

Musgrave getting set for new gold resource estimates

MUSGRAVE Minerals has reported yet more high-grade gold results as the market awaits another resource update and potential development scenarios for its Cue mineralisation in the Murchison region of Western Australia.

Musgrave drilling at Cue

Exploration / Development > Resource-definition	Latest results included 6m at 19.2 grams per tonne from 87m at the Big Sky prospect.
Comments	A maiden resource estimate for the prospect has been flagged for this quarter, with the White Heat-Mosaic prospect to also have its first ounce numbers attached.
Share	Musgrave has been reporting drill results at least once a month for the past three years or so from the Cue project.
Michael Quinn	<p>As well as being a potential standalone development, the company's deposits could also conceivably find a milling home with Westgold Resources, the dominant producer in the region.</p> <p>Others third parties likely to be interested would include Ramelius Resources, which owns an operating plant down the road at Mt Magnet and which has shown itself over the years to be particularly adept at profitably trucking in ore to its mills.</p> <p>The current resource estimate for Cue totals 6.4 million tonnes grading 3.2gpt for 659,000oz.</p> <p>Shares in Musgrave were up 3% to A34c in afternoon trade, capitalising the company at \$182 million.</p> <p>Cash at the end of December totalled \$17.5 million.</p>