



31 July 2013  
For Immediate Release

## Quarterly Report for the Period Ending 30 June 2013

### HIGHLIGHTS – OPERATIONS & DEVELOPMENT

- Group quarterly production of 18,988 fine ounces of gold at a cash cost of A\$1,536 per ounce.
- Mt Magnet production in WA was a record 17,211 fine ounces of gold at a cash cost of A\$1,629 per ounce. Record production of 7,000 ounces in the month of May 2013.
- Milling of Wattle Dam and remnant ore at Burbanks produced 1,777 fine ounces of gold at a cash cost of A\$638 per ounce.
- Group net cash outflow from operations after all operating and mine development costs (including mine stripping costs) was \$9.7M. Of this \$6.5M was expended at Western Queen South. The change in gold price from the March to June 2013 quarter reduced revenue by approximately \$3.5M in the June quarter.
- Mining was well advanced at the high grade Western Queen South project in WA with first ore to be delivered to Mt Magnet in September 2013.
- A Mining Proposal for the high grade Coogee gold deposit in WA was approved during the quarter, with site works commenced post quarter end.
- Ramelius is continuing to work with Gold Fields to complete the Vivien acquisition in WA and is currently negotiating the timing of settlement.

### PRODUCTION GUIDANCE AND COSTS FOR FY 2013-14

- The Company expects to produce 107,500 ounces in the 2013-14 financial year at a total operating expenditure of A\$1,180 per ounce.
- The Mt Magnet gold (including Western Queen South) project is expected to produce 90,000 ounces of gold at a total operating expenditure of A\$1,210 per oz and the Coogee gold project is expected to produce 17,500 ounces of gold at a total operating expenditure of \$1,029 per oz.

### HIGHLIGHTS – CORPORATE

- Quarterly gold sales of \$26.2M at an average sale price of A\$1,390 / oz.
- Cash and gold on hand of A\$37.4M at the end of the quarter.
- Ramelius completed 10 years as an ASX listed company having established itself as a successful gold explorer and miner during this period.

31 July 2013

#### ISSUED CAPITAL

Ordinary Shares: 338M

#### DIRECTORS

Chairman:  
Robert Kennedy  
Non-Executive Directors:  
Kevin Lines  
Michael Bohm  
Managing Director:  
Ian Gordon

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## PRODUCTION SUMMARY

Table 1: Gold Production

June 2013 Quarter	Mine Production ROM (t)	Milled Tonnes (t)	Head Grade (g/t Au)	Gold Recovery (%)	Production (recovered ounces)	Fine Gold Production (ounces)	Cash Cost (A\$ /ounce)
Mt Magnet	482,935	403,595	1.42	91.7	16,846	17,211	1,629
Burbanks/WD	0	26,688	2.19	93.8	1,760	1,777	638
Total	482,935	430,283	1.46	92	18,606	18,988	1,536

### MT MAGNET GOLD MINE (WA)

Production at Mt Magnet for the quarter saw a significant increase in production. Improved grade resulted in record production of 17,211 fine ounces of gold.

Milling processed 403,595 dry tonnes at a head grade of 1.42 g/t Au with good throughput and material blends seen for most of the quarter.

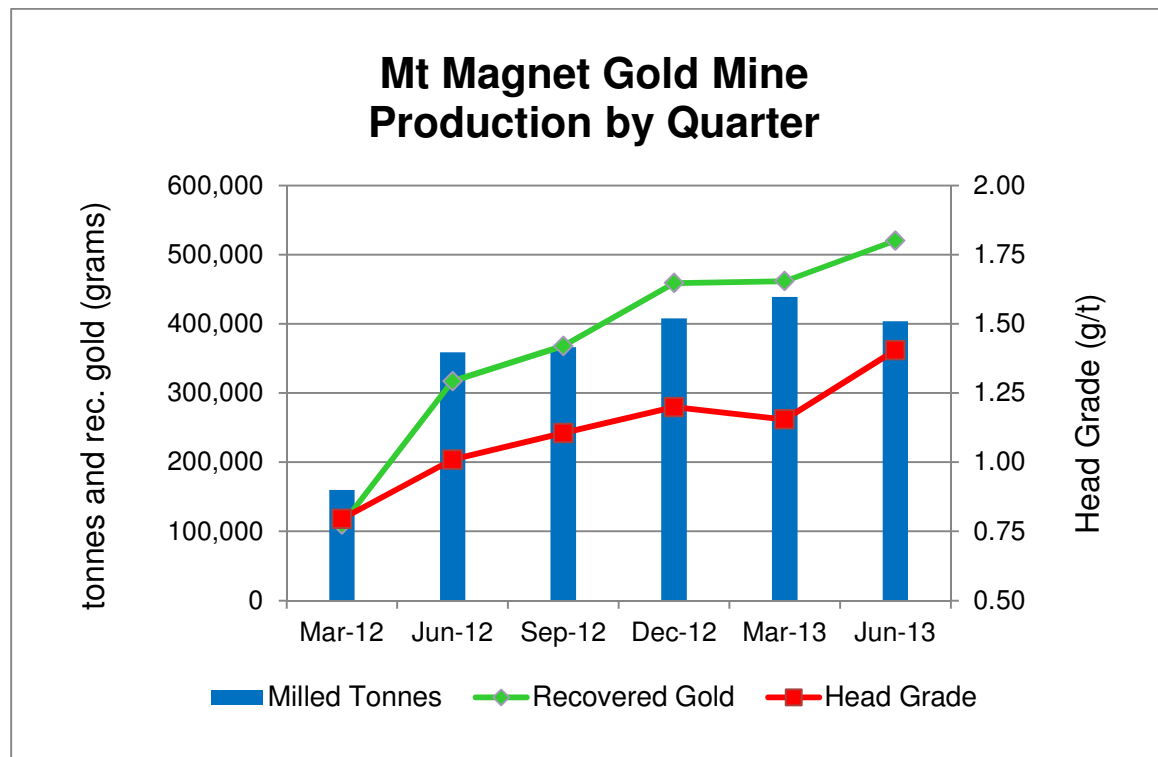


Figure 1: Mt Magnet Quarterly Production

Improved ore grade has been achieved from increasing access to, and available tonnage of, high grade mineralisation as the cutback deepens, combined with improved grade control selectivity. Mining of the Saturn pit has now been prioritised. Saturn mining has now reached a level where the strip ratio drops dramatically and more continuous zones of BIF and breccia hosted mineralisation are being exposed in the Saturn south and Saturn west areas respectively. Increased high-grade ore availability now also means high-grade ROM stocks are available to buffer variable ore production and allow for continuous milling of high-grade material.



**Figure 2: Saturn Pit July 2013**

A process of pit redesign has been completed to adjust for the recent drop in the gold price. The Galaxy pits are large scale open-pits where enhancements due to better understanding of ore location, ground conditions and mining options using various ramp widths and gradients, and equipment sizes can be evaluated and designs compared. Financial gains due to improved design are expected for each of the pits and new designs will be incorporated into updated ore reserve reporting.

### **Production Outlook**

The Mt Magnet project (including Western Queen South) is expected to produce approximately 90,000 ounces of gold in the 2013/14 financial year, an increase of 32,000 ounces on the previous year. Total operating expenditures (including stripping) are expected to be A\$1,210 per ounce, a significant reduction on the previous year, where total expenditure is estimated to have been A\$1,870 per ounce (including stripping).

## **WESTERN QUEEN SOUTH PIT (WA)**

All mining equipment, infrastructure and manning levels requirements for the project were completed early in the quarter. A total of 513,000 bcm of waste was mined, averaging 171,000 bcm per month. The initial 10-15 m of lateritic cover material contained several hard caprock layers, giving inconsistent waste rock characteristics for blasting and mining. These however, are now all removed and mining rates have improved in softer oxide waste. Dewatering of the existing Harmony pit was also effectively achieved.

A small slump occurred in the upper portions of the cutback pit, which has not reduced material movement operations. It is expected that an additional cost of up to \$250,000 will be required to rectify the slip area.

An ore haulage tender is expected to be awarded shortly and road refurbishment and associated works undertaken to match the ore production schedule.

Ore mining is scheduled to commence in the third quarter of 2013, with first ore milling scheduled for September 2013.

Expenditure for the quarter at Western Queen South including capital was \$6.5M.



**Figure 3: Mining at Western Queen South**

## ***BURBANKS MILL (WA)***

Milling of stockpiled Wattle Dam ore was completed towards the end of April 2013, with both purchased ore and third party ore subsequently milled through to June 2013. Ramelius attributed mill production for the quarter was 26,688 tonnes at a head grade of 2.19 g/t Au for 1,777 fine ounces.

Total operating expenditure for the quarter was \$1.7M (March 2013: \$1.5M).

A one week mill shutdown followed the completion of Ramelius' ore milling with the time used to complete a number of general outstanding maintenance tasks.

Toll milling commenced immediately after this maintenance and continued for the rest of the quarter.

Ramelius is continuing to work towards options to replace Wattle Dam gold production from the second half of 2013, including the Coogee project. A toll milling assignment is expected to keep the mill occupied until the Coogee project commences.

## ***DEVELOPMENT***

### ***Coogee Project (WA)***

The Coogee mining proposal was approved during the quarter and further works including tendering and award of the open-pit mining contract was completed. Ramelius is commencing site clearing and access road works in July 2013 and expects to commence mining in the September 2013 quarter.

The Coogee project is expected to produce 17,500 ounces of gold in the 2013/14 financial year at a total operating expenditure (including stripping) of \$1,029 per ounce.

### ***St George / Water Tank Hill Mining Study***

A Mining Study was completed for the St George / Water Tank Hill projects during the quarter. The results show a profit of A\$16m at a gold price of A\$1,500.

The Company will review its options for developing the project if the gold price returns to these levels for a sustained period.

### ***Saturn Deeps Resource Drilling***

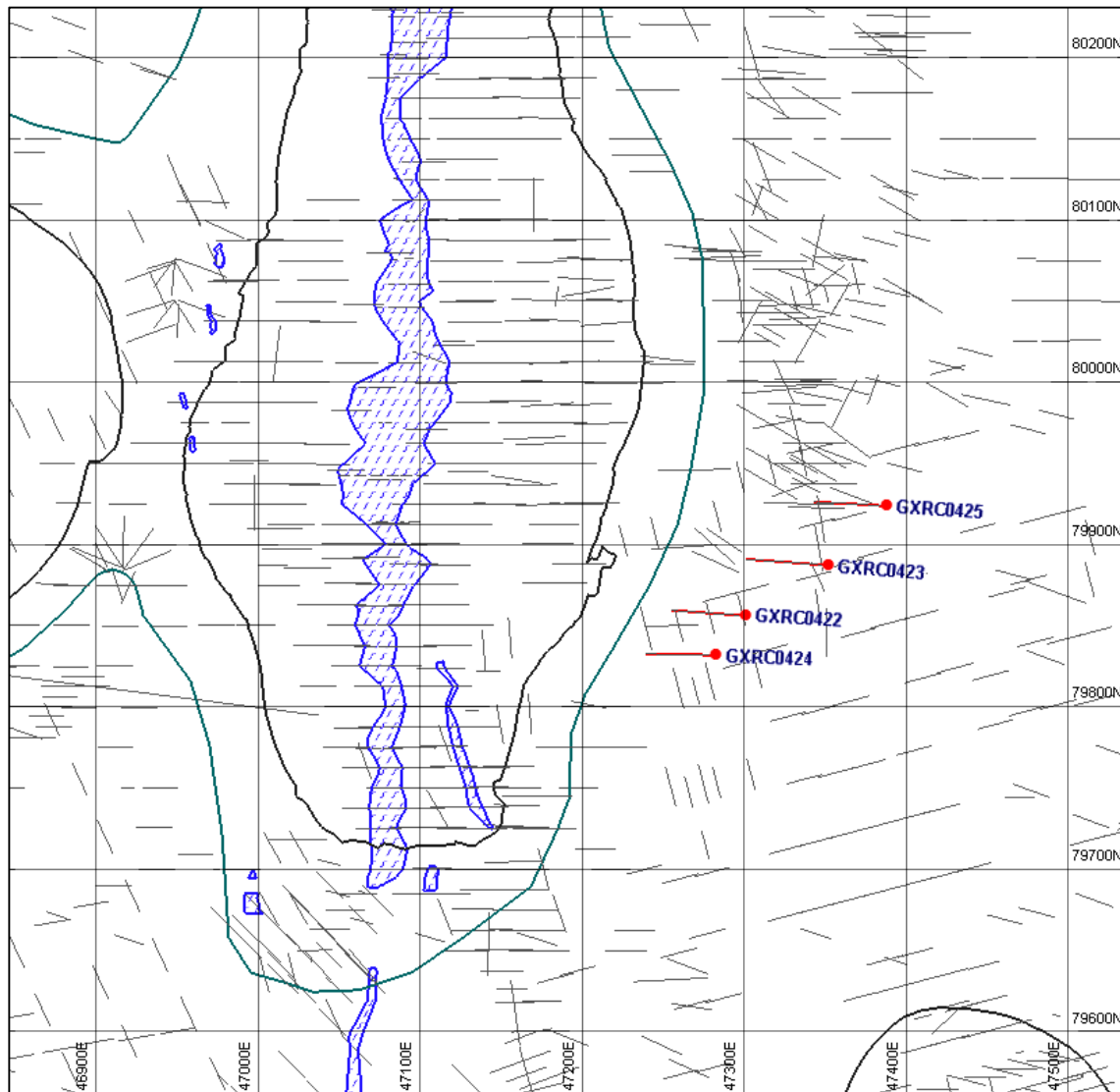
Four deep RC holes targeting the deeper Saturn resource area were completed during the quarter. This exploratory drilling targets deeper resources beneath the Saturn pit which may be viable as a bulk low grade underground operation. Four holes of a 10 hole program were completed.

The southernmost holes of the program GXRC0422 & 424 returned relatively weak results, while the holes further north toward the core of the resource target area were more encouraging with 16 m @ 3.89 g/t from 385 m in GXRC0423 and 13 m @ 2.57 g/t from 428 m GXRC0425. Further drilling to the north is planned.

**Table 3: Saturn Deeps drilling results**

Hole Id	Easting	Northing	RL	Az/Dip	F/Depth (m)	From (m)	To (m)	Interval (m)	g/t Au
GXRC0422	578585.1	6897991.9	461.8	253/-49	396	315	319	4	0.89
GXRC0423	578622.4	6898038.3	460.5	254/-46	430	385	401	16	3.89
GXRC0424	578576.3	6897962.6	454.7	252/-47	324	291	297	6	1.02
GXRC0425	578643.5	6898085.1	461.2	254/-50	492	428	454	26	1.68
					including	428	441	13	2.57

Intercept true width is approximately 75% of downhole width. Gold determination was by Fire Assay using a 50 gram charge and AAS finish, with a lower limit of detection of 0.001 g/t Au. Intercepts are reported above 0.7g/t and may contain up to 2m of internal dilution.



**Figure 4: Drillhole location plan 430mRL (Hill 50 grid) showing Saturn BIF position (blue), & pit outlines**

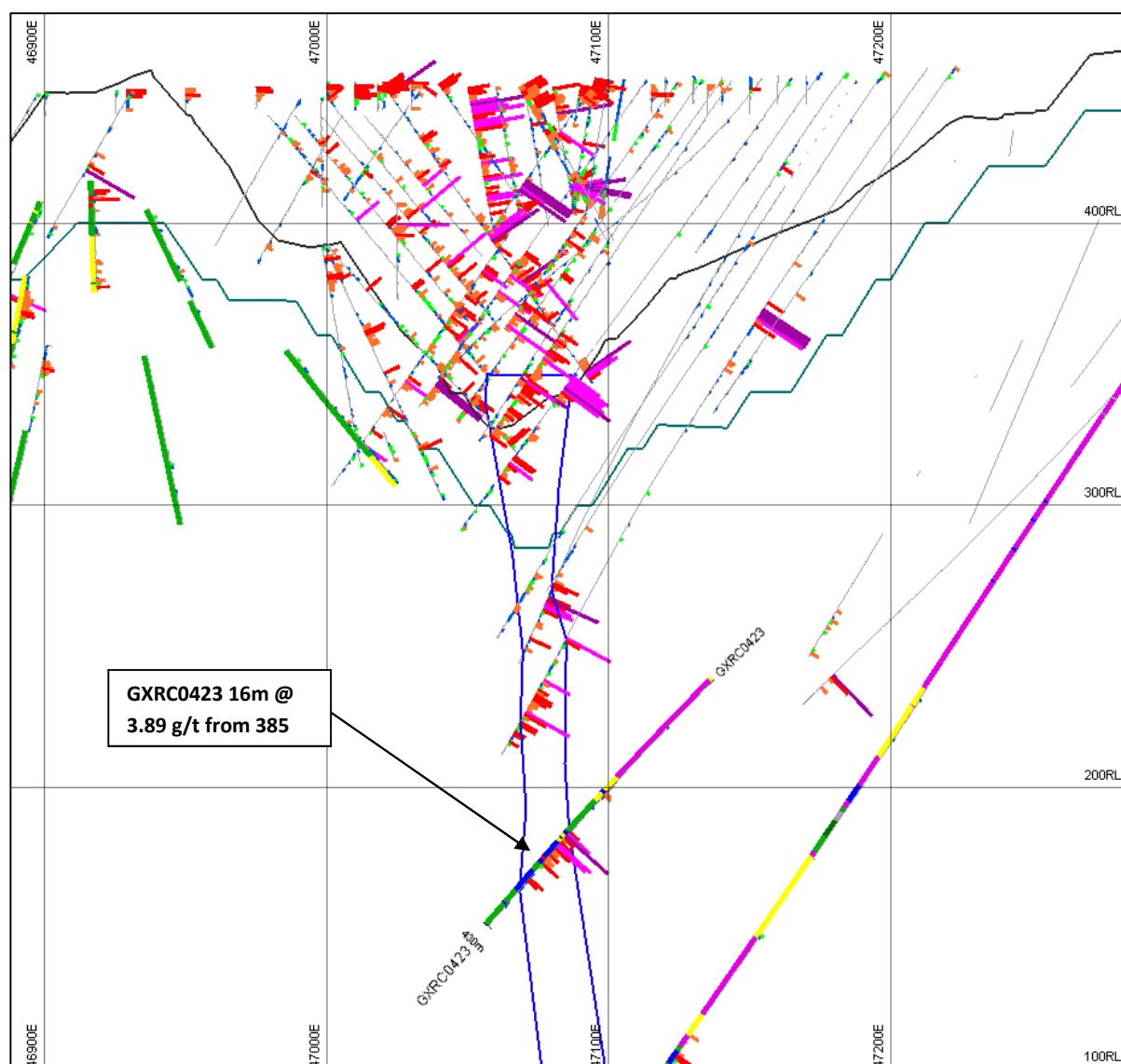


Figure 5: Drillhole section 79,930N (Hill 50 grid) showing Saturn BIF zone, previous & new pit outlines

## EXPLORATION SUMMARY

Exploration drilling during the quarter was restricted to the Mt Windsor Gold Project, as part of the Company's cost cutting initiatives in light of the fall in the gold price.

Total exploration and resource development expenditure for the quarter was \$1.6M.

### MT WINDSOR GOLD PROJECT (QLD) (Ramelius withdrawing)

Ramelius has elected to withdraw from the Mt Windsor Farm-in and Joint Venture Agreement following disappointing gold exploration drill results at the Kookaburra Prospect.

## Kookaburra/Greenback

A total of nine angled RC drill holes for an aggregate 1,020m were completed during the quarter to test the Greenback Porphyry within the Kookaburra Prospect.

Best gold intersection from the drilling was 4m @ 0.40g/t Au from 10m in GBRC0004. Several broad anomalous copper zones (15-20m wide at 0.10% Cu) were present in the saprolite zone adjacent to the contact with the Molly Darling granodiorite. Better supergene copper results included 40m @ 0.14% Cu from surface in GBRC0007 and 32m @ 0.19% Cu from 1m in GBRC0009. Best fresh rock copper intersection was 15m @ 0.10% Cu from 85m to end of hole in GBRC0005. Molybdenum intersections were typically narrow and confined to the quartz veins, including 5m @ 0.40% Mo from 38m in GBRC0004 and 3m at 0.23% Mo from 61m in GBRC0003.

The Greenback Porphyry is suggestive of a deeper copper-molybdenum porphyry system where the potential for significant gold mineralisation appears limited. Consequently no further exploration is proposed and the Company has elected to withdraw from the project.

## NEVADA GOLD PROJECTS (USA)

### *Angel Wing JV Nevada (USA) (Ramelius and Marmota earning 70%)*

No field work was completed over the Angel Wing Project during the quarter. The Notice of Intent (NOI) was being finalised during the quarter to allow ground disturbance activities for drill pad preparation to proceed. Deeper RC drilling is intended to test for high grade feeder structures below the Grass Hollow anomaly. Drilling is scheduled to commence in the September 2013 quarter.

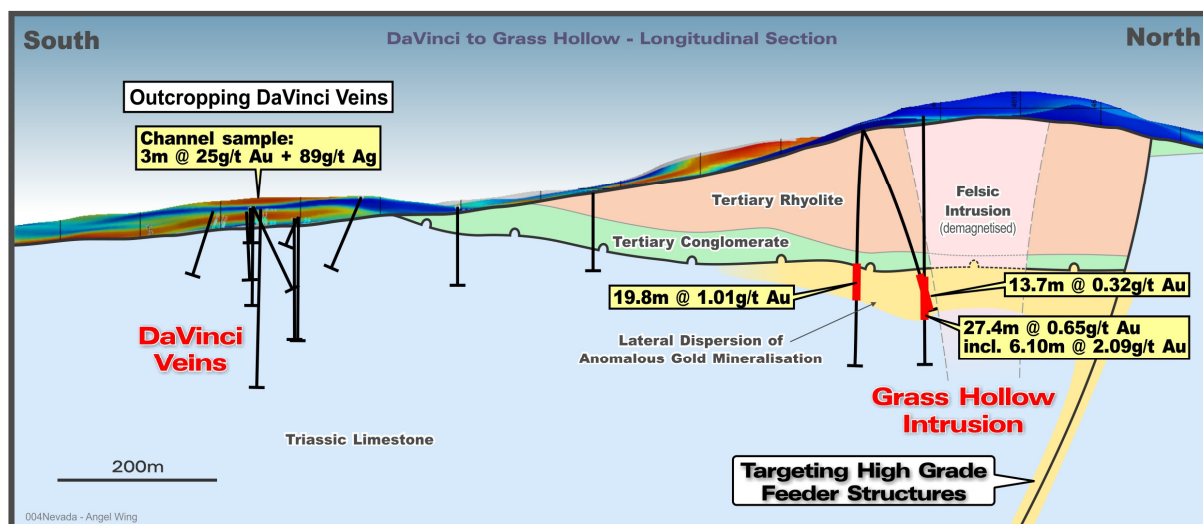


Figure 6: Angel Wing JV - DaVinci to Grass Hollow longitudinal section

## **CORPORATE & FINANCE**

Gold sales for the June 2013 quarter were \$26.2M at an average price of A\$1,390 / ounce.

At 30 June 2013 Ramelius held put options over 42,000 ounces at strike prices ranging from A\$1,250 and A\$1,350 / oz with expiry dates through to the end of December 2013. The put options enable Ramelius to retain full exposure to the current and any future rise in the gold price while providing protection against a fall in the gold price below the strike price.

At 30 June, 2013 the Company held \$37.4M of cash and gold and has a 5.1% interest in gold developer Doray Minerals Limited valued at \$2.9M (ASX: DRM).

At the beginning of the quarter Ramelius completed 10 years as an ASX listed company. Since first production in 2006 Ramelius established itself as a successful gold explorer and developer and generated in excess of \$440 million in gold sales revenue from gold production of 326,000 ounces.

Late in the quarter, Ramelius agreed to entered into a conditional sale agreement with ERO Mining Limited ("ERO") to sell 100% of Ramelius' right, title and interest in the Spargoville Gold Project; including the abandoned Wattle Dam gold mine for the issue of 133,333,334 fully paid ordinary ERO shares to Ramelius.

**Appendix 1:** Anomalous (>0.10 g/t Au) 1m RC drilling results for the Greenback Porphyry, within the Kookaburra Prospect - Mt Windsor JV Project QLD

<i>Hole Id</i>	<i>Easting</i>	<i>Northing</i>	<i>Az/Dip</i>	<i>F/Depth (m)</i>	<i>From (m)</i>	<i>To (m)</i>	<i>Interval (m)</i>	<i>g/t Au</i>
GBRC0001	467400	7737785	-60/030	100	76	77	1	0.12
GBRC0002	467375	7737740	-60/030	100	0	1	1	0.17
GBRC0003	467350	7737700	-60/030	150	14	18	4	0.11
GBRC0004	467325	7737655	-60/030	170 Incl.	10	14	4	0.40
					11	13	2	0.65
					24	27	3	0.11
					29	35	6	0.11
					115	116	1	0.25
GBRC0005	467300	7737610	-60/030	100				NSR
GBRC0006	467355	7737945	-60/060	100				NSR
GBRC0007	467312	7737920	60/060	100	34	36	2	0.16
GBRC0008	467258	7737895	-60/060	100				NSR
GBRC0009	467225	7737870	-60/060	100				NSR

Reported anomalous gold assay intersections (using a 0.10 g/t Au lower cut) are calculated over a minimum down hole interval of 1m at plus 0.10 g/t gold and may contain up to 2m of internal dilution. Gold determination was by Fire Assay using a 50 gram charge and AAS finish, with a lower limit of detection of 0.001 g/t Au. NSR denotes no anomalous gold assays above 0.10 g/t Au. BLD denotes below analytical detection. True widths are unknown.

The Information in this report that relates to Exploration Results is based on information compiled by Kevin Seymour.

Kevin Seymour is a Member of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the styles of mineralisation and type of deposits under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code of Reporting of Exploration Results, Mineral Resources and Ore Reserves. Kevin Seymour is a full-time employee of the Company and consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The Information in this report that relates to resource drilling, mineral resources, ore reserves and estimated mine grade is based on information compiled by Rob Hutchison.

Rob Hutchison is a Member of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code of Reporting of Exploration Results, Mineral Resources and Ore Reserves. Rob Hutchison is a full-time employee of the Company and consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.