



# Agreements on new kaolin use

THE white mound of kaolin at the eastern end of the Avon Industrial Park (AIP) is a forlorn sight after the demise of Swan River Kaolin but there is hope on the horizon.

Australian Minerals and Mining Group Ltd (AMMG) through its wholly owned subsidiary Kaolin Resources has the exploration rights to the rich Meckering deposit which formed the basis of the now derelict AIP pilot plant.

AMMG has signed an exclusive option agreement with South China Professor Shang who, with an acid-based technology process, has successfully produced smelter grade and high-purity alumina from the company's Meckering kaolin.

The company has now signed a non-binding memorandum of understanding (MOU) with Kalamazon Estudos Geologicos Ltd (KEG), a wholly owned subsidiary of Kalamazon Minerals Corporation which is developing a world class minerals province near Manaus in Brazil.

The MOU provides both companies with the framework to work together in the future to determine whether a licence agreement can be reached for any acid-based kaolin to alumina process AMMG may develop.

It further supports a potential Heads of Agreement for a joint venture for the development of one or more of AMMG's or KEG's projects. AMMG has delineated two separate resources of its 100 per cent-owned Meckering and Kerrigan near Karlgarin high quality deposits.

There is a combined indicated and inferred resource of 150 million tonnes with an additional exploration target ranging from 215 million tonnes to 320 million tonnes.

AMMG will continue to work closely with Prof. Shang towards advancing and tailoring the unique technology to the specific attributes of AMMG particular kaolin material which has relatively high alumina and low impurity levels.



Promising: Part of the Meckering kaolin deposit

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**Explaining:** Professor Shang explaining to AMMG managing director Ric Dawson his process of extracting alumina from kaolin