

**MINCOR RESOURCES NL**

ACN 072 745 692

**CHAIRMAN'S ADDRESS**

**TO THE SEVENTEENTH ANNUAL GENERAL MEETING OF MINCOR RESOURCES NL  
TO BE HELD ON WEDNESDAY, 13 NOVEMBER 2013 AT 11.30AM  
AT THE CELTIC CLUB, 48 ORD STREET, WEST PERTH**

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In the year 2013, we battled twin difficulties; a rising Australian dollar and a significant fall in the nickel price.

We continued to contain all our costs, improve our mining efficiency and protect our people with our relentless focus on safety.

The short-term outlook for the price of nickel seems to be subdued. Some believe Indonesia will enforce a ban on the export of lateritic nickel ores, which may reduce pricing pressure from this source. Steel consumption in China and Japan continues to grow and this implies a strong demand for nickel as a component of stainless steel.

We consider an overall improvement in the price of nickel should occur in its usual cyclical fashion, within 12 to 24 months.

However, there seems to be limited ability in the hands of the Reserve Bank of Australia to suppress the value of the Australian dollar. We cannot forecast what will happen in this regard.

Your board and management closely monitor the interaction of all the above factors, and take action to produce the best results possible for our shareholders.

We will have to wait and see the net result of all of the above in our December half-yearly report.

We are focused on in- and near-mine development and exploration. We replaced 52% of the nickel mined in 2013 with new resources and reserves. We are actively pursuing both exploration and other opportunities to boost our nickel reserves and resources.

Our September quarterly report highlights new strong nickel intersections in our Kambalda mines and a doubling of reserves at our Miitel Mine. A high level of exploration is currently underway at our Mariners and Miitel Mines.

Encouraging results at South Miitel include:

- 7.13 metres @ 5.31% nickel in the N30 resource
- 3.62 metres @ 2.68% nickel in the N31 resource
- 8.16 metres @ 2.78% nickel in the N32 resource

We continue to evaluate the gold potential of our Kambalda tenements and this is an exciting new exploration front for your Company.

We have restructured our Papua New Guinea joint venture interests at May River and Bolobip and now hold a 5% net smelter return royalty on 100% of any future production from these properties.

Despite the difficulties mentioned above, and because of our strong balance sheet, your board was able to pay an interim 2 cent per share fully franked dividend in March 2013 and pay a final 2 cent per share fully franked dividend in September 2013.

For the quarter ended 30 September 2013 working capital was \$64.71 million, including cash of \$57.2 million. The Company has no debt. Nickel-in-ore produced was 2,883 tonnes at a cash cost of A\$4.39 per pound of payable nickel.

We remain confident that the world economy will gradually improve and the demand for nickel will continue to grow.

I should like to express the thanks of the board to all of our people for their continuing hard work and loyalty, which enables the Company to confidently approach the future for the benefit of all our stakeholders.

Thank you for your attention.

A handwritten signature in black ink, appearing to read 'D Humann', with a stylized initial 'D'.

**David J Humann**  
**Chairman, Mincor Resources NL**