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FLASHNOTE: *Auroch Minerals (ASX:AOU)*

EVENT

- Commencement of trading on the ASX
- 100% acquisition of the 3Moz Au Manica project (Mozambique)
- EV/Resource oz of A\$4.50/oz
- 2013 exploration program fully funded
- Initial drill results from the Northern Shear pending
- 3Moz @ 1.83g/t Au JORC Resource

BREAKAWAY COMMENTS

The Manica Gold Project is an advanced gold exploration play with an established JORC resource of ~50Mt @ 1.83g/t Au for ~3Moz of gold with mineralisation reported to be open at depth and along strike. The project was recently acquired by Auroch Minerals under highly attractive terms valuing the company at ~A\$4.50/Resource ounce (vs. peer avg of ~A\$41/ Resource oz).

The 42km² licence area already has a granted mining licence valid for 25 years and is well serviced by existing infrastructure such as telecommunications, local airport, roads, rail, power and water.

Within the licence, there are two prospective shear zones with a combined strike length of 27km. Approximately 2km (~8%) has been drill tested to date, highlighting the potential to significantly increase resources with further drilling campaigns.

A 22,000m diamond and RC drill program has commenced with the first 9 holes (for 2,135m) already completed and awaiting assaying. The drill program has been designed to preferentially target extensions to the known oxide ore zones within the Northern Shear where previous metallurgical testing has confirmed oxide mineralisation to a depth of 60m.

~85% of the current resource exists as sulphide mineralisation while 15% is free milling oxide mineralisation (this is likely to increase with 2013 drill campaign). The oxide component represents a potential fast track production opportunity while the sulphide ore represents a larger, longer term

opportunity.

Positive news flow is likely to follow as additional drill campaigns commence and assays are released to market.

Company Information

| | |
|---------------------|----------|
| ASX Code: | AOU |
| Share Price: | A\$0.30 |
| MCAP: | A\$16.2m |
| Cash: | A\$5.4m |
| EV: | A\$10.8m |

Please see recently completed 'full coverage' report [here](#)

Breakaway Research

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