

MONGOLIAN MINERAL RESOURCES COUNCIL REGISTERS THE COAL RESOURCES AT THE NUURST PROJECT IN MONGOLIA

Highlights:

- **The Mineral Resources Council has granted approval to register the Coal Resources for the Nuurst Project**
- **This is a significant and critical milestone in the progress towards obtaining a Mining Licence**

Coal explorer Modun Resources Ltd (**ASX: MOU**) (**Modun**) is pleased to announce that the Mongolian Mineral Resources Council has reviewed and approved its application to have its Coal Resources registered with the Mineral Resources Authority of Mongolia (MRAM).

Under Mongolian Law, a Mining Licence can only be granted on a project where its exploration report, resources and reserves have been reviewed in detail, approved and officially registered with MRAM. This is a significant part of the application process for converting the Nuurst Project from an Exploration Licence to a Mining Licence.

Rick Dalton, the Managing Director of Modun said "This is a major milestone for Modun and it is a significant step towards obtaining a Mining Licence for the Nuurst Project. It is pleasing to see progress of such an important milestone with the Mongolian Authorities and this paves the way for approval of the Mining Licence which keeps us on a 12-18 month timeframe towards first production of coal."

As part of the next step in the application process, Modun has requested the Ministry of Nature Environment and Green Development to conduct an Environmental Assessment and Impact Report. Once completed, Modun will re-submit to MRAM to have a final review of its Mining Licence application.

For further information, please contact:

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About Modun Resources

ASX-listed Modun Resources (ASX: MOU) is developing the 100%-owned Nuurst Coal Project in central Mongolia. Nuurst is a thermal coal project, which encompasses a 34.5 square kilometre licence area. In November 2012, Modun announced a 478 million tonne JORC reported Coal Resource at Nuurst (326 million tonnes Measured, 104 million tonnes Indicated, 48 million tonnes Inferred). The Nuurst Coal Project is located 120 kilometres south of Mongolia's capital Ulaanbaatar and six kilometres from existing rail infrastructure which links directly into China.

Competent Person Statement

The information in this announcement that relates to the Nuurst Coal Resource is based on information compiled by Mr Dwiyoiko TU. Taruno of CSA Global Pty Ltd, who is a member of the Australasian Institute of Mining and Metallurgy. Mr. Dwiyoiko TU. Taruno has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Mr Dwiyoiko TU. Taruno consents to the inclusion of such information in this report in the form and context in which it appears.