



## COMPANY ANNOUNCEMENT

### MINING PROJECTS GROUP PROPOSED ACQUISITION OF XPLOR LIMITED

**12 June 2009** : Mining Projects Group Limited (ASX : MPJ) (“MPJ” or “the Company”) is pleased to announce its proposed acquisition of all the ordinary shares in Xplor Limited (Xplor) not already directly or indirectly held by it. The acquisition is subject to all regulatory approvals including MPJ shareholder approval as well as acceptance of the proposal by Xplor shareholders.

MPJ’s proposal has been examined by the Xplor board, which has resolved to recommend the proposal to Xplor shareholders. The Company has already received expressions of the intention to accept the MPJ proposal from holders of over 60% of the outstanding Xplor shares.

Xplor is an unlisted public company holding a suite of prospective exploration and mining tenements, in key locations within Victoria and Western Australia. Xplor’s lease portfolio consists of three 100% owned projects; the Egerton Gold Project in Western Australia, the Mt Tarrengower Project at Maldon, in central Victoria and Golden Mount at Bonnie Doon, in eastern Victoria.

#### **Egerton Gold Project (M52/343, M52/567 & E52/1402), Gascoyne – Western Australia**

The Egerton Gold Project is located approximately 235 km northwest of Meekatharra, in the Gascoyne Region of Western Australia and comprises a 55 km<sup>2</sup> tenement block, covering the historic Egerton Goldfield. The project tenements consist of two mining licences M52/343 (Hibernian) and M52/567 (Gaffney’s Find) which are enclosed within a single exploration licence E52/1402.

The tenements have a history of gold production which is estimated to be 8,500 ounces predominantly from high grade, narrow quartz vein mineralisation within sheared and faulted metasediments and metavolcanics. In August 2005, ASX listed NGM Resources Limited (ASX : NGM) (‘NGM’) announced JORC reported measured, indicated and inferred classified resources at the Hibernian Prospect (M52/343) to a depth of 70 metres across a 1.5km strike of:

<b>Classification</b>	<b>Tonnes</b>	<b>Grade (g/t) Au</b>	<b>Contained ounces of gold</b>
Measured	32,100	9.5	9,801
Indicated	46,400	5.3	7,841
Inferred	37,800	5.1	6,169
<b>Total</b>	<b>116,400</b>	<b>6.4</b>	<b>23,811</b>

This estimate was completed by consultants Finore Pty Ltd in July 2005 on behalf of NGM using a cut-off grade of 2 g/t Au. Mineralisation lies within an east-west mineralised shear system which extends for some 11 kilometres and is covered by E52/1402. Further details are set out in the NGM announcement dated 9 August 2005 which can be accessed from the ASX website [www.asx.com.au](http://www.asx.com.au).

Xplor acquired the Egerton Project from NGM in August 2007.



### **Mt Tarrengower Project (EL 4533), Maldon – Central Victoria**

The Mt Tarrengower Project, EL4533, at Maldon in central Victoria, comprises relatively untested historic workings, estimated to have historically produced over 400,000 ounces of gold. The Maldon goldfield is noted to be the fourth largest gold producing area in Victoria after Bendigo, Ballarat and Stawell, with over 1.75Moz of recorded quartz reef production occurring between 1853 and 1926.

The Mt Tarrengower Project (EL4533) has the potential to host shallow high grade gold mineralisation associated with both vertical and flat lying structures. The Maldon project area and particularly the Lisle-Braithwaite zone remains under explored. The potential exists for intersecting mineralisation in both near surface, flat east dipping reefs from the Bells and Lisle reefs, as well as deeper repetitions adjacent to the interpreted vertical feeder reefs.

Within the Lisle-Braithwaite zone reported gold production was 60,000 ounces to 60 vertical metres below surface. Below this depth very little development occurred. MPJ intends to investigate whether gold mineralisation exists below the existing historical infrastructure, as it was Xplor's belief that the mineralised setting is analogous to the mineralised structures found within the nearby North British / Oswald's mine.

### **Golden Mount (MIN4683) – Eastern Victoria**

The Golden Mount project is located within MIN4683 which is located approximately 45 km north-west of Mansfield, at the northern end of the Walhalla Synclinorium.

Golden Mount is a sediment-hosted gold project, with a hard rock and alluvial mining history of approximately 140,000 oz of gold production from operations that concluded in the 1920's. Further exploration over Golden Mount occurred during the 1950's and 1980's. The Company has examined these results and is encouraged to make further investigations.

Xplor entered into a joint venture agreement with Flinders Resources Pty Ltd (Flinders) in September 2007, whereby Flinders could earn up to 80% of the project. Flinders was consequently acquired by Canadian listed Tinka Resources (Tinka) (TSXv – TK). In March 2009, Tinka completed two drill holes totalling 417 metres, to confirm historical data and better understand potential styles of mineralisation that may exist within the lease. Assay results from this program were released on the Toronto Stock Exchange, and will be reviewed by the Company following completion of the acquisition.

In May 2009, Xplor received notice from Tinka they were withdrawing from the joint venture agreement to focus on other projects. It is MPJ's intention to further test data obtained from historical records to examine the prospect for potential mineralisation.

### **Summary**

The acquisition of Xplor represents the Company's first step towards developing an expanded portfolio of prospective gold leases in Australia.

The all scrip proposed acquisition is based on 15 MPJ shares for every 1 Xplor share not already held by MPJ. A total of approximately 250,000,000 fully paid ordinary shares would be issued by MPJ under the proposal, assuming 100% acceptance.



The proposal to acquire Xplor shares is subject to a number of conditions, including approval by MPJ shareholders, MPJ obtaining all necessary regulatory approvals, and (unless MPJ determines otherwise) all Xplor shareholders accepting the proposal. The Company also notes requirements for preparation of takeover documents to acquire the outstanding shares of Xplor do not apply as Xplor has fewer than 50 shareholders. MPJ will make further announcements regarding the proposal, and will issue a Notice of General Meeting accompanied by an explanatory statement regarding the acquisition if the proposal proceeds.

For And On Behalf Of The Board

A handwritten signature in blue ink, appearing to read 'Richard Revelins', with a circular flourish at the end.

Richard Revelins  
Executive Director

For Further Information Visit: [www.miningprojectsgroup.com.au](http://www.miningprojectsgroup.com.au)

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