ASX Announcement 27 June 2014

NEW DRILLING PROGRAM COMMENCES AT HIGH-GRADE FORREST COPPER-GOLD DISCOVERY

Resource and Investment NL (ASX: **RNI**) (**RNI** or the Company) is pleased to announce that a new priority program of diamond drilling has commenced at the Company's high-grade Forrest copper-gold discovery (RNI 80%, Fe Limited 20%) in Western Australia's Bryah Basin.

Five diamond holes will be drilled in this new program (Figure 1) to follow-up on the highly-encouraging results from the first diamond hole drilled at Forrest (FGDD001), which intersected a significant zone of oxide-transitional copper-gold mineralisation of 9.1 metres @ 5.27% copper, 2g/t gold and 8.35g/t silver from 142.95m (See ASX announcement 26 May 2014).

The results from diamond hole FGDD001 included an intersection of 4.25m @ 8.86% copper, 2.84g/t gold and 15.07g/t silver from 145.6m.

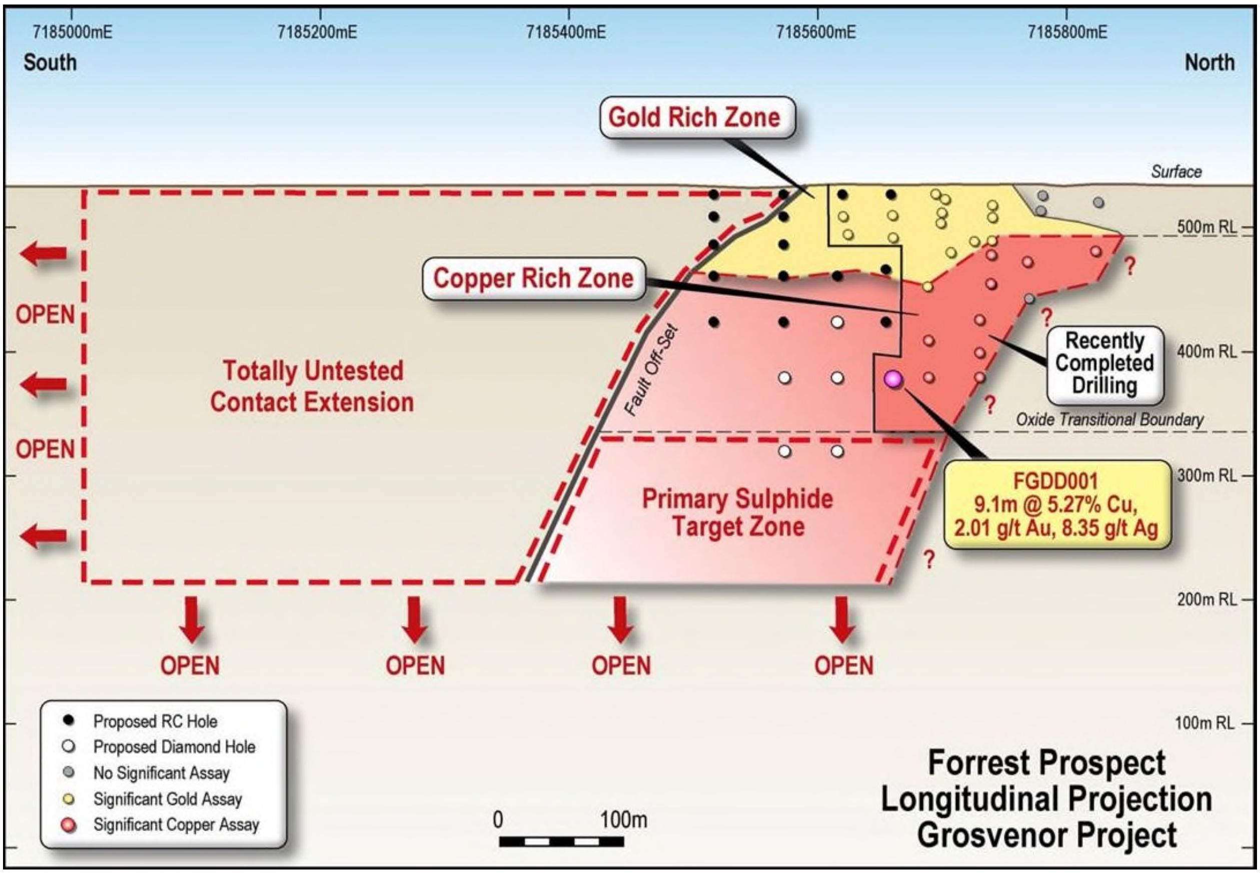

Figure 1: Drilling at Forrest, including new program of five diamond holes

Results from earlier reverse circulation (RC) drilling at Forrest included 4m @ 2.11% Cu from 158m and 25m @ 1.25% Cu from 153m, including 9m @ 2.52% Cu and 1m @ 10.4% Cu (See ASX announcement 7 May 2014).

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The copper-gold mineralisation at Forrest is associated with a package of rocks including mafic volcanic and chert units (Narracoota Volcanic Formation) and fine-grained meta-sedimentary rocks (Ravelstone Formation). RNI's geological team has identified more than 12km of strike to explore in the Forrest area alone.

RNI commenced the latest diamond drilling program following the receipt of all necessary approvals, including Heritage clearance.

The clearance followed the signing of a regional Heritage Agreement with the Nharnuwangga Wajarri and Ngarlawangga (NWN) people who are the traditional owners of land, west of the Great Northern Highway. The agreement covers all exploration and prospecting licences held by RNI and its subsidiaries, Grosvenor Gold Pty Ltd and Peak Hill Metals Pty Ltd.

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Competent Person's Statement

Information in this announcement relates to and fairly represents information and supporting documentation prepared and compiled by Albert Thamm BSc (Hons) MSc, who is a Corporate Member of the Australasian Institute of Mining and Metallurgy. The information in this announcement relates to previously released exploration data disclosed under JORC Code 2012 for the Forrest Prospect (refer ASX announcements dated 7 May 2014 and 26 May 2014).

Mr Thamm is a Director of Resource and Investment NL. Mr Thamm has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves. Mr Thamm consents to the inclusion in the announcement of the matters based on this information in the form and context in which it appears.

Forward-Looking Statements

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