



26 JUNE 2013

ASX CODE: KAS

**OUR PRIME COMMODITY IS
TIN**

LME TIN PRICE (24/06/13)

**US\$19,540 / T
(CASH BUYER)**

ABOUT KASBAH

KASBAH IS AN AUSTRALIAN LISTED MINERAL EXPLORATION AND DEVELOPMENT COMPANY.

THE COMPANY IS ADVANCING THE ACHMMACH TIN PROJECT IN THE KINGDOM OF MOROCCO TOWARDS PRODUCTION.

PROJECTS

ACHMMACH TIN PROJECT
BOU EL JAJ TIN PROJECT

CAPITAL STRUCTURE

SHARES ON ISSUE:	396M
UNLISTED OPTIONS:	21.95M
CASH @ 31/03/13:	\$13.2M

MAJOR SHAREHOLDERS

WORLD BANK (IFC)	15.8%
AFRICAN LION GROUP	15.1%
TRANSAMINE	3.3%
TRAXYS	3.3%
MGMT & DIRECTORS	3.0%
THAISARCO	2.0%

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NITTETSU MINING SIGNS MOU TO ACQUIRE 5% OF THE ACHMMACH TIN PROJECT FOR A\$7.25M



Kasbah Resources Limited (Kasbah, ASX:KAS) has signed a Memorandum of Understanding (MOU) with Nittetsu Mining Company Ltd (Nittetsu Mining) of Japan setting out the terms under which it may acquire a 5% interest in the joint venture entity (JV Entity) that will develop the Achmmach Tin Project in Morocco (Project).

Under the terms of this MOU, Nittetsu Mining will pay A\$7,250,000 for the right to acquire a 5% interest in the project. Nittetsu Mining will also be entitled to a minimum of 5% of the tin production from the Project based on mutually agreed market terms.

Kasbah Non-executive Chairman Dr Rod Marston said:

“Nittetsu Mining’s entry into the Achmmach Tin Project is a significant step for Kasbah as it brings yet another strong financial and technical group to the project to assist with project financing and development.

Most importantly, the entry of Nittetsu Mining strengthens our cash position, introduces further mining expertise and reduces our future funding requirements.

The Board of Kasbah is delighted with this outcome and we welcome Nittetsu Mining to our team.”

ENDS.

NITTETSU MINING SIGNS MOU TO JOIN KASBAH AND TOYOTA TSUSHO IN ACHMMACH TIN PROJECT

Kasbah is pleased to announce that it has signed a Memorandum of Understanding (MOU) with Nittetsu Mining Co. Ltd (Nittetsu Mining) of Japan setting out the terms under which it may acquire a 5% interest in the joint venture entity (JV Entity) that will develop the Achmmach Tin Project in Morocco (Project).

Under the terms of the MOU, Nittetsu Mining must:

- 1) pay A\$7,250,000 within 10 days of signing the MOU otherwise the MOU terminates; and**
- 2) execute the necessary joint venture documentation by no later than the completion of the Project definitive feasibility study (DFS),**

in order to be entitled to obtain a 5% interest in the JV Entity and a minimum of 5% of the production from the Project on mutually agreed market terms.

Kasbah is entitled to use the received funds at its sole discretion.

Upon receipt of the A\$7,250,000 payment from Nittetsu Mining, Kasbah will pledge 5% of the issued ordinary shares Kasbah holds in Kasbah Gold SARLAU (which holds the Achmmach permits) to Nittetsu Mining as security for the payment. The security can be enforced in the event that Kasbah has not completed the DFS for the Project by 31 December 2013 or if, despite the parties negotiating in good faith, the necessary joint venture documentation is not signed by the completion of the DFS.

Nittetsu Mining

Established in 1939, Nittetsu Mining is a diversified mining and industrial company that is listed on the Tokyo Stock Exchange (code 1515). Nittetsu Mining's business interests include metallic and non-metallic minerals, machinery engineering, environmental engineering and real estate. The Resources Division operates 9 industrial mineral projects in Japan, whilst the Metals Division is the operator (and 60% owner) of the large, underground Atacama Copper Mine in the Republic of Chile.

Nittetsu Mining's 2012 Annual Report (for the consolidated subsidiaries for 12 months to March 31, 2012) indicates the group achieved total sales of ¥101,505M (approximately **US\$1.23 billion**). At this time the consolidated group employed approximately 1700 people and the major shareholders of Nittetsu Mining included Nippon Steel Corporation (14.87%), Nittetsu Kogyo Shogakukai* (7.70%) and several Japanese banks, including Mizuho Corporate Bank, Sumitomo Mitsui Banking Corporation and Bank of Tokyo-Mitsubishi UFG.

** A not for profit organisation*

Kasbah Managing Director Wayne Bramwell said:

“This is a strategic agreement with a significant mining company that can assist Kasbah’s transition from explorer to tin producer.

Bringing a substantial underground mine operator like Nittetsu Mining to our team allows Kasbah to bring Nittetsu Mining’s expertise to the DFS. Looking forward, a major mining company with this horsepower and expertise, standing alongside tin market heavyweight Toyota Tsusho Corporation, significantly reduces development risk and our future financing needs.

Kasbah continues to attract additional technical and financial resources to our project and Nittetsu Mining’s entry price (A\$7.25M for a right to acquire a 5% interest in the JV Entity) clearly underlines the implicit value that key industry participants see in the Achmmach Tin Project.”

ENDS.

A short summary about Nittetsu Mining follows overleaf. For detailed information on Nittetsu Mining please refer to www.nittetsukou.co.jp.

For further information please visit www.kasbahresources.com or contact:

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KASBAH - AN EMERGING TIN PRODUCER

Kasbah currently has two tin projects located in the Kingdom of Morocco.

The definitive feasibility study into the development of a 1Mtpa underground mine, concentrator and associated infrastructure at Achmmach is due for completion in Q4, 2013 with Kasbah targeting first tin production in 2015.

Nittetsu Mining and Toyota Tsusho Corporation (TTC) of Japan are Kasbah’s strategic development partners in the Achmmach Tin Project. Nittetsu has the right to acquire a 5% interest. TTC has a right to acquire a 20% interest in the Achmmach Tin Project (having earned a nominal interest of 18.8% to date by paying \$16 million in cash to Kasbah in 2012). TTC is required to make a final payment to Kasbah within 90 days of completion of the DFS to earn its 20% interest.

Kasbah retains a 100% interest in the Bou El Jaj Tin Project 10km from the Achmmach Tin Project.

ABOUT NITTETSU MINING

Nittetsu Mining Co. Ltd. (Nittetsu Mining) was established after separating from the mining division of the former Japan Iron & Steel Co., Ltd. (presently, Nippon Steel & Sumitomo Metal Corporation) in 1939. The intention was to develop and steadily supply raw materials, such as coal, iron ore, and limestone, for steel making.

Since then, Nittetsu Mining has prospered and expanded, while at the same time, taking on the duties of supplying raw materials to key industries in Japan by developing mineral resources. With changes to the resources and energy sectors, along with the high growth of the economy, the company branched out from the coal business to metal and non-metallic resources.

The Metals Division business started in 1975 by developing the Qaleh-Zari Copper Mine in the Islamic Republic of Iran, followed by the development of the El Roble Copper Mine in the Republic of Colombia of South America, then the development and operation of the Atacama Copper Mine in the Republic of Chile of South America. The Atacama Copper Mine is still in operation today.

Furthermore, in 1968 Nittetsu Mining participated in the Hibi Kyodo Smelting Co., Ltd. and entered into the copper smelting and refining industry. Today, the copper refined by that joint venture for this company is approximately 50,000 tons per year. This copper is predominantly supplied to Japanese domestic electric wire and cable mills and copper fabricators with some exported to overseas markets.