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JORC Resource Upgrade and Further Exploration at Kallak North

Beowulf Mining has announced the upgrade of a significant proportion of the JORC Compliant resource at Kallak North, from the Inferred to the Indicated category. The upgrade of 88.8 million tonnes of iron ore into the Indicated category and the addition of approximately 10 million tonnes of iron ore to the total JORC estimate was facilitated through data collected by the 2012 drilling programme at Kallak North.

The 2012 programme, from which 4,000 metres of cores were tested, was designed to gather sufficient data about the ore body in order to reach JORC indicated status at the deposit. This objective was successfully completed.

Figure 1, below, shows the location and extent of the drilling, with the various coloured areas representing mineralisation intercepted by different areas of drilling.

While the 2012 programme successfully facilitated the resource upgrade, Beowulf's exploration is yet to define the full extent of the mineralisation, and, therefore, the true potential of the deposit. As such the 2012 programme has set the course for the Company's next exploration programme at Kallak North.

A 11,000 metre, 40-hole, drill campaign to explore deeper sections in the northern and southern parts of the deposit, which are indicated by the grey areas in Figure 1, is planned to commence later in 2013. The work plan has been filed with the Swedish authorities.

This drill campaign will provide Beowulf Mining with more information about the size and shape of the ore body, by working in the areas denoted in grey in Figure 1, and will further explore the mineral potential of Kallak North.

Figure 1: Schematic cross section of Kallak North

