



COMPANY ANNOUNCEMENT

Mining Projects Group completes 100% acquisition of Delcarmen

- **MPJ completes 100% acquisition of Delcarmen Energy Limited**
- **Delcarmen holds two EPCa's in the Esk Trough, Queensland**
- **1,030 square km footprint, 170 kms west of Brisbane**
- **Target area has potential for high energy thermal coal and semi-soft coking coal**
- **Several mines and deposits which lie within the Tarong coal basin of the Esk Trough supply the Tarong Power Stations which is located within 50kms from the target area**

5 July 2012

Mining Projects Group Limited (ASX : MPJ) ("the Company") announces it has completed the acquisition of 100% of the issued capital of Delcarmen Energy Limited ("Delcarmen"). Delcarmen holds two prospective applications for Exploration Permits for Coal (EPCs) north and east of Kingaroy, Queensland. The applications, EPC 2527 & EPC 2528, are located approximately 170kms west of Brisbane and cover a combined area of 1,030 km².

As previously announced an independent study of the geological prospectiveness of the target area suggests potential for high energy thermal coal as well as semi-soft coking coal, primarily located within the Triassic-age Esk and Gayndah Formations.

Upon granting of these applications, which the Company anticipates in the coming weeks, MPJ will look to begin an initial drilling program as soon as possible. MPJ will engage with an independent geologist to develop a conceptual exploration target and design this initial drill program. MPJ has begun discussions with local contractors to complete this program and commenced negotiations for access with local landholders and native title representatives.

Under the agreement for the acquisition of Delcarmen, the balance of the consideration payable to the vendors of Delcarmen is contingent on the granting of EPC 2527 and EPC 2528. The consideration includes the issue of 12.5 million ordinary MPJ shares and \$200,000 payable in cash on the granting of EPC 2527 as well as the issue of 12.5 million ordinary shares and \$200,000 payable in cash on the granting of EPC 2528.

Significant coal discoveries, deposits and mines in the Triassic Esk Basin or Esk Trough include:

- Stanwell Corporation's Kuniou deposit with measured open cut resource of 435 million tonnes of thermal coal which is supplying both Tarong Power Stations
- Rio Tinto's (ASX:RIO) Yarraman deposit just south of Tarong power Station with measured open cut of 54 million tonnes of thermal coal
- Cockatoo Coal's (ASX:COK) Taabinga deposit with measured open cut of 35 million tonnes of thermal coal

This acquisition provides MPJ with a footprint within a coal Basin with coal discoveries, deposits and mines with an existing power station and historical rail infrastructure (which may require reconstruction and upgrading) dissecting the target area within 170kms from Brisbane.

The Company continues to review further opportunities to develop a prospective portfolio of coal projects.

For And On Behalf Of The Board



Bryan Frost
Chairman
Mining Projects Group Limited

For further Information visit: www.miningprojectsgroup.com.au