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Exchange Plaza
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PERTH WA 6000

FIRST HOLE AT KUNYIT INTERCEPTS MASSIVE HEMATITE FROM SURFACE

The Directors of Coziron Resources Ltd (ASX: **CZR**) are pleased to announce that the first hole (KYT001) in the drilling program at it's Kunyit Sungai ("Kunyit") Iron Ore project in Western Sumatra has intersected **36.0 metres of massive hematite ore from surface**.

Diamond drill hole KYT001 located at the Bukit 1 prospect was drilled to a total depth of 96.0 metres. Drilling intersected hematite ore from surface down to an inclined (060°) depth of 36.0 metres, and was designed to test mineralisation along strike, and at depth.

Earlier regional work indicated resistant boulders forming hilltops at the Kunyit project were of magnetite composition, however drilling has proved that mineralization is predominantly hematitic in style.

KYT001 has confirmed that a potential small to medium sized near surface ore body could be delineated at the Kunyit project. Three main prospect areas have been identified, namely Bukit 1, Bukit 2 and Bukit 3; which extend approximately five kilometers in strike. The three Bukit's appear as resistant magnetite/hematite hills and the vertical dimensions and under surface extent of each Bukit is unknown and requires further testing to determine a potential resource.

The initial program comprises up to 600 metres of Diamond Drilling over approximately six holes.

The Kunyit Project has produced significant historical regional geochemical results with consistent grades of around 62%Fe; with some grades up to 66.30%Fe, and composite trench sampling has peaked at 89.25%Fe.

The geological model interpreted indicates a shear hosted mineralized zone within a sub-vertical structure, varying in width; up to a few hundred metres as at Bukit 3. The shear structures have provided a conduit for iron rich intrusives and forms an irregular dyke-like body with occasional thickenings that have weathered to leave resistant or residual boulders of magnetite and hematite on the hilltops.

The Kunyit project is located within the Barisan Mountain Range, approximately 130 kilometres east-south-east of the deep sea port town of Padang in West Sumatra. Access from Padang can be achieved via Kotabaru Township, approximately thirty seven (37) kilometers north-north-east of Kunyit. Kotabaru is well serviced with infrastructure whilst also being linked to the Trans Sumatran Highway and Railway Line.

The Indonesian Government has significant Oil Palm Plantations in the area and sealed roads encroach within 10 kilometres of Kunyit; while well maintained gravel roads extend to the lease area.

High grade iron ore mineralisation along strike and down plunge of the Bukits provides a potential opportunity to develop a low cost deposit within a relatively short period.

For further information regarding the Kunyit Project area, please see the website at www.coziron.com.

Alternatively please contact:

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