



## ASX MEDIA RELEASE 2 JULY 2013

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### MARKET UPDATE

- BBX VIA ITS WHOLLY OWNED SUBSIDIARY MINERAÇÃO BBX DO BRASIL LTDA. HAS GRANTED AN OPTION TO COOPERATIVA MISTA DOS GARIMPEIROS DA CHAPADA DA NATIVIDADE – COOPERMINER TO ACQUIRE BBX'S 100% INTEREST IN THE CHAPADA PROJECT FOR R\$ 3.4M (APPROXIMATELY AUD 1.7M).

### CHAPADA –ACQUISITION TERMS

BBX via MINERAÇÃO BBX DO BRASIL LTDA has signed a Letter of Intent under which it has granted an option to acquire BBX's 100% legal and beneficial interest in the Chapada project to COOPERATIVA MISTA DOS GARIMPEIROS DA CHAPADA DA NATIVIDADE – COOPERMINER.

The parties have agreed that they will use their best efforts to conclude a definitive sale and purchase agreement within 20 days of signing the letter of intent, which will be subject to any regulatory or shareholder approvals required in either Brazil or Australia on the following payment terms:

1. R\$400,000 (approximately AUD200,000) on signing the definitive sale and purchase agreement;
2. R\$600,000 (approximately AUD300,000) on signing the transfer of title documentation to enable the National Department of Mineral Production (**DNPM**) to process the transfer of the Chapada project to COOPERMINER;
3. R\$500,000 (approximately AUD250,000) 6 months after either (i) the commencement of mining activities by COOPERMINER, or (ii) the DNPM granting a trial mining license, or (iii) the DNPM granting a Mining Right (or equivalent document), whichever occurs first;
4. R\$500,000 (approximately AUD250,000) within six (6) months of BBX receiving the payment referred to in item "3" above;
5. R\$350,000 (approximately AUD175,000) within 6 months of BBX receiving the payment referred to in item 4;

6. R\$350,000 (approximately AUD175,000) within 6 months of BBX receiving payment referred to in item 5;
7. R\$350,000 (approximately AUD175,000) within 6 months of BBX receiving payment referred to in item 6; and
8. R\$350,000 (approximately AUD175,000) within 6 months of BBX receiving payment referred to in item 7.

A 3% net smelter return royalty is also payable to BBX from the Chapada project, of which 2.1 % is payable to Rio Gameleira Prospeccao e Geologia Ltda, plus 3% of the total sale consideration should Cooperminer sell the Chapada project to a third party.

BBX's obligation to pay Mundo Mineracao Ltda \$110,000 (due 5 days after the publication in the Official Gazette of the approval by the Brazilian Mines Department of the transference of the Chapada Prospect to BBX under its previous announced option to purchase 51% of the Chapada Project) remains unaffected by this transaction.

For further information, please contact:  
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#### **Disclaimer**

This announcement contains forward-looking statements which involve a number of risks and uncertainties. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more of the risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this announcement.

#### **Currency**

This announcement assumes a conversion rate of 2 Brazilian Reals (**\$R**) for every 1 Australian dollar (**AUD**).