



KEY FACTS		(As at 30/09/2015)
ASX Ticker Code		BAU
Shares on Issue		231m
Unlisted Options		2m share options 4.675m performance rights
Market capitalisation (at \$0.076)		\$17.56m
Cash Position (as at 30 September 2015)		A\$22m
MAJOR SHAREHOLDERS		
Board & Management		14.94%
HD Mining & Inv PL (JV partner)		8.49%
Yankuang Res PL (JV partner)		8.49%
Jetosea PL		6.04%
Dilkara Nom PL		5.27%
HSBC Custody Nom Aust Ltd		3.45%
Citicorp Nom PL		2.21%
Prometheus Hldgs PL		1.68%
JP Morgan Nom Aust Ltd		1.63%
<b>Top 20 Shareholders</b>		<b>59.27%</b>
DIRECTORS		
Robert Nash	Chairman, & Non-Executive Director	
Sam Middlemas	CEO & Company Secretary	
Luke Atkins	Non-Executive Director	
Neil Lithgow	Non-Executive Director	
Cunliang Lai	Non-Executive Director	
Zhaozhong Wang	Non-Executive Director	

**October 2015 Update:**

Representatives of Bauxite Resources Limited ('BRL'), Yankuang Resources Pty Ltd (Yankuang), and Yankuang Group Company Ltd ('YGL'), on 21 October 2015, signed a non-binding memorandum of understanding (MOU) recording that they have negotiated a number of proposed transaction documents which, if approved by the respective Boards of Directors of BRL, Yankuang and YGL will see, subject to satisfaction of conditions precedent referred to below:

- The existing Joint Ventures between the parties terminated;
- BRL sell its interests in the Joint Ventures and its 100% owned Fortuna bauxite rights to Yankuang for cash consideration and a royalty right; and
- BRL buy back Yankuang's shares in BRL and cease to be represented on the BRL Board.

**PROJECT DEVELOPMENT**

**ABOUT BAUXITE RESOURCES LTD**

Bauxite Resources Ltd (BRL) has identified substantial bauxite resources in several locations through the Darling Range.

The Darling Range is the largest bauxite and alumina producing region in the world. Currently the Company and its Joint Venture partners hold ~5,841km<sup>2</sup> (3,132km<sup>2</sup> granted) of exploration tenements. Through a process of low cost targeting and exploration activities the Company and its partners has now identified 396.5 million tonnes (Mt) of refinery grade bauxite.

The longer term outlook for bauxite remains positive, BRL is positioned to take advantage due to:

- Total JORC Code bauxite **resources 396.5 million tonnes.**
- Main resources close to existing road, rail and port infrastructure.
- Bauxite resources located in largest bauxite and alumina producing region in the world.
- Shallow bauxite mining requiring simple low cost surface extraction.
- Bauxite type - gibbsite - requiring lower temperatures and pressures for alumina refining meaning lower cost refining.
- Bauxite has low reactive silica content requiring reduced use of caustic soda, a major saving in refining costs.
- BRL is well funded with available cash.
- BRL progressing Direct Shipping Ore (DSO) opportunities with improved bauxite market conditions.

**DEVELOPING ALUMINIUM, ALUMINA & BAUXITE MARKETS**

There has been a fundamental shift in the long-term Aluminium/Alumina/Bauxite markets as the difficulties over the past few years in this sector are replaced with strong demand outlook for the longer term.

Aluminium consumption is forecasted to be around 52Mt in 2015, while supply in 2014 was only 49.7Mt. This global shortfall is centred around China's continued, albeit now slowing, growth as the country transitions from a manufacturing exporting nation to an internal consumption manufacturing market focus.

Alumina production in China reached 4.8Mt in March 2015, up 15.4% year on year, and alumina output from January to March rose by 15.3% year on year to 13.97Mt.

Following the Indonesian bauxite ban in January 2014, high-quality bauxite stockpiles and reserves in China are depleted. China continues to look for new import markets with substantial pick-up in Malaysian bauxite exports to China, lower freight costs allowing for low grade product export.

As stockpiles decline it is expected China's bauxite imports will increase, facilitating further upward movement of the bauxite unit value in 2015. China's imports of bauxite reached 4.44Mt in March 2015.

## PROJECT DEVELOPMENT

### BRL's BAUXITE PROJECTS

BRL is focused on development of its **Fortuna project**. The recently released Fortuna Scoping Study confirmed the existing mineral resource of 40.2Mt and rail logistics chain could support a 100% BRL owned Direct Shipping Ore (DSO) operation with a long mine life. (ASX announcements 21/1/15 & 5/2/15)

The Fortuna resources has:

- 40.2Mt JORC resource located on two private farms, predominantly cleared land, ideal for low impact, progressive surface mining
- Just 15km from existing rail siding and 120km from Kwinana bulk port facilities.
- Local community and land owners supportive of business investment in the area.
- Community Advisory Group established to develop the bauxite mining proposal with community inputs.
- Environmental constraints studies underway following on from Level 2 baseline studies.
- Studies and negotiations commenced with logistics chain service providers, i.e. rail and port.
- Commenced consultation with environmental regulators for Fortuna and Felicitas projects and future environmental impact assessment documentation.
- Mine planning proposal at scoping stage.

### PROJECTS PIPELINE

#### Felicitas project:

- 228Mt resource, in proximity to Fortuna and also located on private farmland predominantly pre-cleared land, ready for low impact, progressive surface mining.
- JV with Yankuang Resources PL, a subsidiary of Yankuang Group. JV established in April 2011, to explore for bauxite and undertake a Bankable Feasibility Study (BFS) to construct and operate an alumina refinery in Western Australia. Yankuang own 70% of bauxite rights. BRL retain 30% bauxite interests and 100% of any other minerals.

#### Dionysus project:

- 20.3Mt resource, one private landowner, 12-15km from existing rail and link to Kwinana port.
- JV with HD Mining & Investments PL (HD Mining) a subsidiary of Shandong No.1 Institute of Geology and Minerals Exploration. JV is a Farm-in type arrangement whereby HD Mining will pay all tenement and exploration costs, plus all bankable feasibility study costs to earn a 60% interest upon a decision to mine.

### REGISTERED OFFICE

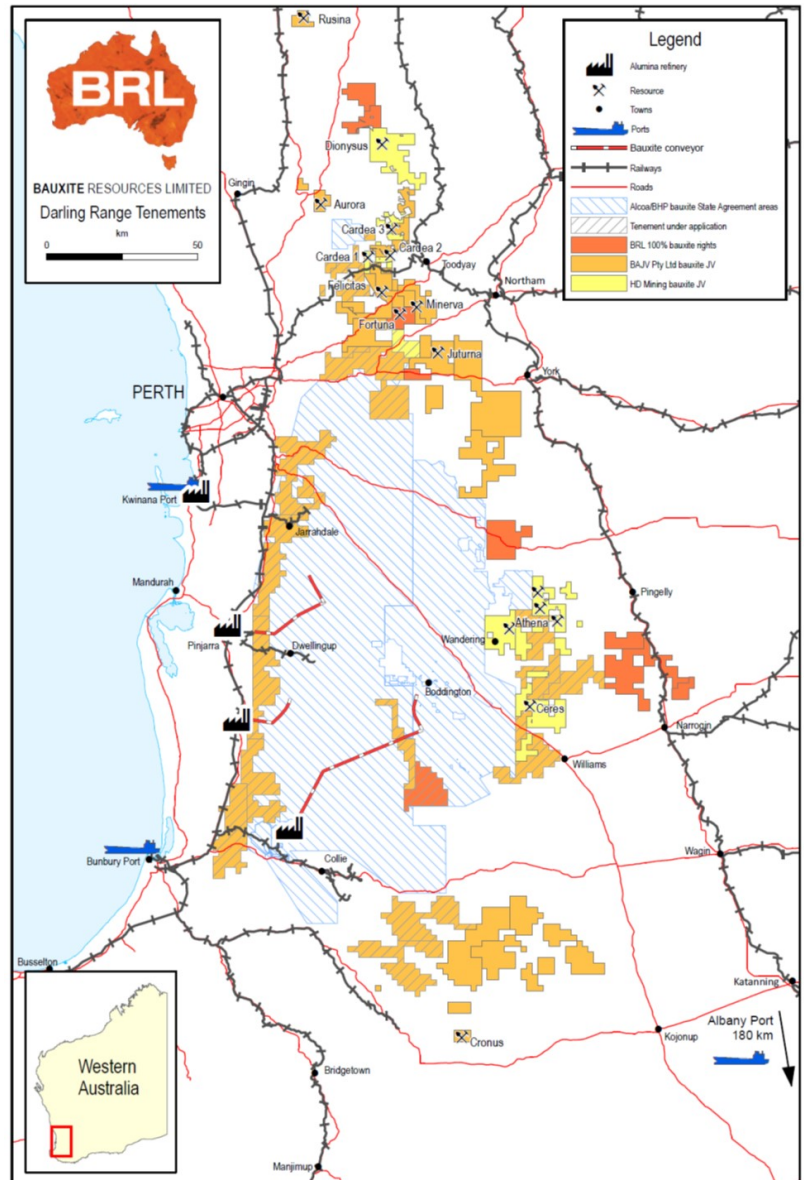
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## DARLING RANGE TENEMENT MAP



Approximately seven tonnes of Darling Range bauxite when refined using the Bayer Process produces two tonnes of alumina, which in turn produces one tonne of aluminium when smelted.

#### Competent Person Statement

The information in this announcement that relates to Exploration results is based on information compiled by Mark Menzies, who is a member of the Australian Institute of Geoscientists. Mr Menzies is a qualified geologist and a full time employee, and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Menzies has consented to the inclusion in this announcement of the Exploration Information in the form and context in which it appears.

The Company advises that this material contains summaries of Exploration Results and Mineral Resources as defined in the 2012 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). These are available on the Company's website [www.bauxiteresources.com.au](http://www.bauxiteresources.com.au).