

#### DIRECTORS

Mr Martin Blakeman  
Executive Chairman

Mr Winton Willesee  
Non-Executive Director

Mr Eric de Mori  
Non-Executive Director

#### COMPANY SECRETARY

Mr Winton Willesee

#### PRINCIPAL PLACE OF BUSINESS AND REGISTERED OFFICE

Suite 5 / 2 Centro Avenue  
SUBIACO, WA 6008

#### CONTACT DETAILS

Website: [www.nru.com.au](http://www.nru.com.au)  
Email: [info@nru.com.au](mailto:info@nru.com.au)

Ph: + 61 (8) 9382 3100  
Fax: + 61 (8) 9382 3866

Postal: P.O. Box 668  
SUBIACO WA 6904

ASX Release

24 February 2014

### NEWERA ON STANDBY TO DRILL AT ULAAN TOLGOI

**Newera Resources Limited (ASX: NRU)** is pleased to advise that with regard to the planned drilling of the recently discovered and very prominent seismic reflectors at its Mongolian based Ulaan Tolgoi coal project, it has completed all the necessary regulatory and other requirements and notifications to enable Newera to commence drilling as soon as the local weather permits.

Newera has received approvals on the following:

- The Program of Work lodged with the Mongolian Department (MRAM);
- The Environmental Report lodged with the Mongolian Department, the local Governor and the local Environmental Officer; and
- From the local herders with regard to the Environmental Report and any local environmental implications and with regard to drawing on a suitable local water source for drilling purposes.

In addition, the drilling contractor, Best Drilling, has re-located a suitable diamond drilling rig to the regional city of Dalanzadgad in preparation for easy transport to the Ulaan Tolgoi site.

The drilling contractor has indicated their readiness to commence drilling, as has the supervising geological contractor, Nordic Geological Solutions, and the down hole logging contractor Galaxy Geo LLC.

Newera anticipates that by the time the drilling rig has been mobilised to site, and before commencement of the first hole, Newera will have earned a 51% interest in CMNM LLC - the Mongolian registered company holding 100% of the Ulaan Tolgoi exploration licence as its only asset.

#### Ulaan Tolgoi Drilling Program - March 2014:

Logantek in association with the senior geologist at Newera's consulting geological contractor, Nordic Geological Solutions, have reviewed the Ulaan Tolgoi seismic data and identified "best fit" drill hole collar locations that are likely to produce the best results for near surface intersection of the identified seismic reflectors within the late Permian P2 strata.

This program of work caters for up to 2,000 metres of diamond drilling to test for potential coal deposits underlying the five seismic lines that have produced positive results. It is proposed that the drilling be completed in two phases.

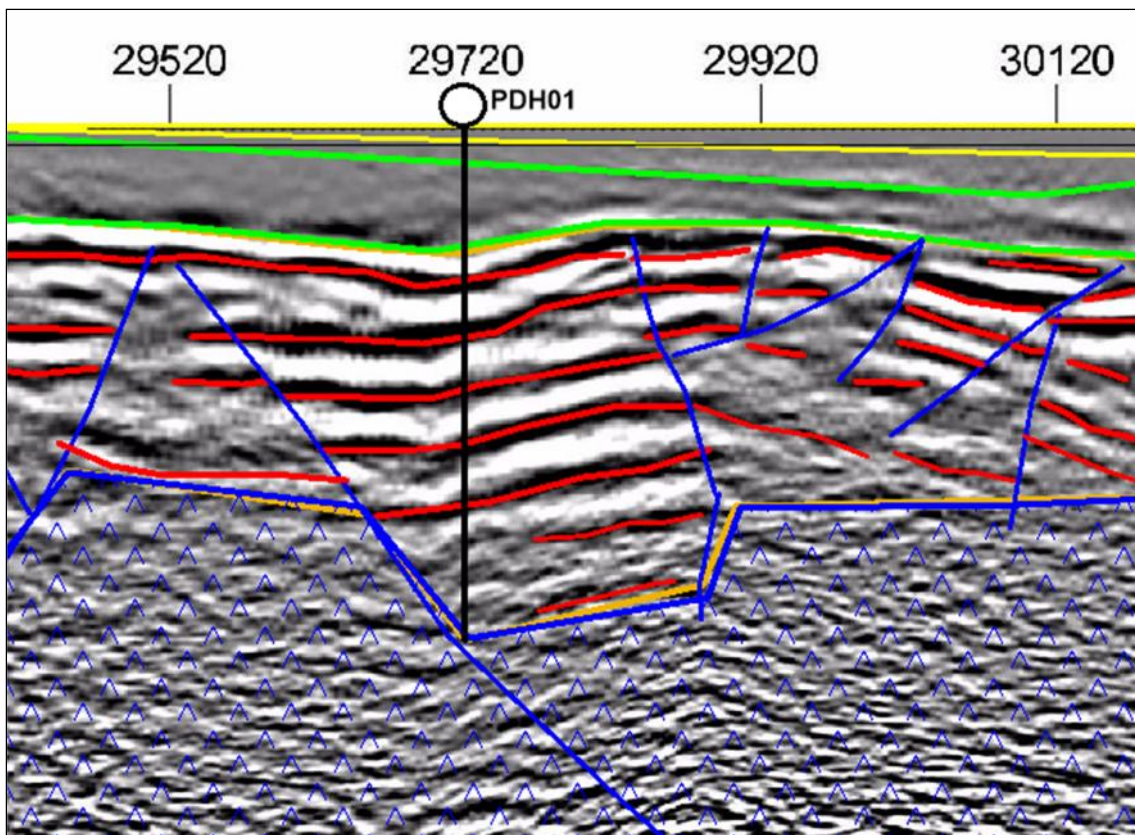
### Ulaan Tolgoi Drilling Program March 2014: Best fit drill hole locations

In phase one, it is proposed to drill two diamond holes of approximately 300 metres each, into the best prospects identified by Logantek and Nordic Geological Solutions as a pre-cursor to commencing phase two, of a further 1,400 metres.

Newera intends to drill PDH01 (line A) first to be followed by PDH03 (line B). At least the first 50 metres of each hole will be drilled using PCD (open hole diamond - no core) to be followed by cored diamond drilling to the bottom of hole.

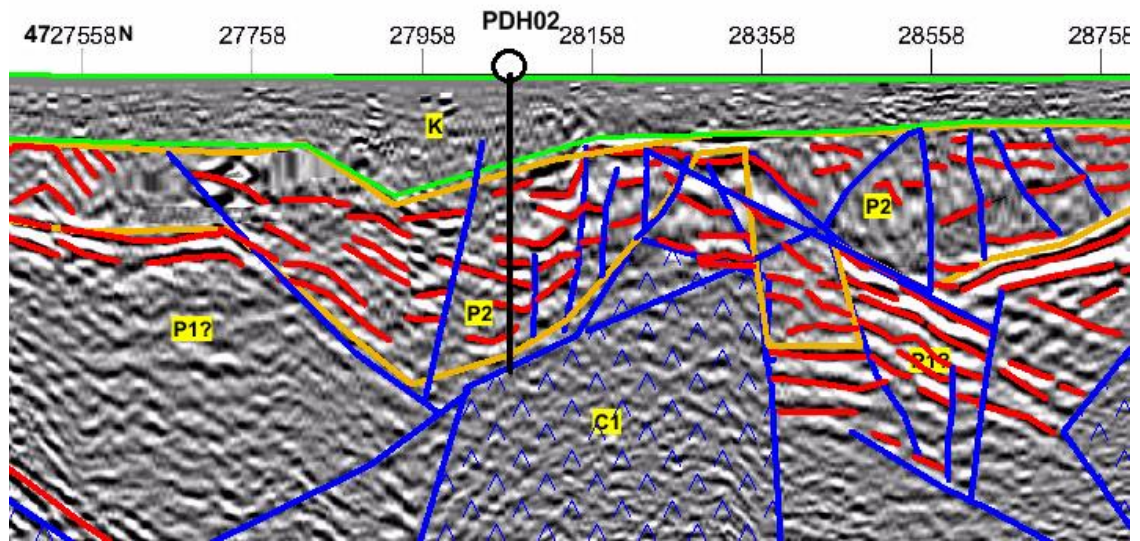
DH_ID	Easting	Northing	EOH	Dip	Inc	Line
PDH01	466350	4729720	325	0	0	Line A
PDH02	479230	4728060	350	0	0	Line F
PDH03	478230	4729200	300	0	0	Line B
PDH04	477250	4728470	300	0	0	Line E
PDH05	466350	4729200	300	0	0	Line A

**Table 1:** Ulaan Tolgoi Project – proposed drill holes.

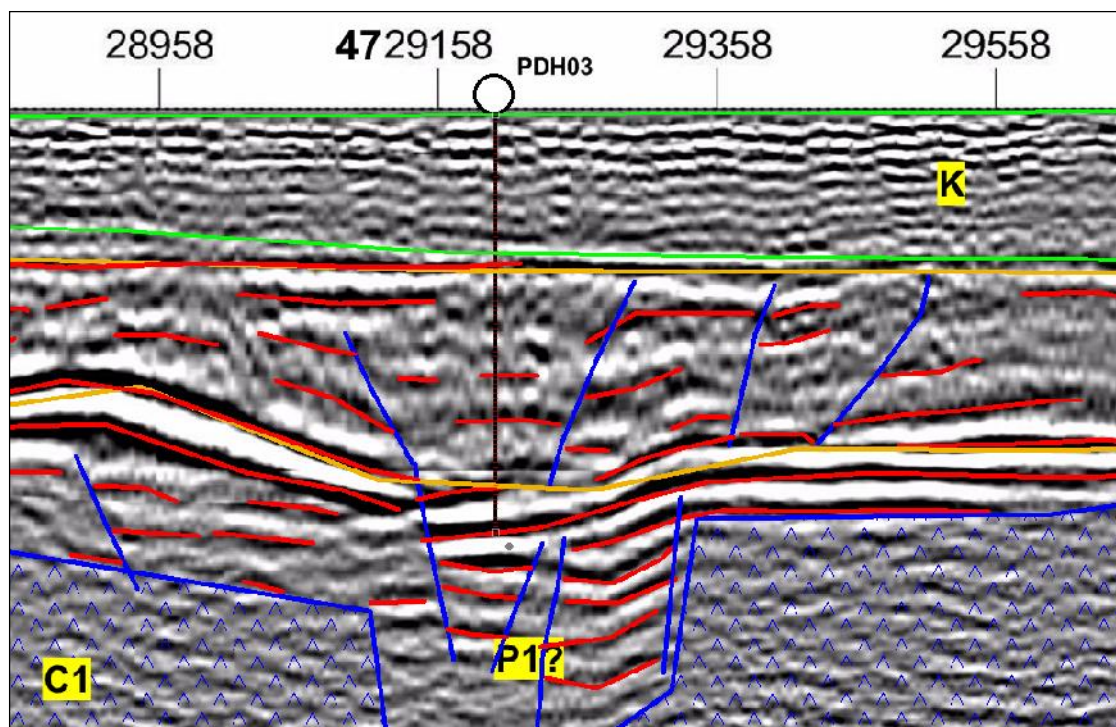


**Figure 1:** Line A – PDH01.



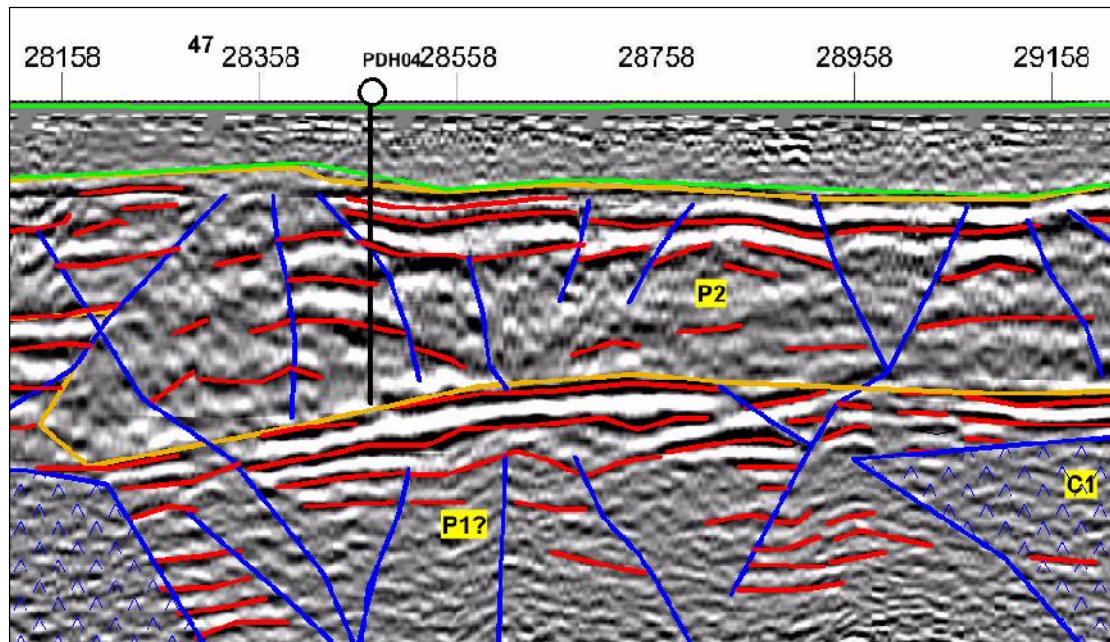


**Figure 2:** Line F - PDH02.

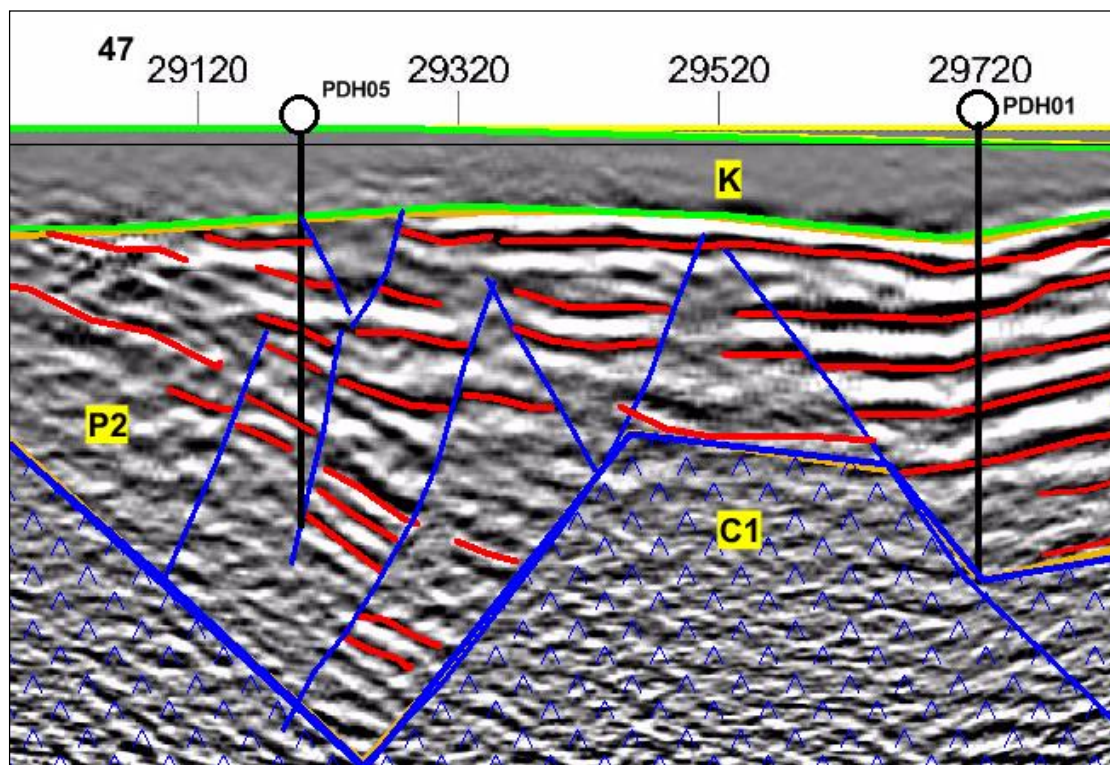


**Figure 3:** Line B - PDH03.





**Figure 4:** Line E - PDH04.



**Figure 5:** Line A - PDH05.

**Background:**

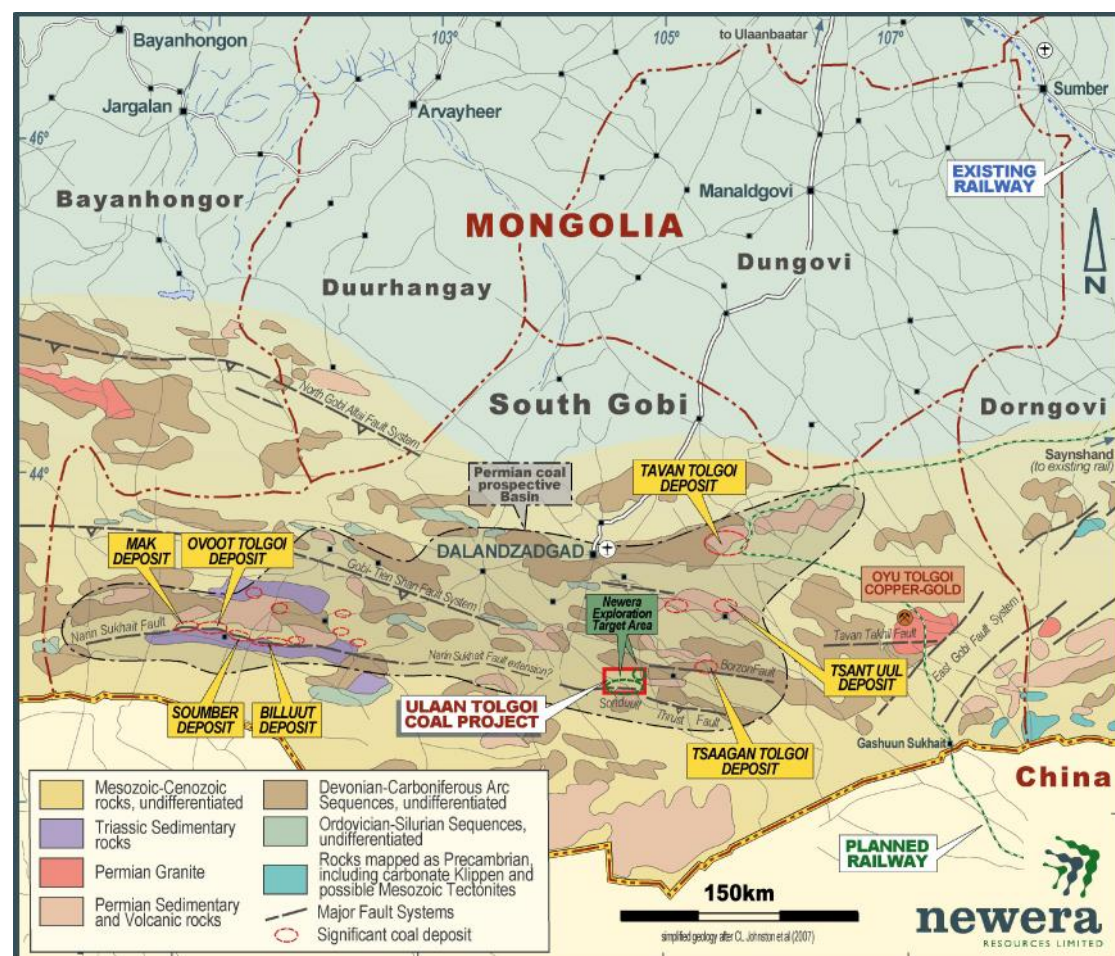
In March of 2013, Newera entered into a Binding Memorandum of Understanding ("MOU") to work towards completing a formal Joint Venture agreement covering an Exploration Licence in the South Gobi region of Mongolia.

Newera anticipates that by the time the drilling rig has been mobilised to site, and before commencement of the first hole, Newera will have earned a 51% interest in CMNM LLC - the Mongolian registered company holding 100% of the Ulaan Tolgoi exploration licence as its only asset.



### Project Highlights:

- The Ulaan Tolgoi project is located in the South Gobi province of Mongolia – 100 kilometres from the Chinese Border.
- In terms of coal, the South Gobi province of Mongolia is known as the epicentre of recent exploration and mining developments particularly for coking coal and high energy thermal coal within southern Mongolia.
- The Ulaan Tolgoi Licence is a large licence covering 43,000 hectares in area.
- Visible in satellite imagery, striking east to west through the south of the licence is the Sonduult thrust fault. The Sonduult thrust fault is postulated to be an eastern extension of the Nariin Sukhait thrust fault which is a prominent structural feature further to the west.
- Minor coal outcrops and a number of water wells along the Nariin Sukhait thrust fault 300km to the west of Ulaan Tolgoi led to the discovery of the large MAK and Ovoot Tolgoi coking/thermal coal deposits.



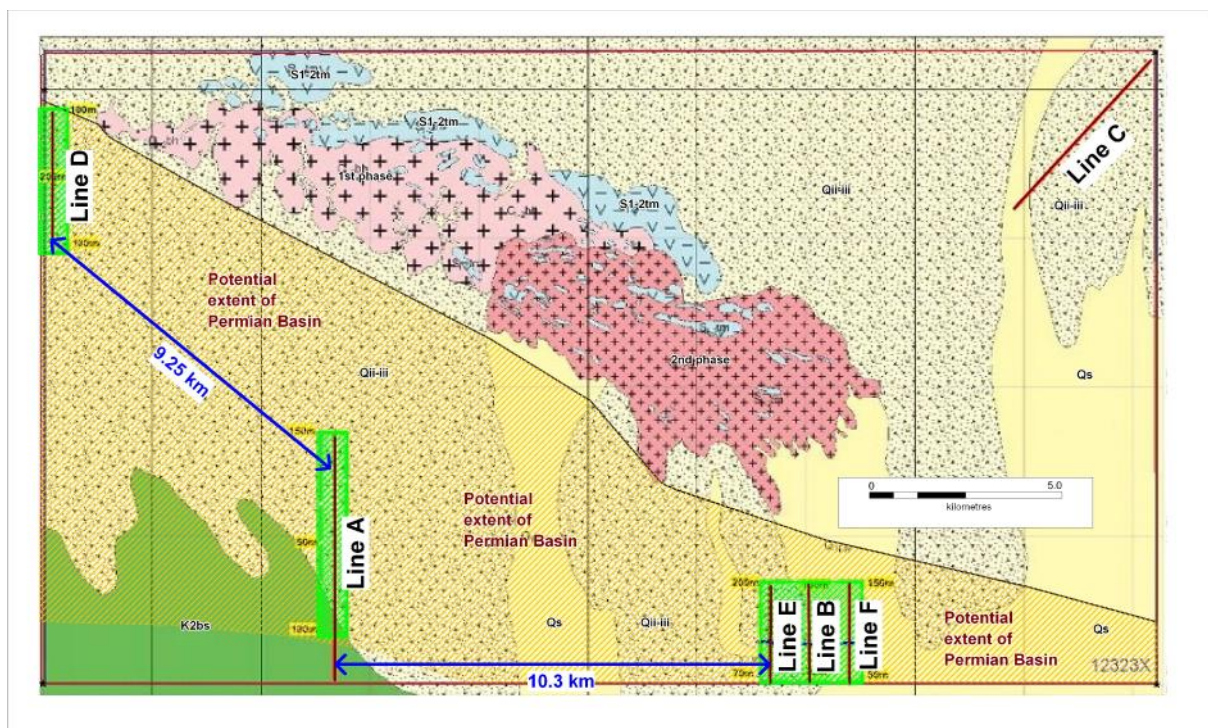
**Figure 6:** Ulaan Tolgoi licence area within South Gobi regional geology map – showing interpreted boundary of the Permian coal prospective South Gobi Basin – the Nariin Sukhait and Sonduult thrust faults indicated. Relevant major coal projects indicated.

### Mini Sosie Seismic Survey:

In late 2013, Newera completed a Mini Sosie seismic survey along six lines within the Ulaan Tolgoi licence area with very positive results. Five lines have produced significant seismic reflectors indicative of the presence of coal within what has been interpreted as late Permian P2 strata underlying quaternary cover.

The Late Permian strata has been interpreted to be flat lying, within 50 to 200 metres from surface and to be up to 200 metres thick.

Based on previous experience in interpreting seismic reflectors in the south Gobi basin in Mongolia, the senior seismologist with the seismic contractor Logantek, has interpreted the seismic reflectors to be, on a most likely basis, reflecting either coal or coaly siltstone.



**Figure 7:** Ulaan Tolgoi licence, plan view, showing projected top of possible P2 units (green shading along lines) underlying lines F, B, E, A and D and depths in metres. The Soudoult Thrust Fault indicated on Lines E, B and F. the Potential extent of the Late Permian basin indicated by hatching over the south west sector.

### Exploration upside:

The indication of a c.150 – 200m thick package of potential Late Permian coal-bearing strata preserved along the entire length of seismic lines E, B, F and D, and for at least 6 kilometres along line A is considered very significant by Newera for the following reasons:



1. Line A with its very extensive underlying late Permian (P2) and potentially coal bearing strata, offers huge potential for a very large scale deposit. Planned drill testing in early 2014 will provide definitive answers.
2. The potential coal measures under lines E, B, F are considered to be associated with the Sonduult Tolgoi Thrust Fault (STTF) which can be traced extensively east-west along the southern sector of the tenement. The fact that the Interpreted P2 strata underlying lines E, B and F remains open to the east, west and north, also indicates great potential for scale.
3. The STTF is considered by Newera to represent an eastern extension of the Narin Sukhait Thrust Fault which is associated with a number of large coking coal mines and deposits (e.g. MAK, Ovoot Tolgoi, Soumber and Biluut).
4. The relatively shallow depth and piggyback architecture of the potential Late Permian Tavan Tolgoi Coal Measures along the STTF effectively pushes the strata within an along strike mineable depth.
5. The coking properties of the Late Permian Tavan Tolgoi Coal Measures are well documented.
6. The Ulaan Tolgoi tenement is situated only c. 100 km (i.e. direct line) from the Chinese border.
7. The Mongolian Government has well advanced plans to construct a Chinese gage rail line from the Tavan Tolgoi coking coal mine (110 kilometres north of Ulaan Tolgoi), east to Oyu Tolgoi and then south east to connect directly into the Chinese rail system.

Newera looks forward to a positive outcome to the drilling at Ulaan Tolgoi where success in this initial exploratory drilling program holds the potential for the discovery of a large scale company making coal project close to the Chinese border.

Further Information;  
Martin Blakeman  
Executive Chairman  
Ph: (08) 9382 3100

### **Competent Person Statement**

*The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dr Per Michaelsen, Consultant Geologist to Newera Resources Ltd who is a member of the Australasian Institute of Mining and Metallurgy (MAuslMM). Dr Michaelsen has sufficient experience, which is relevant to the style of mineralisation and the type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves". Dr Michaelsen consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.*

*Refer Quarterly Activities Report dated 31 January 2014 for full details.*