



## ASX Announcement

12 September 2016

### COMPANY DETAILS

**ABN:** 62 147 346 334

### PRINCIPAL AND REGISTERED OFFICE

Potash West NL  
Level 1  
675 Murray St  
West Perth WA 6005

### POSTAL ADDRESS

PO Box 1088  
West Perth WA 6872

**W** [www.potashwest.com.au](http://www.potashwest.com.au)

**E** [info@potashwest.com.au](mailto:info@potashwest.com.au)

**P** +61 8 9479 5386

**F** +61 8 9475 0847

### ASX CODE

PWN

### FRANKFURT CODE

A1JH27

### OTC PINK CODE

PWNNY

### CORPORATE INFORMATION

(12 September 2016)  
346M Ordinary shares  
36M Partly paid shares  
18M Listed Options  
6M Unlisted options

### BOARD OF DIRECTORS

**Adrian Griffin**  
(Non-Executive Chairman)  
**Patrick McManus**  
(Managing Director)  
**Chew Wai Chuen**  
(Non-Executive Director)  
**Natalia Streltsova**  
(Non-Executive Director)

### POTASH WEST – ADVICE TO SHAREHOLDERS ON THEIR PRIORITY IN IMMEDIATE \$6m IPO AND ASX LISTING FOR DAVENPORT RESOURCES

#### HIGHLIGHTS:

- September 28 date set for Davenport Resources shareholders' general meeting to vote on planned \$5-6m Initial Public Offering (IPO), ASX listing and acquisition of East Exploration (EE)
- As EE is 55% owned by Potash West, our shareholders will have a priority entitlement in the Davenport IPO
- Davenport prospectus now lodged with ASIC and available on [www.davenportresources.com.au](http://www.davenportresources.com.au)
- IPO scheduled to commence in September, targeting IPO closure shortly after the Davenport general meeting
- Davenport to be focused on :
  - South Harz potash project in Germany's renowned century old potash mining and production region
  - High potential IOCG project in Northern Territory
- Potash West to receive 19.2 m Davenport shares (approx. 25% of the company)

As has been previously announced, East Exploration Pty Ltd (EE), 55%-owned by Potash West NL, is being sold to Davenport Resources (DAV), which planning to list on the ASX. EE is focused on potash exploration projects in central Germany, a long-term and current potash producing region.

The linked transactions are now close to completion, with the final corporate activity being a meeting of Davenport shareholders to approve the EE transaction. The meeting is scheduled for 28<sup>th</sup> September 2016, at level 14, 31 Queen Street Melbourne Victoria.

Davenport and Potash West shareholders as at the 8 September 2016 record date are to have priority entitlements to DAV shares in the associated IPO which is targeting a capital raising of between A\$5-6 million.

Potash exploration activity will commence shortly, on the Gräfontonna exploration licence (Refer Figures 1 and 2), to review the significant amount of historical geological data available. Results from that will be available in early 2017. Drilling targeted for the Kullstedt licence is currently in the planning and approval process.

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Figure 1 – South Harz project - location

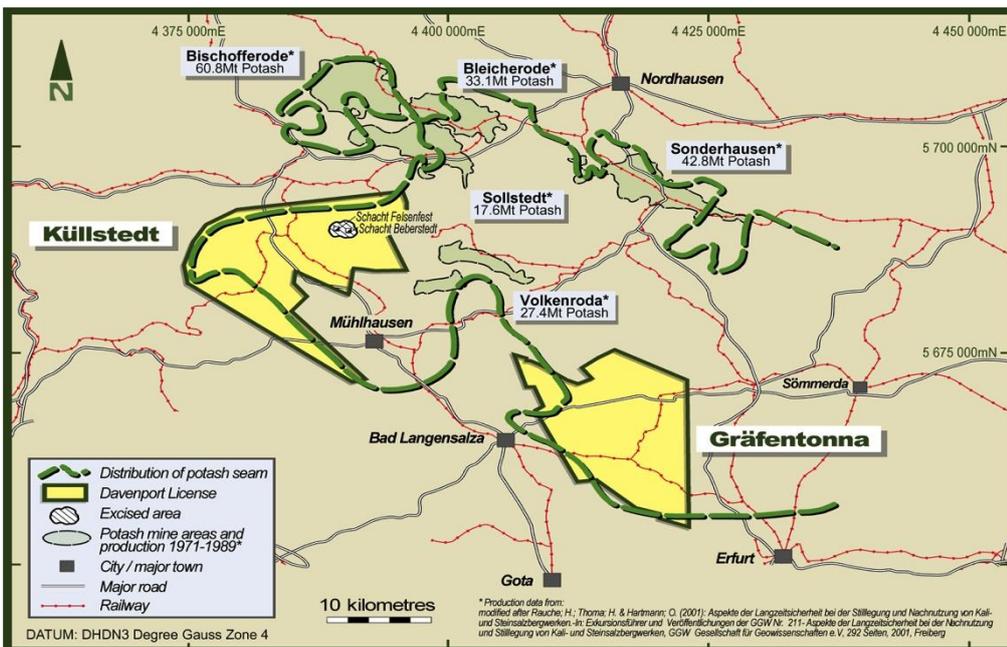
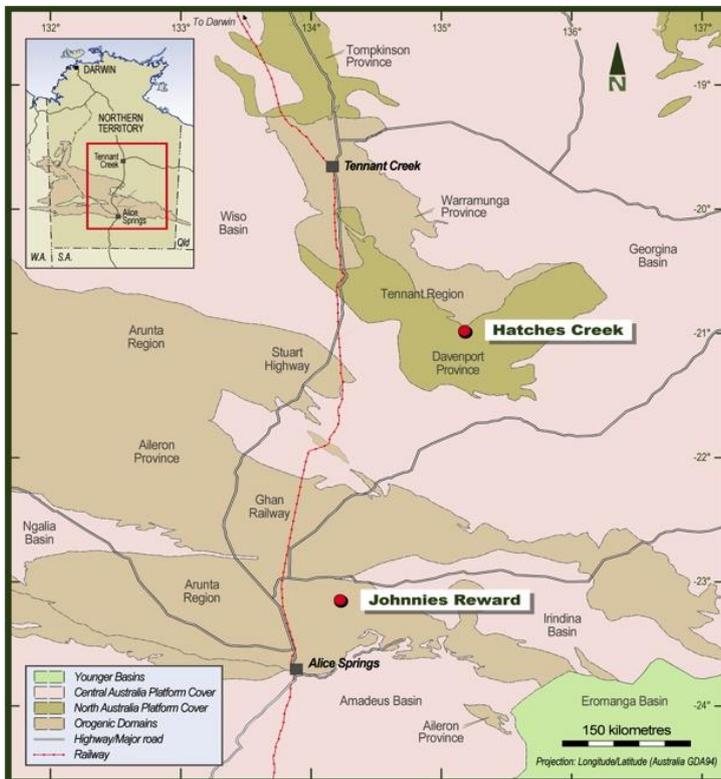


Figure 2 – South Harz potash field, Licences and previous production

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### Potash West Managing Director, Mr Patrick McManus:

“The asset sale and resultant priority entitlement and new ASX listing process is an exciting milestone for Potash West shareholders. The anticipated fundraising will provide the financing to complete drilling programmes that should lead to the delineation of a maiden JORC compliant potash resource on Küellstedt. In addition, Gråfentonna has had previous drilling on the licence area, which has not been reviewed for more than 20 years, the review of previous work, that is in progress now, could generate further exploration and drill targets.



**Figure 3 Southern Cross Bore Project**

“Post the capital raising Potash West will own 19.2 million DAV shares (approximately 25% of the company) plus performance shares that will vest on achieving certain milestones, as detailed in the prospectus”

For further details please contact:

Potash West NL:

**Patrick McManus**

Managing Director

Mob: +61 408 956 798

Email: [patrick.mcmanus@potashwest.com.au](mailto:patrick.mcmanus@potashwest.com.au)

Web: [www.potashwest.com.au](http://www.potashwest.com.au)

“In the Northern Territory, the Southern Cross Bore project (Refer Figure 3), an asset currently held within Davenport, has good potential as an Iron Oxide Copper Gold (IOCG) deposit. Located just 75km from Alice Springs, the project comprises 600km<sup>2</sup> of exploration licences. Some significant results have been recorded from drilling in 2012, including 24m at 4.19 g/t gold and 0.33% Cu from 79m, and 34m at 3.83 g/t gold and 0.44% Cu from 63m.

“Under the transaction terms, Potash West shareholders are now assured of a direct and priority investment in Davenport through subscribing for shares in the IPO, to a value of \$1 million. Further details will be forwarded to PWN shareholders shortly, once the IPO is formally open. I encourage you to join with me in investing in Davenport’s potash and IOCG opportunities.”

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**About Potash West**

*Potash West (ASX:PWN) is an exploration company focused on developing large greensand deposits in West Australia's Perth Basin. The Company aims to define a substantial resource base and investigate how best to recover phosphate, potash and other minerals from the Dandaragan Trough. The project is well situated in relation to infrastructure, with close access to rail, power and gas. A successful commercial outcome will allow the Company to become a major contributor to the potash and phosphate markets at a time of heightened regional demand.*

*The Company has a major land holding over one of the world's largest known glauconite deposits, with exploration licenses and applications covering an area of over 2,600km<sup>2</sup>. Previous exploration indicates glauconite sediments are widespread for more than 150km along strike and 30km in width. Current JORC compliant Indicated Mineral Resources stand at 250Mt at 2.9% P<sub>2</sub>O<sub>5</sub> of phosphate mineralisation and 175Mt at 4.2% K<sub>2</sub>O, amenable to processing by the K-Max process (ASX release:3 June 2015). A pre-feasibility study is in progress for stage 1, production of phosphate fertilisers.*

*The company has 55% of a potash exploration project in the South Harz region of Thuringia, in Central Germany. The region has been a potash producing area for over 100 years.*