



MiningNews.net

Essential mining industry news

Fox has a new lease on mine life

Colin Jacoby

Tuesday, 11 May 2010

FOX Resources has flagged a large increase in mine life at Sholl B2 following a preliminary economic evaluation of the deposit.

The new evaluation highlighted a potential mine life of 10 years at Sholl B2 and Radio Hill based on a 400,000 tonne per annum operation.

The initial aim was to reach a five-year mine life at Radio Hill, but based on the preliminary analysis of Sholl B2, the combined mine life of Radio Hill and Sholl B2 now has the potential to extend beyond 10 years.

Fox managing director Bruno Seneque said more work and analysis was required at Sholl B2 to gain more confidence but the initial evaluation was very encouraging.

"This evaluation, in combination with our previous experience and history at the Sholl deposit, means that Radio Hill now has the basis for developing a longer-term production outlook for the first time in a number of years," Seneque said.

The independent evaluation was prepared by Snowden Mining Consultants.

Fox is currently exploring alternative financing options to develop the heap leaching operation with the guidance of the Southern Cross Equities corporate finance team.

While financing is being secured, work will be undertaken to further enhance the value of Sholl B2.

Shares in Fox have gained 0.5c to 13c in morning trade.



Fox Resources' Radio Hill plant

© Aspermont Limited

Aspermont Limited

Street Address 613-619 Wellington Street, Perth WA Australia 6000

Postal Address PO Box 78, Leederville, WA Australia 6902

Head Office Tel +61 8 6263 9100 **Head Office Fax** +61 8 6263 9148

e-mail contact@aspermont.com **website** www.aspermont.com **ABN** 66 000 375 048