



28 December 2015 - "Sardich MC" Receives Final Report on Classification of Researched Mineral Resources by JORC Code for December 2015

In *December 2014*, "Iontech 2000" has developed the feasibility study for "Kazandol" Mining complex for cathode copper production. The mineral resources from the study were estimated using the existing Macedonian system of mineral resources classification.

The further step in achieving full compliance with international mining standards for "Sardich MC" was the resources classification according to JORC (2012) Code¹.

For the aforementioned purpose, experts with necessary accreditation from "Outotec" (Finland) were engaged. The production of that audit report was under supervision of the following Competent Persons: Mr. Markku Merilainen, "Outotec" chief geological advisor, geologist with 35 years of experience in mining works and Competent person for reporting of mineral resources on various levels for the last 20 years, and Mr. Pekka Loven, MSc of mining sciences (geology and petrology), chief technical advisor on mining, mining engineer with 35 years of experience, member of Australasian Institute of Mining and Metallurgy.

The results of the classification under JORC (2012) Code standards confirmed the presence of 19.5 million tons of **Indicated resources** with average copper grade of 0.19%. Furthermore, the report confirms the presence of 2.4 million tons **Inferred resources** with 0.16% copper grade. The report notes good exploration potential in the western and the eastern parts of the main mineralization, and in the area between the southern and the northern parts of the "Kazandol" deposit, with total resources above 40 million tons.

Based on the obtained results, the assessment of the copper ore reserves and mining plan will be prepared according to JORC (2012) Code.

¹ Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) sets minimum standards for Public Reporting of minerals Exploration Results, Mineral Resources and Ore Reserves in Australasia.