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KHARMAGTAI COPPER-GOLD PROJECT TRANSACTION COMPLETED

HIGHLIGHTS

- **Xanadu and Mongol Metals complete the Kharmagtai transaction.**
- **Kharmagtai is an advanced gold-rich porphyry with excellent growth potential.**
- **Completion of the transaction clears the way to start drilling.**

KHARMAGTAI TRANSACTION COMPLETED

Xanadu Mines Ltd (ASX: XAM – “**Xanadu**”) is pleased to announce that it, and its joint venture company, Mongol Metals LLC (“**Mongol Metals**”), have completed the Kharmagtai transaction with Turquoise Hill Resources Ltd (“**THR**”). Mongol Metals has transferred the initial consideration of US\$4.0 million to THR in exchange for a 90% interest in Oyut Ulaan LLC, which in turn owns 100% of the advanced Kharmagtai porphyry copper-gold exploration project.

Xanadu’s Managing Director, Mr George Lloyd, said: “The Kharmagtai transaction represents the final stages of a very significant transformation of the company into a focussed explorer with two advanced, gold-rich porphyry copper projects in Mongolia’s renowned south Gobi copper belt. Xanadu’s copper-gold projects are some of the highest-grade porphyry projects being actively explored in Asia today. Kharmagtai is a gold-rich porphyry system with excellent potential to extend the known mineralisation in addition to making new discoveries.”


The completion of the transaction clears the way for Xanadu to mobilise its drilling contractors to the Kharmagtai site, with drilling expected to commence imminently.

For further information, please contact:

George A. Lloyd
Managing Director
T: +852 6397 3308
george.lloyd@xanadumines.com

www.xanadumines.com

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 **CONTACT**
George A. Lloyd
Managing Director
T: +852 6397 3308
george.lloyd@xanadumines.com

www.xanadumines.com

 **AUSTRALIA**
c/o Company Matters Pty Limited
Level 12, 680 George Street
Sydney NSW 2000
T: +612 8280 7497 **MONGOLIA**
2nd Khoroo, Military Town
AOS Street, Bayanzurkh District
Ulaanbaatar, Mongolia
T: +967 5011 0211 **ASX**
XAM

Xanadu Mines Ltd (ASX: XAM) is an exploration company that has assembled a significant exploration portfolio across Mongolia’s porphyry belts. These belts are part of the larger Central Asian Orogenic Belt – one of the last great exploration frontiers known to host large copper porphyry deposits – and Mongolia is emerging as a globally significant copper province.