



# Latin Resources

May 21<sup>st</sup> 2014

## Latin Resources launches SPP to advance Peruvian projects

Latin Resources (ASX:LRS, SETSQX:LRS, OTCQX:LNRDY) has launched a share purchase plan (SPP) priced at \$0.038, a 10% discount to the market.

The funds will be used to commence drilling at the Ilo Este project, and continued testwork on the Guadalupito project.

The plan will raise up to a maximum of \$2 million through the issue of 54,054,054 shares.

Latin has been very busy in Peru of late advancing projects with partners, while monetising others - highlighted by the sale of the Mariela project.

At the Ilo Este project in the heart of the country's prolific copper producing district, Latin has defined a copper-gold porphyry system over at least 3 square kilometres with up to 8.4% copper rock chips.

Investors will highly anticipate results from drilling.

Latin has also delivered positive testwork results on the Guadalupito Iron and Mineral Sands project.

The company recently overcome a key hurdle with the successful concentration of andalusite and magnetite using gravity techniques indicative of industrial scale processes on Los Conchaes composite from the project.

In addition, the use of Batch Reflux Classifier (BRC) is significantly more efficient than the use of wet table methodology.

Notably, 80% of the andalusite recovered was more than 80% liberated, grading 60% Al<sub>2</sub>O<sub>3</sub> and 0.2% Fe<sub>2</sub>O<sub>3</sub> which is the target specification for the final high purity andalusite product in future bulk testing.

Andalusite was successfully recovered from the BRC concentrate using high intensity magnetic separation while magnetite was recovered using low intensity magnetic separation.

### Ilo Norte Copper/Gold project

Drilling has also recently been conducted at the Ilo Norte Copper/Gold project where the company may be honing in on a significant orebody.

There are two rigs spinning at Ilo Norte, operated by a joint venture partner, and therefore at a zero cash cost to Latin.

Latin recently signed a binding term sheet with Peruvian company Compania Minera Zahena (CMZ) for a staged consideration of US\$9 million to earn a 70% stake in the Ilo Norte project.

### Further SPP details

Shareholders are entitled to purchase between \$500 and \$15,000 worth of additional shares without incurring brokerage or other transactional costs.

**Price:** A\$0.06

**Market Cap:** A\$13.67M

### 1 Year Share Price Graph



### Share Information

**Code:** LRS

**Listing:** ASX

**Sector:** General Mining

**Website:** www.latinresources.com.au

### Company Synopsis:

*Latin Resources (ASX: LRS, SETSQX: LRS, OTCQX: LNRDY) is focused on Peru where the company has several projects, including Ilo Norte where the focus is iron, copper and gold, while at Guadalupito the target is iron and heavy mineral sands.*

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The price of \$0.038 represents a 10% discount to the market price at close on the record date of 20 May 2014 and a 25% discount to the volume weighted average price of the company's shares over the last 15 trading days prior to the announcement.

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