



Mining at Zeta Pit

BSE ANNOUNCEMENT

Discovery Metals Limited

Pit development resumes at Boseto

ASX/BSE: DML

MARKET CAPITALISATION

Shares on Issue	487m
Share Price	A\$1.60
Market Cap	A\$779m
Cash (19 Dec)	US\$71m
Debt (19 Dec)	US\$205m

ABN 29 104 924 423

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Discovery Metals Limited has resumed normal development of the Zeta open pit at the Boseto copper project in Botswana, after the Botswana Department of Mines, Minerals, Energy and Water Resources accepted the Company's geotechnical report and **lifted temporary restrictions preventing deepening of the pit.**

In the period since the restriction was imposed in late November, which was the result of a small localised failure of a section of an interim hanging wall, mining has focused on advancing development of the higher benches and ore has been fed to the mill from these higher benches and from stockpiles.

With the resumption of normal pit development, mining of sulphide ores at the base of the pit may recommence, enabling supply of higher grade material to the mill.

As advised in the November commissioning update, the Boseto concentrator has demonstrated that it can operate at, or above, its daily design throughput rate, so the focus of activity is now on improving supply of ore to the mill.

A number of initiatives are being progressed to lift mine production and recover lost development time. These include improved hiring and training of operators and maintenance personnel, early development of the Plutus open pit, procurement of larger capacity mining equipment and use of additional hired mining fleet to accelerate pit development. The Company continues to aim to achieve design mining rates in January.



DISCOVERY METALS LIMITED

Developing ^{a new} copper frontier



Dump truck transporting a load of ore



Workers at the Boseto Copper Project



Concentrate shed



Bagged concentrate

Forward looking statements

This release includes certain statements that may be deemed “forward-looking statements”. All statements in this discussion, other than statements of historical facts, that address future activities and events or developments that Discovery Metals expects, are forward-looking statements. Although Discovery Metals believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include market prices, continued availability of capital and financing, and general economic, market or business conditions. Investors are cautioned that any such statements are not guarantees of future performance and that actual results or developments may differ materially from those projected in forward-looking statements.

Discovery Metals Background

Discovery Metals is an ASX/BSE listed copper exploration and production company focused on the emerging Kalahari Copperbelt in north-west Botswana. The Company is a copper producer at its 100% owned Boseto Copper Project.

The Kalahari Copperbelt sediment-hosted mineralisation of the Boseto copper project is similar in style to the well-known and large deposits of the Central African Copperbelt of Zambia and the Democratic Republic of the Congo.

Discovery Metals has prospecting licences covering 11,872 km² along the Kalahari Copperbelt.

Further information on the Company including Mineral Resources and Ore Reserves is available on our website: www.discoverymetals.com

For further information on this release and Discovery Metals Limited, please contact:

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