

Updated Resources Statement



ASX: KIS

Market Capitalisation \$16.2 million
Shares on Issue 135.1 million
52 Week High 16.0 cents
52 Week Low 4.8 cents
Share Price 12.0 cents

Board of Directors

Johann Jacobs Chairman
Allan Davies Director
Chris Ellis Director

King Island Scheelite Limited (KIS)

through its 100% Dolphin Project on King Island, Tasmania is one of the world's richest tungsten deposits and could meet a significant proportion of the world's tungsten requirements over a minimum 13 years.

Tungsten price

Metal Pages APT USD37,000 / tonne
(8 July 2014)

Contact

Johann Jacobs
Chairman

14 July 2014

King Island Scheelite Limited
ABN 40 004 681 734

Level 26, 259 George Street
Sydney NSW 2000

GPO Box 5154
Sydney NSW 2001

P. +61 2 8622 1400
F. +61 2 8622 1401

www.kingislandscheelite.com.au

- **Revised Dolphin Resources Statement in compliance with JORC 2012 issued, indicating:**
 - **Indicated Resources at 0.2% cut-off of 10.82mt at 0.81% WO₃ yielding 87,630 mt WO₃**
 - **Indicated Resources at 0.5% cut-off of 7.06mt at 1.06% WO₃ yielding 74,890 mt WO₃**
- **These contained tonnes of WO₃ are an improvement on those previously reported**
- **Work is currently progressing on converting a significant proportion of these Indicated Resources into JORC 2012 reserves**

King Island Scheelite Limited (**ASX: KIS**) is pleased to announce an increase in its Indicated Resources at its 100% owned Dolphin project on King Island, Tasmania.

Following a drilling programme in the last calendar quarter of 2013, the Company has updated, together with its historical data, its Indicated Resources to be 2012 JORC compliant.

The previous resource statement was based on an underground operation, and reported on a 0.7% WO₃ cut off (ASX report released 19 May 2010).

According to our geological consultant Tim Callaghan's report, a copy of which is attached:

"The 2010 estimation utilized detailed geological modeling based on separate mineralogical and grade layer domains. The model also reduced the large areas of internal dilution included in the 2005 estimation to a maximum of 3m, resulting in a reduction in tonnes but an increase in grade for only a minor loss in contained metal.

The 2010 estimation was based on minimum mining widths of 3m @ 0.5% WO₃. The 2014 estimation is based on similar mineralogical domains but a 3m @ 0.2% minimum grade contour to allow estimation of lower grade resources amenable to open cut mining. It is recommended that the lower grade 2014 blockmodel be used for evaluation of open cut resources and reserves whilst the 2010 model should be used for evaluation of underground resources and reserves."

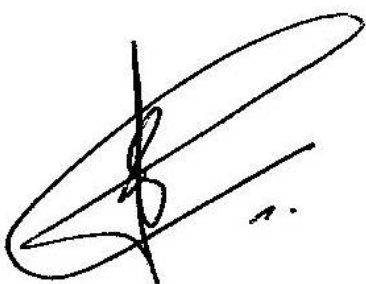
As such the latest report now concludes the following Indicated Resources at the Dolphin project:

| 0.2% WO ₃ cut off | | | 0.5% WO ₃ cut off | | |
|------------------------------|-----------------|------------------------|------------------------------|-----------------|------------------------|
| Mt | WO ₃ | Tonnes WO ₃ | Mt | WO ₃ | Tonnes WO ₃ |
| 10.82 | 0.81 | 87,630 | 7.06 | 1.06 | 74,890 |

Reserves

The Company has engaged consultants to re-calculate reserves to be compliant with JORC 2012.

For further information please contact



Johann Jacobs

0416 125 449

Compliance Statements

The information in this Report that relates to JORC Mineral Resources estimate was prepared in accordance with the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' ("JORC Code") by Tim Callaghan. Mr Callaghan has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australian Code for Reporting Exploration Results, Mineral Resources and Ore Reserve. Mr Callaghan consents to the inclusion in the report of matters based on his information in the form and context it appears.