

MINING LEASE GRANTED FOR MEDCALF PROJECT

ANNOUNCEMENT

13 NOVEMBER 2015

Audalia Resources Limited (**Audalia** or the **Company**) (ASX: ACP) is pleased to announce that the Department of Mines and Petroleum has today granted mining lease application M63/656 for the Medcalf Project.

Earlier in the week, Audalia signed a definitive agreement with the Ngadju People in relation to the grant of project tenure, development of the Medcalf Project and conduct of the operations. With the grant of the mining lease, the Company may now commence the process of seeking regulatory approvals and permits required to develop the Project.

Executive Chairman, Dato Soo Kok Lim commented, "We are very pleased with the efficient manner in which the Western Australian Department of Mines and Petroleum has dealt with our mining lease application. This is another significant milestone in advancing the development of Audalia's flagship Medcalf Project. We look forward to providing updates on the pre-feasibility study in due course."

Authorised by:

Dato Soo Kok Lim
Executive Chairman