



Poseidon Nickel

Nov 24th 2014

Poseidon Nickel drills at Mt Windarra; Lake Johnston study results due shortly

Poseidon Nickel (ASX:POS) will commence drilling to extend the resource at the Mt Windarra Nickel Project in Western Australia.

Recently the Indicated and Inferred Resource was revised to JORC 2012 standard at Mt Windarra to 4.36 million tonnes at 1.64% nickel for 71,500 tonnes of contained nickel metal.

The underground drilling at Mt Windarra will exploit an opportunity identified during the last resource drill out which identified a near surface extension of the ore body.

This could speed up first ore deliveries to the offtake party.

Drilling in the newly identified upper G Shoot zone is near to the surface and accessible from the fully refurbished decline.

The extension is both near surface and close to existing infrastructure.

The purpose of the drilling is to test extensions to the Upper G shoot zone which were developed during the last drilling programme.

Background

The defined region of the mineralised ore body may provide early cash flow as it is close to the existing decline at a level already fully rehabilitated.

The programme is designed to speed up first ore deliveries in advance of when the main deeper C, D and G Shoot ore bodies can be mined.

It is estimated that this drilling programme could reduce the development time to first ore by 2 months down to a total of 4 months.

It is planned to drill 1,300m of relatively short holes from the adjacent decline to bring the zone into mineable reserves and confirm geotechnical conditions.

This underground drilling is expected to be completed by the end of the year. The underground drilling programme will be complimented by a surface drilling programme to map the near surface oxide/sulphide transition zone at G shoot.

This surface drilling will be completed post the Christmas break.

Lake Johnston Feasibility study update

The company has confirmed that it is on track to publish interim details of the feasibility study into the re-start of the Lake Johnston nickel project this month following recent completion of the acquisition.

Poseidon completed the purchase of Lake Johnston from Norilsk Nickel.

Price: A\$0.165

Market Cap: A\$99.916M

1 Year Share Price Graph



Share Information

Code: POS

Listing: ASX

Sector: General Mining

Website: www.poseidon-nickel.com.au

Company Synopsis:

Poseidon Nickel (ASX:POS) is a nickel sulphide exploration and development company which is developing the Windarra Nickel Project and will acquire the Black Swan Nickel Project.

Author:

Proactive Investors +61 2 9299 5001

action@proactiveinvestors.com.au



Proactive Investors Australia is the market leader in producing news, articles and research reports on ASX "Small and Mid-cap" stocks with distribution in Australia, UK, North America and Hong Kong / China.

You understand and agree that no content published constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential advisability, value or suitability of any particular security, portfolio of securities, transaction, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including company related products and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made.

However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The contributors make every effort to ensure that the information and material contained in this report is accurate and correct and has been obtained from reliable sources. However, no representation is made about the accuracy or completeness of the information and material and it should not be relied upon as a substitute for the exercise of independent judgment. Proactive Investors does not accept any liability, including negligence, for any loss or damage arising from the use of, or reliance on, the material contained in this report. There are general risks associated with any investment in securities. Investors should be aware that these risks might result in loss of income and capital invested.

WARNING: No recipients should rely on any recommendation (whether express or implied) contained in this document without obtaining specific advice from their advisers. All investors should therefore consider the appropriateness, in light of their own objectives, financial situation and/or needs, before acting on the advice.

DISCLOSURE: The Company, its directors, associates, employees or representatives may not effect a transaction upon its or their own account in the investments referred to in this report or any related investment until the expiry of 24 hours after the report has been published.