of a discrete gabbroic intrusive. The gossan and geochemical response may reflect the surface expression of weathered nickel-copper sulphide mineralisation.

Roslin is a zinc target only 10km east of Zarek (Figure 2). The zinc gossan is associated with Cu, Co and Mn anomalism and is co-incident with a basement ground EM response (see December 2014 Quarterly Report for further information on the project). Drilling is currently planned for next quarter.

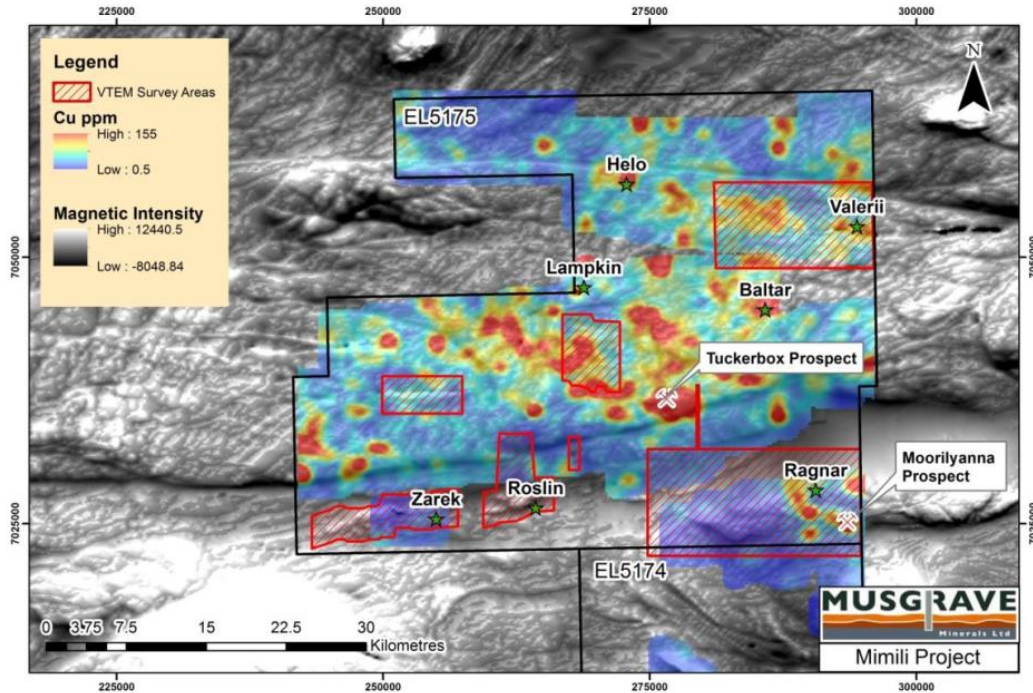


Figure 2: Priority targets on detailed aeromagnetic data

At Corunna Musgrave has identified four new high-priority silver-lead-zinc epithermal targets for drill testing (Figure 3) (for further information on the project see ASX announcement dated 22 October 2014). Follow-up infill geochemistry is currently being planned prior to a heritage survey and drilling.



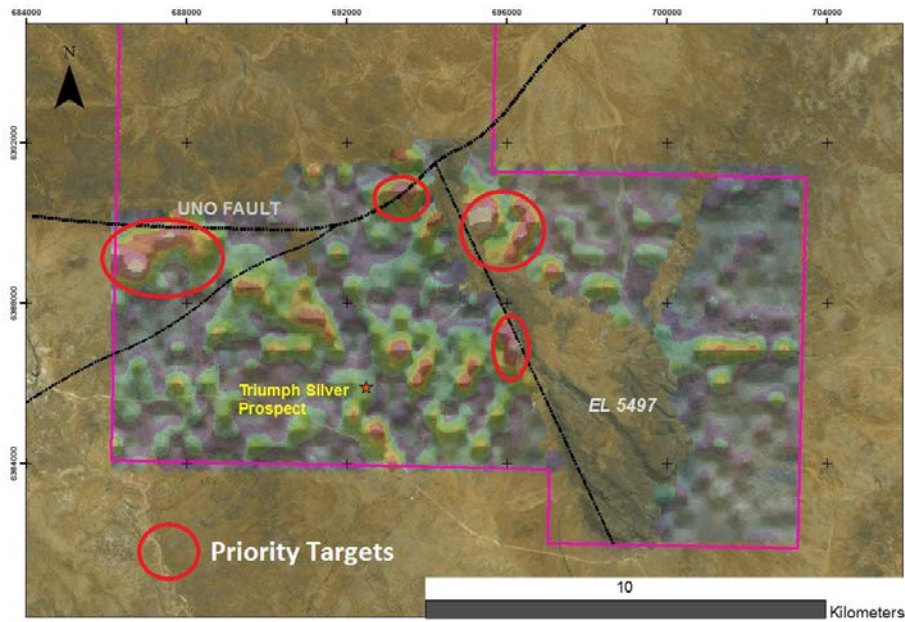


Figure 3: High priority Corunna epithermal silver-lead-zinc targets shown on gridded silver soil geochemical image with landsat backdrop.

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About Musgrave Minerals

Musgrave Minerals Ltd is an active Australian base and precious metals explorer with a large exploration footprint in the Musgrave Province in South Australia and a new nickel-copper sulphide project in the highly prospective Fraser Range region of Western Australia. Musgrave has a powerful shareholder base with four mining and exploration companies participating as cornerstone investors.

Competent Person's Statement

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled and/or thoroughly reviewed by Mr Robert Waugh, a Competent Person who is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM) and a Member of the Australian Institute of Geoscientists (AIG). Mr Waugh is Managing Director and a full-time employee of Musgrave Minerals Ltd. Mr Waugh has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration 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'. Mr Waugh consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

