

18 February 2015

**ASX: VAN**

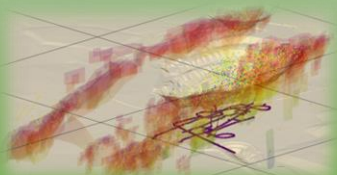
**Vango Mining Limited**  
ABN 68 108 737 711

**Directors**

Bruce McInnes - *Chairman*  
Frank Zhu - *Managing Director*  
Sean Zhou - *Non-Exec Director*

**Company Secretary**

Simon Penney



## **VANGO COMPLETES FIRST STAGE SOLE FUNDING AT PLUTONIC DOME JV GOLD PROJECT**

### **Highlights:**

- 45% Interest earned in Plutonic Dome Gold Project through completion of a further \$1m expenditure;
- Vango has elected to commit to next \$1m of expenditure to earn an additional 15% interest in the Project. This will take the total to 60%

### **Overview:**

Vango Mining Limited ("**Vango**" or the "**Company**", ASX: VAN) is pleased to announce that it has notified its joint venture partner, Dampier Gold Limited ("**Dampier**", ASX: DAU), that it has completed its expenditure obligations under the First Stage Sole Funding Agreement. Vango has now earned a 45% interest in the Plutonic Dome Gold Project tenements ("**Project**").

Vango has also elected, pursuant to the Second Stage Sole Funding Agreement, to commit to the next \$1m of expenditure within the next five months to earn an additional 15% interest in the Project. On completion, this will take Vango's total interest in the Project to 60%.

Mr Frank Zhu, Managing Director, commented "*The combination of the recent \$5 million funding package and earning a total 45% equity interest in the Project is very significant towards the future of Vango.*"

*Vango is well on track towards its stated aim of transitioning from being an explorer to producer through its advanced K2 Development Project. We look forward to continuing working with our JV partner".*

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**Transactional Structure of Farm-In/Joint Venture (“FIJVA”):**

Under the terms of the FIJVA between Vango and Dampier, Vango is required to sole fund a minimum of \$6million in project based expenditure over a two year period to earn up to a 75% interest in the Project. Vango has completed its minimum \$3million sole funding obligation within the 14 month period post satisfaction of the conditions precedent to earn a 45% interest in the Project (please refer to table below). Vango has also elected to sole fund a further \$1 million over the next five months to earn an additional 15% interest in the Project.

**Table 1: FIJVA Transaction Structure and Status**

| Joint Venture Interest and Required Expenditure                |   |                  |
|--|---|------------------|
| Equity Interest  | Commitment  | Status           |
| 30% Joint Venture Interest (Farm-in)                           | \$2million project expenditure within 9 months after FIJVA Commencement                 | <b>Complete</b>  |
| Further 15% Joint Venture Interest (First Stage Sole Funding)  | \$1million project expenditure to be incurred within 14 months after FIJVA Commencement | <b>Complete</b>  |
| Further 15% Joint Venture Interest (Second Stage Sole Funding) | \$1million project expenditure to be incurred within 19 months after FIJVA Commencement | <i>Commenced</i> |
| Further 15% Joint Venture Interest (Third Stage Sole Funding)  | \$2million project expenditure to be incurred within 24 months after FIJVA Commencement | -                |

**For further information, please contact:**

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