



Shaw River
Manganese Limited



31 March 2014

About

Board of Directors

Mr Michael Walters
Chairman

Mr Peter Benjamin
Managing Director

Jeremy Sinclair
Non-Executive Director

ASX: SRR

Capital Structure

Shares on issue: 903,315,606
Unlisted options: 96,800,000

Major Shareholders

Atlas Iron: 53.45%
OM Holdings: 4.01%

Contact

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For more information about
Shaw River or to join the
electronic mailing list visit:

www.shawriver.com.au

SHAW RIVER TO BECOME 100% OWNER OF OTJOZONDU MANGANESE PROJECT

- **Shaw River will become the 100% owner of the Otjozondu Manganese Project.**
- **Binding term sheet to purchase the remaining 12.8% of Otjozondu Mining (Pty) Ltd and transaction to be completed by late April, 2014.**

Shaw River Manganese Limited (Shaw River) (ASX: SRR) is pleased to advise that it has entered into a binding term sheet to acquire the remaining 12.8% of Otjozondu Mining Pty Ltd (OM) from its joint venture partner, Oreport Holdings Pty Ltd (Oreport). Oreport is a wholly owned subsidiary of Grindrod Trading Holdings Pty Ltd (Grindrod). Otjozondu Holdings (OH), a wholly owned subsidiary of Shaw River, and Oreport are the shareholders of OM pursuant to a shareholders agreement dated 14th December, 2007.

Following completion of the Acquisition, Shaw River will wholly own OM, the 100% owner of the Otjozondu Manganese Project (Otjo Project) in Namibia.

Under the terms of the Acquisition, Shaw River will pay Oreport A\$950,000 for its remaining 12.8% stake in OM, and Oreport will transfer its outstanding loan accounts and OM shares to the Group.

In addition, Shaw River and Grindrod will continue to discuss opportunities for Grindrod to provide logistical services to the Otjo Project.

OM's historical marketing agreement with Oreport will be terminated as part the deal, leaving OM with full flexibility to enter into a future transaction involving the off-take and/or marketing rights for its product. The parties will also fully release each other from any past or future claims.

Shaw River's Managing Director, Peter Benjamin said: "This acquisition will leave Shaw River in a strong position to progress the Otjo Project as the 100% owner, it increases our ability to secure a project partner for development, decreases complexity of ownership and decreases administration costs and the distractions associated with dealing in a JV."



For further information please contact:

Investors

Peter Benjamin

Managing Director

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Join the electronic mailing list and find more information about Shaw River at: www.shawriver.com.au

About Shaw River

Shaw River is a manganese-focused development and exploration company headquartered in Perth, Western Australia. The Company is targeting a low-cost, scalable start-up development of its flagship Otjozundu Manganese Project in Namibia.