

**CHAIRMAN'S ADDRESS**

**ANNUAL GENERAL MEETING**

**3 NOVEMBER 2016**



On behalf of the Board of Directors, it is my pleasure to welcome you to the 2016 Annual General Meeting for Musgrave Minerals Limited ('Musgrave' or 'Company').

The year under review has been transformative for Musgrave. In late November 2015 the Company announced that it had secured an interest in an advanced gold and copper project named Cue, significantly strengthening our project portfolio. Cue is located in the highly prospective Murchison province of Western Australia, a well-endowed producing gold district and an emerging, under-explored base metal province. The Project is host to numerous advanced gold and copper prospects with existing minerals resources and is well positioned in regards to infrastructure and existing gold operations. Under the terms of the Cue Joint Venture, the company is earning an initial 60% interest and may up earn to an 80% interest from Silver Lake Resources Ltd.

Drilling to date at Cue has delivered solid results with two new discoveries during the year. First, a new base metal discovery at the Mt Eelya copper-gold Prospect and second, high-grade gold mineralisation at the Break of Day Prospect. Our current focus is Break of Day where drilling is ongoing and results have confirmed a substantial, multi-vein, high-grade gold system that remains untested at depth and along strike. Our Managing Director, Rob Waugh, will provide an update on the Cue Project and Break of Day at the end of today's meeting so I won't go into further detail here.

We are highly encouraged by the results to date and believe that significant upside remains for further discoveries in both gold and copper at Cue where the Company will continue to advance targets through discovery and extensional drilling programs with the objective of identifying sufficient resources to underpin a profitable near-term development scenario. In this regard we plan to complete an initial mineral resource estimate for Break of Day in the near future.

On the back of our exploration success, the Company's share price performance has improved significantly over the past twelve months, a reflection of the quality work and dedication of the Musgrave team. It is a trend that we intend to continue and I would like to thank the staff, management, contractors and my fellow Directors for their ongoing efforts in this regard.

Despite the continuing challenging times in the resources sector and the unpredictable equity markets in Australia and overseas, Musgrave successfully completed a capital raising subsequent to the end of the year that attracted new investors to the Company. Concurrent with this raising, a Share Purchase Plan offered existing shareholders the opportunity to acquire further shares in the Company on the same terms as the Placement. The funds are being used to accelerate our efforts at Cue with a strong focus on drilling at the Break of Day Prospect. It was very pleasing to see

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strong participation in the SPP from existing shareholders and I take this opportunity, on behalf of the board, to thank all of our shareholders for their ongoing support.

We are committed to progressing the Company, advancing targets towards development through high-quality exploration and technical studies for the benefit of all Musgrave shareholders.

Once again I wish to thank all shareholders for your continued support.

**GRAHAM ASCOUGH**  
**CHAIRMAN**