



20 November 2017

BBIG to progress Brockman Mining's Marillana Project

BBI Group Pty Ltd (BBIG) is pleased to announce that it has entered into a terms sheet to farm-in to and progress the development of Brockman Mining Limited's (SEHK: 159, ASX: BCK) Marillana iron ore Project in the Pilbara (Marillana).

Marillana represents one of the largest independently owned iron ore reserves in the Pilbara with a significant mineral resource estimate of 1,630 mt.

Following the finalisation of transaction documentation and the receipt of all necessary approvals, BBIG will progress a definitive feasibility study (DFS) on Marillana. Upon completion of the DFS and the making of a final investment decision, BBIG will earn a 50% interest in a Marillana joint venture by funding 75% of construction equity and arranging financing on behalf of the joint venture.

The terms sheet also contemplates Brockman granting BBIG a pre-emptive right over Brockman's Ophthalmia iron ore project.

BBIG CEO Nicholas Curtis said that BBIG is extremely pleased to have agreed terms with Brockman.

"The addition of an interest in Marillana to BBIG's existing Pilbara iron ore assets, which include the Hay Stack Flat tenements and an option over the Weelamurra deposit, provides further flexibility for BBIG to underpin the development of its port and rail infrastructure."

The Marillana Project is a very significant undeveloped Pilbara iron ore deposit. We are delighted to be participating in the project and to be providing the infrastructure to unlock its potential.

"This development also demonstrates the attractiveness of the multi-user solution that the BBI Project provides to Pilbara iron ore resource owners."

Mr Curtis said the signing of the State Agreement with the Western Australian Government and the Memorandum of Understanding with China State Construction Engineering Corporation as lead construction contractor earlier this year had generated significant interest from owners of iron ore deposits in the Pilbara that did not have access to transportation infrastructure.

"Port and rail access is a precondition to large scale low cost iron ore production in the Pilbara. BBIG has designed its central rail corridor directly south from Balla Balla Port so that it can spur east or west to iron ore deposits that would otherwise be stranded thus generating employment, royalty revenue and economic growth for Western Australia."



Background

The BBI Project is a multi-billion dollar development linking iron ore deposits in the Pilbara region with a new iron ore export facility at the Balla Balla port, via a 162 kilometre purpose built railway. This represents a new life for the historic Balla Balla port which was originally established in 1898.

When constructed, it will comprise an integrated port and rail infrastructure system that will provide a new gateway to the iron ore rich Pilbara region in Western Australia.

Media Contact:

Cameron Morse, FTI Consulting

Mobile: 0433 886 871

Email: cameron.morse@fticonsulting.com

Website: www.bbig.com.au