



ASX / MEDIA ANNOUNCEMENT

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YANDICOOGINA SOUTH PROGRESS REPORT

- **Offtake discussions underway including Chinese steel producers**
- **Consultant Mining Engineer appointed**
- **Next stage of Metallurgical Testwork underway**
- **Environmental Studies prepared**

Emerging Pilbara iron-ore developer, **Hemisphere Resources Limited (ASX: HEM)** is pleased to provide a progress report on the Company's flagship Yandicoogina South Project in Western Australia's Pilbara region. Hemisphere is targeting first production of high-grade DSO from Yandicoogina South.

Danny Costick, Hemisphere Resources' Managing Director said the Company has mapped a clear path to production.

"In recent weeks we visited a number of steel producers in China, including a site visit to a privately owned steel mill," Mr Costick said.

"As outlined in the Company's presentation to Mines & Money Beijing earlier this month, sourcing offtake is now in progress."

Mr Costick said the Company will build on the discussions to develop the appropriate market, starting with the Channel Iron Deposit at Yandicoogina South.

"The pre-feasibility study is also progressing well, with the mining study including pit design underway. We have commissioned a highly regarded and experienced mining engineer to develop the pit models for the Project, to inform the development of mining schedules and produce detailed cost estimates."

"Metallurgical testwork is also continuing to assess the potential to enhance the lower quality component of the Resource, with a view to optimising production models."

"We are also pleased to announce the appointment of environmental consultants, KD1, who have been engaged to lead the Yandicoogina South environmental studies. KD1 have significant experience, and specific knowledge of the Project area gained at mine sites neighbouring the Project."

The field work to enable completion of the environmental studies is now being planned.

"We look forward to providing further updates as the Project progress continues," Mr Costick said.

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Competent Person's Statement

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Ian Hassall, who is a Member of the Australian Institute of Mining and Metallurgy. Mr Hassall is a full-time employee of Hemisphere Resources. Mr Hassall has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity for which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Hassall consents to the inclusion in the reports of the matters based on his information in the form and context in which it appears.

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