

DUNROBIN DEVELOPMENT ENVIRONMENTAL APPROVAL RECEIVED

Luirigold Limited

ASX Code: LGM

www.luirigold.com

Corporate Structure

Shares on issue	268.70m
Options	23.1m
52 week high	A\$0.05
52 week low	A\$0.01

Cash (as at 31 July) **A\$1.06m**

Company Directors

Melissa Sturgess
Executive Chairman

Evan Kirby
Technical Director

Mike Langouant
Executive Director

Robert Brown
Non-Executive Director

DUNROBIN ENVIRONMENTAL PERMIT ISSUED

Luirigold Limited (ASX:LGM), (“Luirigold” or the “Company”) a gold exploration and development company, is pleased to announce that it has received official approval of its Environmental Impact Assessment (EIA) and the accompanying Environmental Permit for the proposed open pit and processing plant at Dunrobin.

A positive decision was made by the Zambia Environmental Management Agency (ZEMA) following extensive consultation with numerous stakeholders and is valid for a three year period in which project implementation must take place. This approval and issue of the Environmental Permit is the last major permit required ahead of project development.

Luirigold Chairman, Melissa Sturgess, said *“The EIA permit is a significant step towards commencement of development at Dunrobin. The Company’s commitment to corporate social responsibility (CSR) programs and local job creation was a key element of the EIA approval process and the Company looks forward to establishing its initial production capacity to provide the cash flows required to unlock the full potential of its significant mining licence tenement holdings.”*

For further information please contact:

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Environmental Permitting Process

The Company commenced its EIA studies and approval processes in 2009 with a public consultation meeting attended by over 130 people. Initial terms of reference for the EIA were submitted to the ZEMA for review and were approved in November 2009.

Baseline studies were subsequently undertaken during 2010 and 2012 to establish positive and negative impacts from the proposed development and to provide enhancement and mitigation through management plans.

A Public Disclosure meeting to inform stakeholders about the EIA findings was conducted on site in September 2012 and was attended by 95 people. This allowed further local community concerns to be taken into consideration prior to the submission of a first draft EIA to ZEMA at the end of 2012. After consultation with ZEMA a final EIA submission was made in May 2013 with the accompanying fee of approximately \$US74,000.

ZEMA requested additional information specifically in the areas of, water balance, HIV/Aids management, surface rights, assessment of adjacent settlements and a groundwater assessment. This further information was submitted in the form of an addendum to the EIA in July 2013.

At a Public Hearing, requested by ZEMA, held at the site on 30 August an estimated 150 people gave their unanimous support for project development.

In their letter dated 15 October 2013 ZEMA confirmed that they had formally approved the Company's EIA. The principle conditions attached to the decision are that the Company re-settle 4 families living in close proximity to the proposed processing plant and that Luirigold provide an alternative borehole water supply to the Zambia Air Force base. The Company has already commenced the process of discharging these, and other minor conditions. In addition, ZEMA also stipulate that the project shall be implemented within 3 years from the date of the approval.

Environmental Impact Assessment

Luirigold commissioned African Mining Consultants Limited (AMC) to conduct its Environmental Impact Assessment for the Dunrobin gold project. AMC is a Zambian based environmental and mining engineering firm formed in 1994 as a result of an affiliation with Golders Associates. AMC has extensive experience in the region, in particular Zambia, and has conducted numerous environmental impact assessments, socio-economic impact assessments, and environmental management plans to national and international standards.

The objective of the EIA was to provide baseline information of the local biophysical and social-economic environment, identify present and future positive and negative impacts, and to establish management plans to enhance the positive and mitigate the negative impacts.

The environmental impact assessment was carried out on the basis of a proposed project involving the construction of a new gold mining operation with a 10 year life-of-mine. Operations will comprise open pit mining at the historic Dunrobin mine and a 150-200,000 tonnes per annum (tpa) gold processing plant. The Dunrobin processing plant located adjacent to the open pit will produce 13-18,000 oz per annum. The planned process circuit comprises crushing, milling, cyanide leaching, solids/liquid separation, cyanide recovery, carbon in solution Au recovery, carbon elution and regeneration, gold electro-winning and tailings disposal.

A biophysical and social environment baseline study of the Luri project area was conducted by AMC in 2010 and 2012 concluding that there is no endangered fauna that will be displaced by the project implementation.

Significant positive impacts generated by the project are assessed to be, a contribution to central and provincial governments through taxation, the generation of at least 80 direct jobs for local Zambians, an increase in local and national development through creation of business opportunities for contractors and service providers, an upgrade to the local medical clinic, and skills training opportunities.

To enhance these positive impacts, Luri has developed management plans to maximise the sustainability of the Dunrobin project, offer competitive salaries and wages to employees, offer business opportunities to local contractors and service providers, and to introduce a skills training program for unskilled staff.

Management plans to manage possible negative impacts include providing appropriate bunding to prevent fugitive emissions, to minimise noise generation and provide noise protection, construct a sustainable tailings storage facility and return water dam to collect and re-use all supernatant water, and to support local government by helping to provide social and health services.

Luri Limited has affirmed that its environmental and CSR plans and environmental best practice will be followed by all contractors and sub-contractors. Furthermore, Luri is committed to maintaining a continuous public consultation process with local and regional administrators, the local community close to its operations and other interested and affected stakeholders.

The Company has already demonstrated a strong commitment to social development since the beginning of its exploration tenure in Zambia. It has initiated numerous social development projects and, to formalise the Company's CSR strategy, Luri has assisted the local traditional leader His Royal Highness Senior Chief Shakumbila in establishing the Shakumbila Trust for social and community development. In addition to these initiatives a CSR professional was engaged to conduct a Needs Assessment study, a Community Development Overview, and a Job Creation and Skills Development Plan. In addition, a Capacity Building Workshop was held at the project site with members of the various committees associated with the Shakumbila Trust including Senior Chief Shakumbila.

About Luir Gold Ltd

Luir Gold Limited is a gold exploration and development company that holds 2 mining licences in Zambia that cover the historic Dunrobin and Matala gold deposits. Coffey Mining Pty Ltd of Perth have estimated the current Multiple Indicator Kriging derived open pit gold resource at the Matala and Dunrobin deposits to be a combined (Measured, Indicated plus Inferred) resource of 10.53 million tonnes at 2.2 g/t Au, for 761,000 ounces of gold reported at a cut-off of 1.0 g/t. Refer to the table below.

Luir Hill Gold Project Summarized Resource Estimate Reported at 1 g/t Gold Cut-Off				
Matala Deposit				
	Lower Cut-Off Grade (g/t Au)	Tonnes (000's)	Average Grade (g/t Au)	Ounces (000's)
Indicated	1.0	3,204	2.7	278
Inferred	1.0	4,525	2.0	290
Dunrobin Deposit				
	Lower Cut-Off Grade (g/t Au)	Tonnes (000's)	Average Grade (g/t Au)	Ounces (000's)
Measured	1.0	978	2.6	81
Indicated	1.0	1,063	2.0	69
Inferred	1.0	763	1.8	43
Matala and Dunrobin Deposits Combined				
	Lower Cut-Off Grade (g/t Au)	Tonnes (000's)	Average Grade (g/t Au)	Ounces (000's)
Measured	1.0	978	2.6	81
Indicated	1.0	4,267	2.5	347
Inferred	1.0	5,288	2.0	332

Competent Persons

The information in this report that relates to both the Dunrobin and Matala Mineral Resources is based on information compiled or supervised by Mr Ingvar Kirchner who is a Fellow of the Australasian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientists. Mr Kirchner is employed by Coffey Mining and has reviewed this report and consents to the inclusion, form and context of the relevant information herein as derived from the original resource reports. Mr Kirchner has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which is being undertaken to qualify as Competent Persons as defined in the 2004 Edition of the JORC 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

The technical exploration and mining information contained in this report has been reviewed and approved by Mr C White B Sc (Hons) in Applied Geology, General Manager for Luir Gold Limited. Mr White has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity to which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr White is an Employee of Luir Gold Limited and is a Member of the Institute of Materials, Minerals and Mining. Mr White consents to the inclusion in this report of such information in the form and context in which it appears.