



## Southdown joins AMMG's China party

Australian Minerals and Mining Group Ltd (ASX: AKA) subsidiary, Yilgarn Iron Pty Ltd has signed a further MOU with a Chinese Exploration Bureau to include AMMG's recently acquired Southdown extension iron ore project.

The initial MOU, signed in August 2011, provided a framework for the two parties to "negotiate potential terms of direct capital investment by way of a share placement in AMMG or its subsidiary," and support a "potential

heads of agreement for a joint venture agreement for the development of the Yilgarn Iron Ore project".

The further MOU targets a JV agreement for the development of the Southdown extension iron ore project.

Anhui Lianghuai is the partner in the agreement and an Australian wholly owned subsidiary of the Anhui Provincial Bureau of Coal and Geology (Anhui).

AMMG acquired the Southdown Extension project in October 2011.

The project is located 80 kilometres from the Albany Port.

Drilling is expected to begin at Southdown early next year. Anhui plan to send a delegation to the project at the time of drilling for a site inspection.

The Yilgarn iron ore project comprises 14 exploration licence applications.

AMMG has 13 iron ore projects in WA covering 3184 km<sup>2</sup>.

**Stories by Bree Swift**