

MINCOR'S GOLD STRATEGY GATHERS MOMENTUM AS FY16 FINANCIAL RESULTS MARK THE COMPLETION OF ITS WA NICKEL RESTRUCTURE

Strong year-end cash balance of \$18.0M underpins Mincor's pivot to gold

- Full-year financial results highlight Mincor's strong balance sheet after a year of transition.
- Strong cash balance of \$18M and available cash of \$12.6M underpin the Company's aggressive evaluation of its gold resources, with drilling underway now.
- Full-year loss of \$42.0M which figure includes \$25.6M in non-cash depreciation, amortisation and impairment costs, \$3.2M in redundancy costs, \$3.5M in exploration costs written off and \$4.2M in one off mine closure costs, reflects period of transition as Mincor closed its loss-making nickel mines and pivoted to the exciting gold potential of its Kambalda tenements.
- All shut-down costs associated with Mincor's Kambalda nickel mines are fully reflected in the financial results, validating the Company's swift response to the collapse in nickel prices.
- Mincor ends the 2016 Financial Year with outstanding growth opportunities in gold while retaining a highly credible option on the nickel price through completed feasibility studies on two nickel projects.
- "Mincor's gold strategy is now well underway with rigs on the ground working to upgrade and extend our existing 248,000oz resource inventory at Widgiemooltha. We also now have an outstanding exploration opportunity at North Kambalda, where the recent reversion of the gold rights to Mincor creates a unique opportunity for significant discoveries in a Tier-1 setting." – Mincor CEO, Peter Muccilli.



FIGURE 1: RC Drilling around the numerous artisanal shafts accessing various gold lodes at the Flinders Project

Mincor Resources NL (**ASX: MCR**) today reaffirmed its focus on gold exploration and development in the Kambalda-Widgiemooltha region as a key strategy to drive shareholder value as it released its financial results for the year ending 30 June 2016.

The results reflect a year of significant transition for the Company as it moved rapidly to close its loss-making nickel mines following steep falls in the nickel price and preserve its cash reserves to underpin its next chapter of growth.

Mincor's decision to refocus on the gold potential of its Kambalda tenements has paid early dividends, with the Company rapidly establishing a JORC 2012 compliant Mineral Resource inventory of 248,000 ounces over a period of less than six months (from a base of zero). Initial scoping and pit optimisation studies* have been highly encouraging, pointing to the potential for early production from a series of shallow open pits near Widgiemooltha, with toll-treatment as a likely processing option.

Based on these results the Company has already embarked on a major drilling program, with over 5,000 metres of reverse circulation (RC) drilling currently underway. This drilling is designed to upgrade the Inferred portion of the existing resources to Indicated status, provide samples for metallurgical testing, and discover new extensions to the mineralisation, which in most cases remains open along strike and at depth.

Mincor's financial results for the 2016 financial year highlight the strength of its balance sheet, despite having absorbed the closure, termination and care and maintenance implementation costs associated with the cessation of nickel mining at Kambalda.

These costs are reflected in the bottom-line loss of \$42.0M which figure includes \$25.6M in non-cash depreciation, amortisation and impairment costs, \$3.2M in redundancy costs, \$3.5M in exploration costs written off (as per Mincor's usual practice) and \$4.2M in one off mine closure costs.

With those costs now behind it Mincor commences the new financial year in a very strong position, with a healthy cash balance, an exciting and rapidly advancing opportunity for near-term gold production, and a credible option on the future recovery in the nickel price.

"While the 2016 financial was in some respects one of the toughest in Mincor's history, our team moved to complete the restructure and closure of our nickel mines with great skill, professionalism and focus," said Mincor's CEO, Peter Muccilli.

"Our decision to refocus on the gold potential of our extensive Kambalda land-holding has been timely and has paid significant dividends for us in a short space of time.

"With a strong balance sheet, drilling underway and some really exciting opportunities in front of us, we are confident that this exciting new journey in the gold sector is only just beginning."

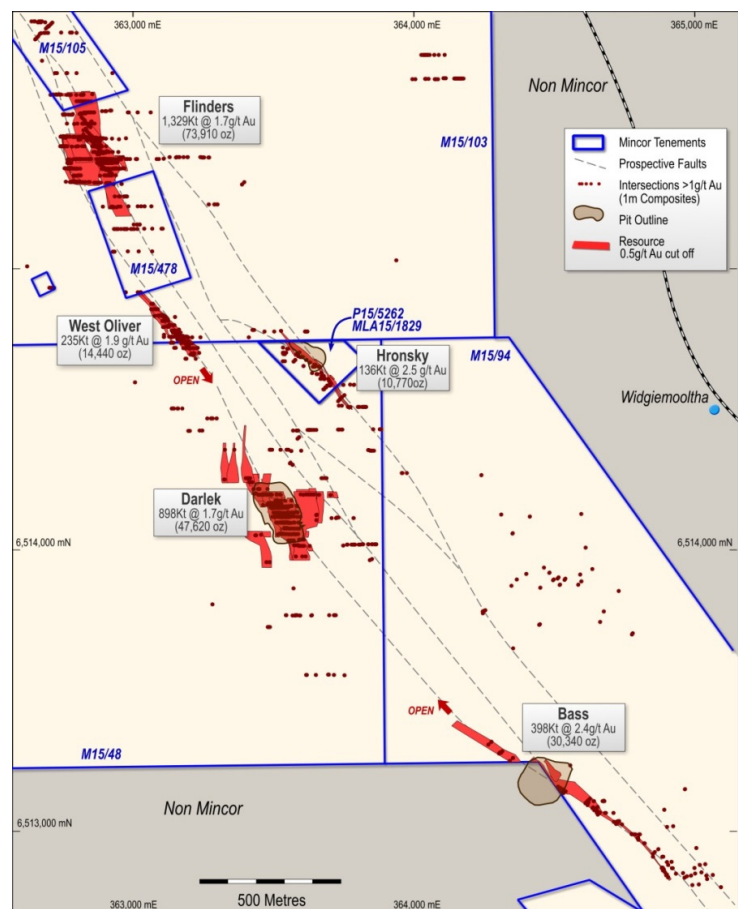


FIGURE 2: Widgiemooltha Gold Location Map

Notes*

The pit shells are conceptual in nature and subject to the results of feasibility studies and updated resources with further drilling. It also assumes future gold prices are sufficient to justify mine development. There is no guarantee that these mine developments will take place.

The information in this Public Report that relates to Exploration Results is based on information compiled by Robert Hartley, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Hartley is a full-time employee of Mincor Resources NL. Mr Hartley has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as Competent Persons as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Hartley consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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APPENDIX 1: Gold Mineral Resources, June 2016

RESOURCE	MEASURED		INDICATED		INFERRED		TOTAL		
	Tonnes	Au (g/t)	Tonnes	Au (g/t)	Tonnes	Au (g/t)	Tonnes	Au (g/t)	Ounces
West Oliver 2016	-	-	193,750	2.0	41,450	1.7	235,200	1.9	14,440
Jeffreys Find 2016	-	-	833,400	1.7	321,700	1.5	1,155,100	1.7	61,560
Bass 2016	-	-	223,900	2.4	174,250	2.3	398,150	2.4	30,340
Hronsky 2016	-	-	80,900	2.5	55,400	2.4	136,300	2.5	10,770
Darlek 2016	-	-	733,111	1.7	164,650	1.4	897,750	1.7	47,620
Flinders 2016	-	-	-	-	1,328,900	1.7	1,328,900	1.7	73,910
TOTAL 2016	-	-	2,065,050	1.8	2,086,350	1.7	4,151,400	1.8	238,640

Figures have been rounded and hence may not add up exactly to the given totals.
 Note that Resources are inclusive of Reserves reported at 0.5 g/t cut off

For descriptions of JORC Code 2012 Appendices, Sections 1-3, please refer to the Company's 2 June 2016 ASX Announcement 'Mincor Advances Gold Strategy as Kambalda Resource Inventory Doubles to ~240,000 ounces'.

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