

## Musgrave adds some more heat to Cue

AFTER more than two years of success with the drillbit, Musgrave Minerals has closed in on one million ounces of shallow gold resources at its flagship Cue project and now says a standalone development is firming.



### Exploration / Development > Resource- definition

Resources for the Cue project in Western Australia's Murchison region have increased 41% to 12.3 million tonnes grading 2.3 grams per tonne gold for 927,000oz indicated and inferred.

Comments

That includes 982,000t at 10.4gpt for 327,000oz for the high-grade Break of Day trend, an increase of 25% with the addition of 65,000oz at 11gpt for the White Heat-Mosaic deposit.

Share

**Haydn Black**

Big Sky has added scale, with 173,000oz at 1.2gpt.

Reporter

Smaller satellite deposits were upgraded to JORC 2012 standard, but were essentially unchanged, and a small oxide gold resource was also added at Hollandaire.

Managing director Rob Waugh said the resources are predominantly near surface and would support open pit mining.

"Resources at the Cue project are some of the highest grade, undeveloped gold resources in Australia," he said.

That should make them attractive to regional mills, although Waugh said the project was now likely to have achieved the scale necessary to continue on a standalone development pathway.

Its prefeasibility level studies have so far delivered "overwhelmingly positive" results for the initial Break of Day and Lena deposits and will now be expanded to include the newly defined resources.

Like many would-be miners the inflationary environment is making it hard to estimate costs, so Musgrave hasn't set a deadline for completing the PFS.

The company has three rigs at Cue, with a further two rigs at the Lake Austin JV to the north with Evolution Mining.

The junior also recently secured 100% of the Mt Magnet South project covering the southern extension of the Hill 50 and Latecomer fault zones associated with the Hill 50, Galaxy and Morning Star gold deposits.

Cash at the end of March totalled A\$13 million.

Musgrave shares have traded between 24-46c over the past year, up 7% this morning at 32c.

At current levels the company is worth \$161 million.



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