



ASX RELEASE

ASX : ARM
14 July 2014

19.95% owner and
outstanding loan of \$1.35M
in Golden Rim Resources
Limited
(ASX Listed)
Gold
Exploration/Development –
Burkina Faso

41% owner of
Desert Mines and Metals
Limited
(ASX Listed)
Molybdenum and Tungsten
Exploration – South Korea
Diversified Minerals
Exploration – Western
Australia

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AURORA WELCOMES AFRICAN LION AS NEW STRATEGIC INVESTOR – AURORA TAKES STRATEGIC 17.2% STAKE IN PREDICTIVE DISCOVERY

Aurora Minerals Limited (**Aurora**, Company; **ASX: ARM**) is pleased to announce that it has executed an agreement with African Lion 3 Limited (**African Lion**), whereby:

- African Lion will subscribe for 14,975,036 fully paid ordinary shares in the capital of the Company (**Subscription Shares**) for \$0.059 per Subscription Share representing approximately 14.7% of the Shares on issue in the Company (12.8% post placement); and
- Aurora will acquire from African Lion 66,691,417 fully paid ordinary shares in the capital of ASX listed Predictive Discovery Limited (**Predictive; ASX: PDI**), in consideration for \$0.01 per Predictive share, representing approximately 17.2% of the fully paid ordinary shares on issue in Predictive (**Share Purchase**).

Commenting on the proposed transaction, Aurora's Managing Director, Martin Pyle noted: *“The investment in Predictive represents our second strategic investment in gold exploration in West Africa and in particular Burkina Faso. Predictive has built a prospective tenement package comprising the Bonsiega project in the Fada N’Gourma greenstone belt situated in the east of the country and along strike from the Samira Hill gold mine, located just inside the Niger border to the north-east. Aurora sees this as complementary to the objectives of Golden Rim Resources (Aurora has acquired 19.95% of Golden Rim’s shares with outstanding loan of \$1.35M^{#1,2}) which is also exploring in Burkina Faso and significantly, in the same greenstone belt. As a cornerstone shareholder, Aurora looks forward to working with Predictive to unlock the potential of this highly prospective jurisdiction.*”

We are also delighted to welcome African Lion as a new prospective shareholder which post completion will own approximately 12.8% of the expanded issue capital of Aurora. African Lion is a specialist mining fund established to identify, assess and invest in resource projects in Africa. African Lion is a patient equity investor backed by quality shareholders who have the ability to co-invest and provide equity, debt or mezzanine finance. African Lion and several of its shareholders have had a long and successful track record of investing in Africa and we will greatly benefit from their expertise.”

Transaction Summary

- African Lion will subscribe for Subscription Shares representing approximately 14.7% of the shares on issue in the Company (representing approximately 12.8% post placement). The placement is priced at 5.9c per Aurora share representing an approximate 31% premium to the closing price of Aurora as at 9 July 2014 and an approximate 27% premium to the volume-weight closing price of Aurora shares in the last 30 trading days on which the shares have traded. The issue to African Lion will be completed within Aurora's 15% placement capacity and consequently shareholder approval is not required;
- Aurora will acquire from African Lion approximately 17.2% of the fully paid ordinary shares on issue in Predictive. The acquisition is priced at 1c per Predictive share representing an approximate 11% premium to the closing price of Predictive shares as at 9 July 2014 and an approximate 34% premium to the volume-weighted closing price of Predictive shares in the last 30 days on which the shares have traded prior to that date.
- As a result of the contemporaneous transactions Aurora will receive a net cash receipt from African Lion of approximately \$217,000. Aurora advises that its unconsolidated cash balance at 30 June 2014 is approximately \$5.7M (excluding the above proceeds).
- Subject to completion, Aurora will invite Mr Tim Markwell, an African Lion representative to join the board of Aurora to fill a casual vacancy and will stand for re-election at the Company's next shareholder's meeting.
- The settlement of the contemporaneous transactions is scheduled to be completed by 21 July 2014.

About Predictive

Predictive was established in late 2007. Burkina Faso is the principal focus of Predictive's exploration activities. It is an emerging West African country that contains large areas of the prospective, relatively unexplored, Birimian age greenstone belts. A series of large gold discoveries have been made in Burkina Faso over the past decade, seven of which are now in production^{#3}. Predictive has been working there since early 2008 and has established a local office with qualified field staff.

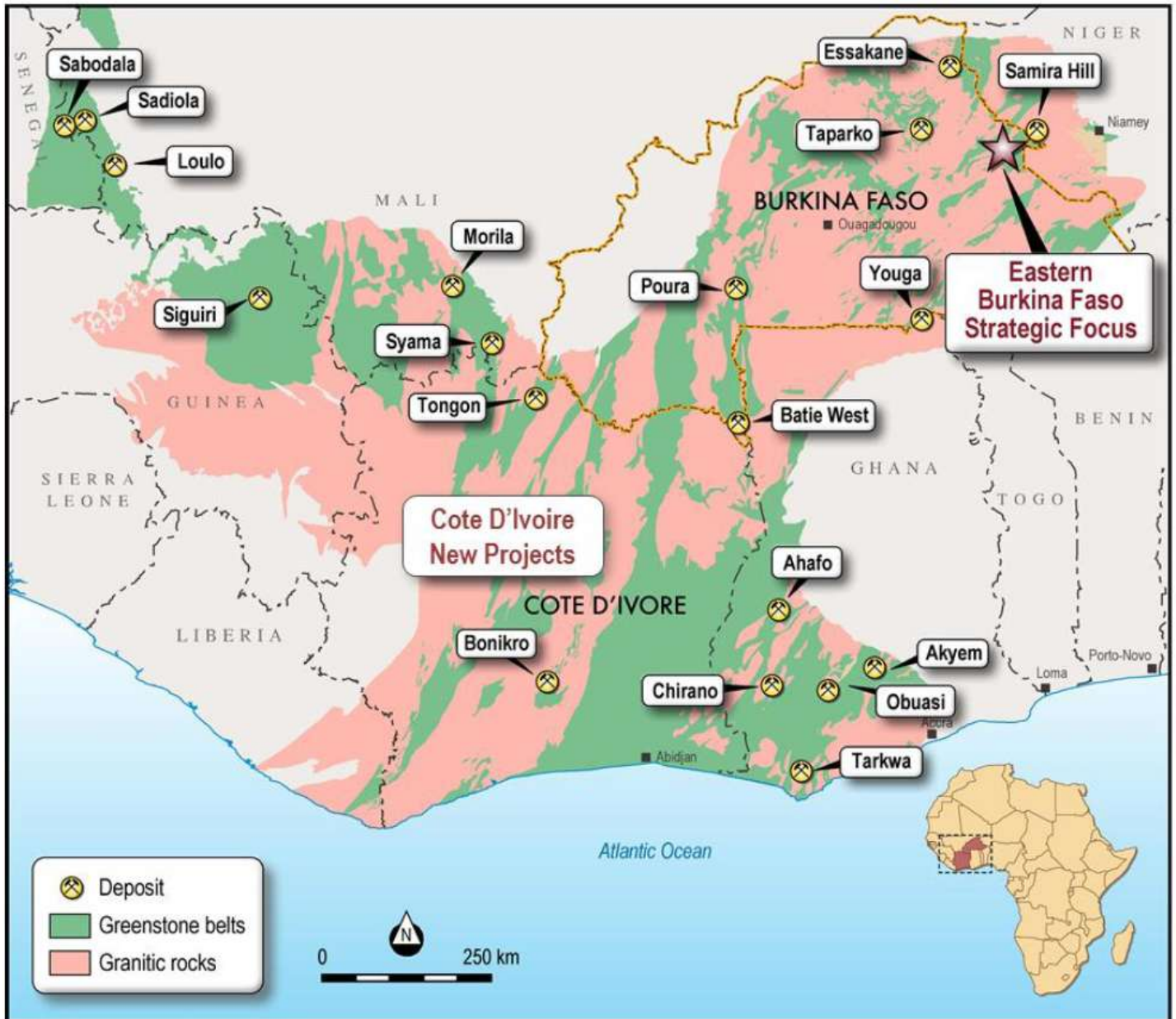
Predictive has assembled a large ground position in Burkina Faso. The tenements were selected through a country wide analytical assessment over the past three years that prioritised favourable mineralised geological structures and greenstone belts. Predictive's key project, Bonsiega, is located in the Samira Hill greenstone belt situated in the east of the country and along strike from the Samira Hill gold mine, just inside Niger to the north-east. The Bonsiega package covers approximately 100km of strike length in the Samira Hill greenstone belt^{#4}. Predictive have undertaken several phases of exploration on this project including drilling intersecting significant gold mineralisation^{#5,6,7,8}.

Since the company began operations in 2010, PDI geologists have carried out a series of large reverse circulation, diamond and power auger drilling campaigns, as well as geological mapping and extensive airborne geophysical surveys. Numerous gold mineralised intercepts have been obtained in ten prospects.

In mid-2013, PDI acquired two new projects in Cote D'Ivoire - Kokumbo and Ferkessedougou. These were complemented by the grant of a further two permits, Boundiali and Kounahiri in January 2014.

Compilation of exploration data from the Kokumbo permit has revealed a large, strong soil gold geochemical anomaly, 1.4km long and up to 800m wide, close to the historic Kokumbo gold mine workings with numerous values exceeding 1g/t Au.^{#9}

Figure 1: Location of Predictive's Exploration Projects in West Africa



Reference List

1. Aurora ASX Announcement 5 May 2014 – “Aurora to Become Cornerstone Investor in Golden Rim”
2. Aurora ASX Announcement 8 July 2014 – “Golden Rim shareholders Approve Share Issue to Aurora”
3. USGS 2011 Minerals Yearbook Benin, Burkina Faso, and Sao Tome e Principe [advance release]
4. Predictive ASX Announcement 30 April 2014 – “Quarterly Report for the Period Ended 31st March 2014”
5. Predictive ASX Announcement 2 December 2013 – “Thick, high-grade gold intercepts at Bongou Prospect”
6. Predictive ASX Announcement 16 December 2013 – “68m at 3.2g/t Au incl. 8m at 10g/t Au at Bongou”
7. Predictive ASX Announcement 20 March 2014 – “PDI extends Bongou Prospect with wide gold intercepts”
8. Predictive ASX Announcement 1 April 2014 – “PDI Finds Widespread Gold Mineralisation near Bongou”
9. Predictive ASX Announcement 10 June 2014 – “Large Strong Gold Anomaly in Cote D’Ivoire”

Further information on Aurora Minerals can be found at the company’s website www.auroraminerals.com
Further information on Predictive can be found at the company’s website www.predictivediscovery.com
The ASX announcements set out in the Reference List above can be found by searching the announcements for the relevant company at the above websites.

Competent Person Statement

The information related to exploration results in this announcement is extracted from announcements previously provided to the ASX as referenced above. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement. The Company confirms that the form and context in which the Competent Person Mr Paul Roberts’ findings are presented has not been materially modified from the way the information was first presented in the original Predictive market announcements.