



OLD MINES YIELD NEW RESOURCES FOR HORSESHOE

The numbers continue to stack up for **Horseshoe Metals Ltd (ASX:HOR)** following the recent announcement of a maiden resource at its Kumarina Copper Project and an expected upgrade to the resource at the company's flagship Horseshoe Lights Copper-Gold Project following the identification of significant extended mineralisation.

After successful drilling campaigns throughout 2012, Horseshoe Metals this month announced a maiden resource at its Kumarina project of 835,000t at 1.3 per cent copper for 10,600t of contained copper, at a 0.5 per cent cut-off grade and is set to issue an upgrade to the established JORC-compliant resource of 91,000t contained copper and 37,000oz gold at Horseshoe Lights.

Horseshoe Lights and Kumarina both host historic copper or copper-gold mines and cover about 300sq km in the highly sought after Gascoyne region of Western Australia, providing plenty of scope for fresh discoveries. Significantly, the Horseshoe Lights Mine is hosted within the Naracoota Volcanics Formation, which also hosts Sandfire Resources' DeGrussa copper mine located 75km east of the Horseshoe Lights Mine.

Extensive drilling was conducted at both Horseshoe Lights and Kumarina during 2012, with the drilling at Horseshoe Lights producing some exciting shallow copper mineralisation intervals such as 23m at 4.2 per cent copper, including 8m at 8.6 per cent copper, about 100m north of the existing open pit.

Managing director Neil Marston said the maiden resource at Kumarina was established on the back of 14 months of drilling completed at the Rinaldi Prospect up until December last year.

"The resource is very shallow,

we've got mineralisation to the surface," Marston said. "Another important point is that most of the plus 1 per cent mineralisation, is contained within a zone that is just over 300m long and 70m deep, so the potential exists for that zone to be the basis of an initial open pit.

"So far we have just scratched the surface at Kumarina and have plenty of drill targets over favourable geological structures that we intend to test this year. The Kumarina Deeps Prospect, which shows up as a large aeromagnetic anomaly, will be the first place we drill this season."

Marston said the company would continue to focus much of its attention on the Horseshoe Lights Project where some deeper drilling and a mining study would be the next items on the agenda.

Recent geophysical studies at Horseshoe Lights have identified some interesting anomalies away from the historical open pit that have not been adequately drilled. Drilling on these anomalies is scheduled to commence in the coming quarter providing investors with a steady stream of news flow.

"We now have a very good understanding of the mineralisation at both our projects and apart from having a significant and growing copper mineral resource base, we have excellent potential for new copper discoveries on our ground," he said.



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