

Jervois

MINING LIMITED

ABN 52 007 626 575

12 February 2013

ASX Code: JRV

BONUS ISSUE ANNOUNCEMENT


In recognition of ongoing shareholder support for the Company, the Board is pleased to announce a Bonus issue of fully paid ordinary shares to all shareholders, on the basis of one new bonus share for every two existing shares held. Fractional entitlements will be rounded up to the nearest whole number of shares. The Record Date for calculation of entitlements will be 21 February 2013. The bonus shares will be entered into each shareholder's individual security holdings on 22 February 2013. The mailing of new holding statements, to reflect the bonus issue, will be mailed to shareholders on 25 February 2013.

This free issue of approximately 20,567,303 new fully paid ordinary shares (subject to rounding variations on the Record Date), is made in anticipation of significant cash flow from royalties which will be payable to the Company from 2015 onwards. It is also made as a fitting reward for shareholder support since the Company's incorporation on 25 October 1962, and particularly since 1987, when shareholders voted, overwhelmingly, to move away from oil and gas exploration and back to minerals exploration. On this occasion, overseas shareholders will be included. Because there is no consideration for the bonus shares the Company is permitted to include shareholders in foreign jurisdictions.

Shareholders' attention is drawn to recent ASX Company announcements concerning future royalties which are expected to flow from 2015 onwards. The most significant will be the royalty from the proposed Bullabulling Gold Mine, which is set at \$30.00 per ounce for the first 400,000 ounces and \$20.00 per ounce, thereafter. The 'Mine Life' is expected to be in excess of 10 years, and a recently completed pre-feasibility study by Bullabulling Gold Limited looks promising. It is reported that work on a Definitive Feasibility Study will begin immediately, with its completion expected by the end of 2013.

Additionally, once TSX listed EMC Metals has fulfilled its payment obligations to the Company, on or before 30 June 2014, EMC Metals plans to produce a scandium oxide product for sale to prospective buyers. The royalty flowing from production of scandium oxide is set at 1.7 % of sales and would commence from the date of production for a term of 12 years.

By order of the Board.



Duncan Pursell.
Managing Director.

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