

ASX ANNOUNCEMENT

Date: 6 February 2013



VICTORY MINES DISCOVERS STRONG STRUCTURAL TARGETS AT ITS JUNGLE WELL PROJECT

Highlights

- Strong structural target identified from the interpretation of a combined magnetic and radiometric survey which appears to control known rare earth mineralisation;
- Values of up to 12.8% total high grade rare earth oxide ('REO') previously found;
- Strike length of approximately 11km considered to be highly significant. Major faulting system discovered known to contain REO mineralisation.

Victory Mines Limited (ASX: VIC – 'Victory' or 'the Company') is pleased to announce that a recently flown combined magnetic and radiometric survey covering the Jungle Well project has been interpreted with significant targets generated for immediate follow up exploration. The detailed geophysical survey was flown by UTS Geophysics at a flight height of 25 metres with 50 metre line spacing. Figure 1 shows the project location.

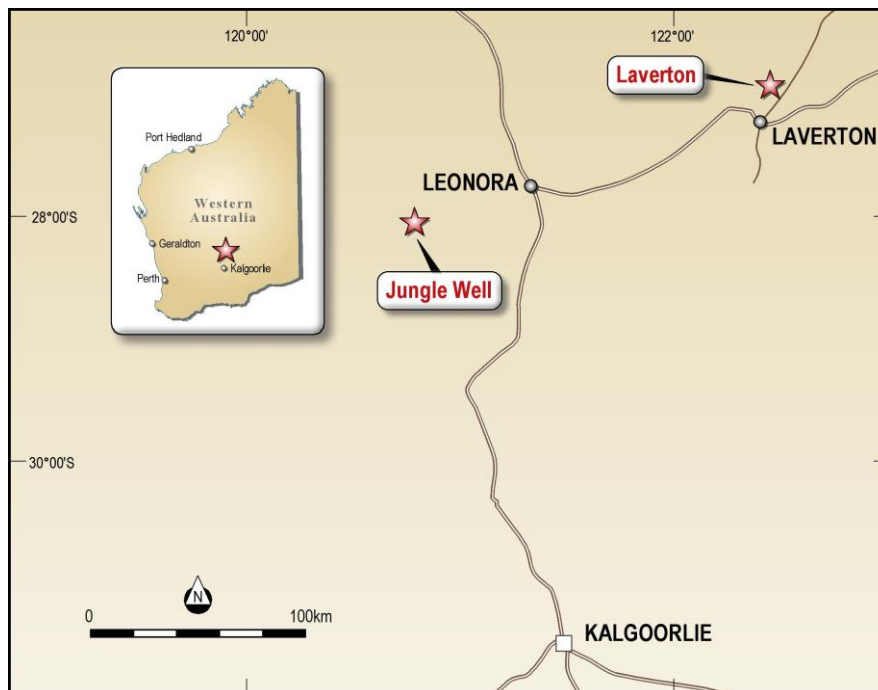


Figure 1 – Project Location

At Victory Mines **Jungle Well project (E29/679)**, previous explorers discovered REO mineralisation from trench sampling at the Redlings 3 prospect. Values of up to 12.8% total REO (with an average of 4.5% total REO) have been recorded from 20 samples within the trenches, which cover a strike length of approximately 80 metres. While REO's were recently discovered, past explorers also identified the Redlings 1 and 2 prospects which lie on the same regional structure as Redlings 3.

Figure 2 shows the locations of the Redlings prospects.

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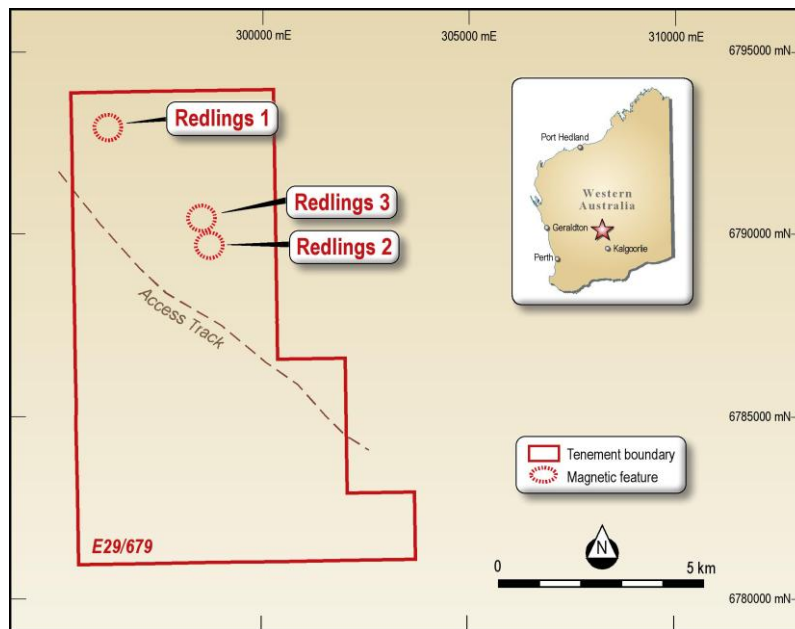


Figure 2 – Location of the Redlings Prospects

The recently flown geophysical survey identified a major regional structure which links all three Redlings prospects. This structure has a strike length of approximately 11km and is considered to be highly significant in controlling the distribution of rare earth mineralisation. The company will plan a high priority exploration programme focusing in and around this major faulting system already known to contain REO mineralisation. The geophysical survey also defined several other major structural features of interest. Figure 3 shows the structural interpretation.

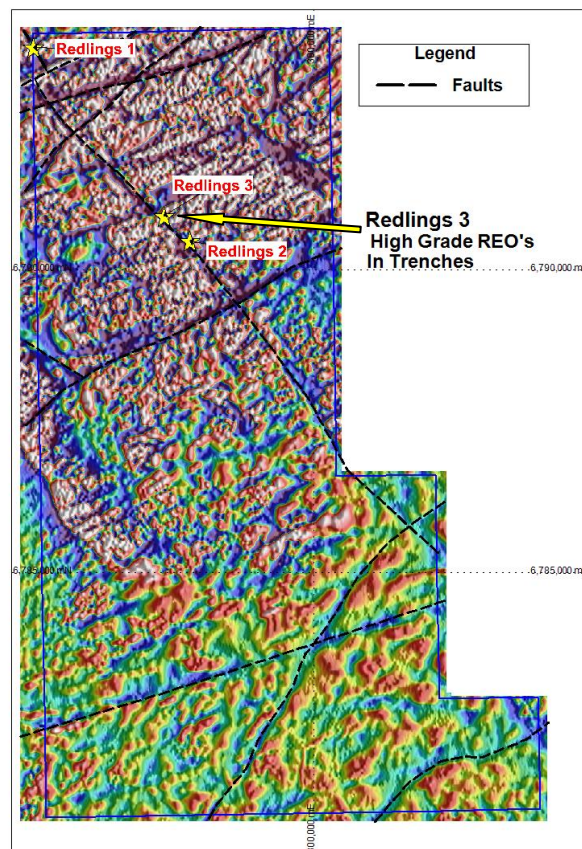


Figure 3 – Jungle Well Structural Interpretation from Magnetic Survey (RTP 1VD)

The major structure which passes through the three Redlings prospects will be the focus for the next phase of exploration. The company is now actively planning a geochemical soil sampling survey across this structure to assist in defining more discrete anomalies of interest so that we can ascertain future drill targets.

The Jungle Well project is a joint venture in which Victory has a 70 % interest. Victory is the manager and operator of the joint venture.

Enquiries

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About Victory Mines Limited

Victory Mines Limited is a Perth-based exploration Company with a portfolio of copper, nickel, base metals, rare earth elements, uranium, gold and platinum group element prospects throughout Western Australia. The company listed on the ASX in October 2012 and is seeking to maximise shareholder wealth through the successful exploration of its prospects.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Peter Peebles who is a Member of The Australasian Institute of Mining and Metallurgy and a Member of the AIG. Mr Peebles is employed by Darlington Geological Services Pty Ltd and is also the Technical Director of Victory Mines Ltd. Mr Peebles 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 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Peebles consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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