



ASX Announcement

3 April 2013

RNI EXPANDS HOLDING AROUND HORSESHOE GOLD PROJECT

Resource and Investment NL (ASX: RNI) is pleased to announce the Company has entered into a conditional Sale and Purchase Agreement with Naracoota Resources Ltd (ASX: NRR) to acquire the Horseshoe Range gold project in Western Australia's Bryah Basin.

Subject to various conditions and approvals, RNI will acquire from Naracoota Resources a 100% interest in one mining licence (M52/251), two exploration licences, 19 prospecting licences and certain exploration field assets. This package includes two licences from the neighbouring Fraser Range Project, located about 125km north of Meekatharra.

In addition, RNI will acquire the gold rights over one mining licence (M52/1048) and one exploration licence (E52/1561) held by Naracoota Resources under a Mineral Rights Deed (MRD) with Auvex Resources Ltd.

The Horseshoe Range Project being acquired from Naracoota Resources directly adjoins the Horseshoe mining licence (M52/338), which forms part of RNI's Grosvenor gold and base metals project. Horseshoe contains JORC compliant gold resources of 164,600oz, based on 2.37Mt @ 2.16 g/t, within the historic Horseshoe open pit.

In an ASX announcement dated 13 February 2012, Naracoota Resources announced multiple intersections of high-grade gold mineralisation from RC drilling at its Hill 680 target at Horseshoe Range, located 2km west of RNI's Horseshoe pit. The drilling results announced by Naracoota Resources included 5m @ 10.58g/t from HRR006, including 1m @ 46.4g/t.

The Sale and Purchase Agreement is subject to various conditions and approvals, including Naracoota Resources obtaining shareholder approval (if required under the ASX Listing Rules), Ministerial Consent to transfer M52/251 to RNI and Auvex's consent for Naracoota Resources to assign its rights to RNI under the MRD.

Upon completion, RNI will issue as consideration to Naracoota Resources, or its nominee, two million ordinary fully-paid RNI shares at a deemed issue price of \$0.25 each, or such number of shares calculated to have a value of \$300,000 based on the VWAP of RNI shares in the five trading days prior to the completion date, whichever is the higher.

The total tenement package of 45.5km² to be acquired by RNI under the Sale and Purchase Agreement adds to the Company's dominant ~1,800km² holding in WA's Bryah Basin region. In addition, RNI (through subsidiary Grosvenor Gold Pty Ltd) has an option over the Peak Hill gold project held by Peak Hill Metals Pty Ltd, a wholly owned subsidiary of Montezuma Mining Company Ltd (ASX: MZM).

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The schedule of tenements included in the Sale and Purchase Agreement with Naracoota Resources is listed in Appendix A.

For further information, contact:

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Competent Persons Statement

The information in this ASX release that relates to **Exploration Results and Mineral Resources** is based on information compiled by Mr Albert Thamm, who is a Fellow and Chartered Professional of the Australasian Institute of Mining and Metallurgy. Mr Thamm is Technical Director of Resource and Investment NL and has sufficient experience which is relevant to the style of mineralisation and types of deposit under consideration and to the activities undertaken to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code of Reporting of Mineral Resources and Ore Reserves. Mr Thamm consents to the inclusion in the release dated 3 April 2013 on the matters based on information in the form and context in which it appears.

Resources if reported have been rounded to 1000 tonnes and 100 ounces and computational discrepancies may arise in tabulation. One troy ounce gold is taken at 31.10747g. Where exploration results are reported these may report at thresholds of 0.2 g/t gold or silver or 0.5% individual base-metals or 1% combined copper, lead and zinc unless anomalous. Assay results reported by the following methods: lead collection Fire Assay for gold and multi-element total acid digest followed by ICP-OES standard element suite at Quantum Analytical Services, Perth. QA/QC is maintained through a programme with blanks, duplicates and high grade certified standards inserted in the sample stream.

Appendix A: Tenement Schedule						
Tenement	NRR Holding in Tenement	Holder	Commenced	Expires	Area	Unit
M52/1048	Gold rights by Mineral Rights Deed	Auvex	22/02/2011	21/02/2032	797	Ha
E52/1561	Gold rights by Mineral Rights Deed	Auvex	22/11/2004	22/11/2013	5	Bk
E52/2595	100%	NRR	9/09/2010	9/09/2015	1	Bk
E52/2668	100%	NRR	20/04/2011	9/04/2016	1	Bk
M52/251	100%	NRR	11/03/1992	10/03/2034	275	Ha
P52/1248	100%	NRR	12/06/2008	11/06/2016	105	Ha
P52/1341	100%	NRR	26/10/2009	25/10/2013	200	Ha
P52/1340	100%	NRR	26/10/2009	25/10/2013	50	Ha
P52/1339	100%	NRR	26/10/2009	25/10/2013	10	Ha
P52/1338	100%	NRR	26/10/2009	25/10/2013	2	Ha
P52/1337	100%	NRR	26/10/2009	25/10/2013	38	Ha
P52/1383	100%	NRR	2/09/2010	1/09/2014	1	Ha
P52/1397	100%	NRR	14/09/2011	13/09/2015	50	Ha
P52/1398	100%	NRR	14/09/2011	13/09/2015	49	Ha
P52/1399	100%	NRR	14/09/2011	13/09/2015	26	Ha
P52/1400	100%	NRR	14/09/2011	13/09/2015	103	Ha
P52/1405	100%	NRR	14/09/2011	13/09/2015	24	Ha
P52/1404	100%	NRR	14/09/2011	13/09/2015	51	Ha
P52/1403	100%	NRR	14/09/2011	13/09/2015	22	Ha
P52/1402	100%	NRR	14/09/2011	13/09/2015	71	Ha
P52/1401	100%	NRR	14/09/2011	13/09/2015	124	Ha
P52/1239	100%	NRR	27/12/2007	26/12/2007	156	Ha
P52/1259	100%	NRR	19/01/2009	18/01/2013	126	Ha
P52/1257	100%	NRR	13/10/2008	12/10/2016	106	Ha