CURRENT NEWS RELEASE

AUSTRALIAN GOVERNMENT SUPPORTING NORTHERN AUSTRALIA QUEENSLAND MINING NATURAL RESOURCES INDUSTRY

UMACO AUSTRALIA has entered a phase of commercial interests that are in step with the Australian and Queensland government growth initiatives. The company is poised to become one of Australia’s largest Gold producers standing alongside Queensland’s most extensive and valuable resource companies for precious metals.

“The Company is Australia’s Newest Technological Gold Miner”

Spokesperson, Norm Dobson, Director of Global Business Development and Deputy Chairman says, “The Company has prolific Gold projects that lay within the largest gold belts in Queensland Australia, stretching across the Queensland northern Galilee to the southeast Bowen Basin.

Under an immediate focus the company is poised on underground narrow vein mine developments within the Leyshon Gold corridor of Charters Towers. At present they’ve discovered an undeveloped mesothermal ore body containing Queensland’s highest grade intersection (6m up to 1340g/t Au). The ore extends from the largest and deepest Gold chamber in Australia defined by extensive drilling and analysis supported by technical reports to depth.

The company’s broader interests, spreads across Northern Queensland bound by ancient buried Post-Neoproterozoic’s Palaeo channels and deep leads. Their Northern districts projects encompass Pentland to Georgetown, and Palmer Gold Fields in breath-taking magnitudes of 33,000 square kilometres.

The Company’s mineral arm is supported with high quality resources, visioned on established criteria delivering beyond a billion cubic metres of known significance to date. All projects are supported by sound methodology and geotechnical models unique to their own independence.

Under the gravity of their size and capacities consolidated in feasibility studies and broader forecasts, on site analysis and investigations to date show extensive clarified resources.

Their surface projects are two (2) established massive opencast longwall bulk material alluvial developments. Both surface projects contain identified acute low grade and high grade Gold deposits based on essential criteria for world class average gold grade recovery.

Both surface projects are geotechnically defined at large containing magnitudes of bulk materials with gold and accessory economic grade industrial minerals and rare earths. Under sustained
Emerging Gold Producer with Major Mining Vision

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economic consideration the by-products add significant added value to gold production and increased support. Gold variables within these resources range from low grade magnitudes in surface Palaeo Channels at 0.3gAu/t to high grade significance of 1.5 Oz Au up to 3 Oz Au/t ore in adjacent multiple deep leads.

These projects are geotechnically constructed on an insitu run of ore in ‘low Gold grade controlled environments’ supported by high grade industrial mineral deposits. When processed the mine production run of ore is designed to accumulate bulk material compounding the Gold into a super concentrate. This process is repeated into reduction cycles which upgrade into super-grade concentrates, in turn, delivering ounces per ton of concentrates, which are in direct contrast to traditional methods of production and recoveries. Current exploration projects assessed, define over 2,000,000 ounces of Gold with an additional magnitude of Gold, industrial minerals and rare earths known and qualified to exist. The Company’s resources are identified to contain over 30,000,000 ounces of Gold.”


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UMACO AUSTRALIA has entered a phase of commercial interests that are in step with the Australian and Queensland government growth initiatives. The company is poised to hold Australia’s largest single gold resource and become one of Australia’s largest gold producers standing alongside Queensland’s most extensive and valuable resource companies for precious metals.

Combined with its Industrial Minerals, Magnesite and Copper deposits UMACO AUSTRALIA’s Gold endowments tick well against the weaker resource sectors Iron Ore and Coal. UMACO will aspire to a leading edge as Gold leaps ahead whilst the Australian government enhances its massive White Paper Initiatives.

Australian government plans to spread our overcrowding cities by migrating its peoples and work forces and concentrating them into Northern Australia to capture the massive economic potential that it holds.

Australia’s slowdown in resource economics is now heavily supported by GOLD production as Australia is one of the largest producing nations on earth. When gold is developed in concert with the more open environment of the Australian Governments initiative, Australia’s gold deposits will turn the countries 2nd largest status into the largest magnitude of gold vaulted and exported on earth.

The white paper was produced before the current economic downturn of the mining boom for iron and coal however the focus is unchanged as the government aligns its massive future developments into the home area of UMACO AUSTRALIA where we already have a solid hold on a significant part of Northern Australia.
Barnaby Joyce has been sworn in as the new Deputy Prime Minister of Australia as the Prime Minister's new ministry is made official.

Prime Minister Malcolm Turnbull's new team now includes:

- Steve Ciobo as Trade Minister
- Darren Chester as Infrastructure Minister
- Alan Tudge as Human Services Minister
- Matt Canavan as “Minister for Northern Australia.”
- Dan Tehan as Minister for Defence Materiel and the Minister for Veterans Services

Mr Turnbull reshuffled his frontbench on Saturday, focusing on women and youth.
There is still much to do and I look forward to working with Josh Frydenberg, the Minister for Resources, Energy and Northern Australia, in helping Northern Australia live up to its enormous potential.


- Quote from The Guardian, “Australia’s resources minister Josh Frydenberg indicated the government was looking at ways to support mineral exploration in Australia, including using Geoscience Australia’s technical expertise to map deposits near the surface and to depths of hundreds of metres.” The Guardian 16th Feb 2016.

- Quote from Josh Frydenberg “It’s understood it could mean expanded ports in the Gulf to increase live cattle exports, the ability to transport more LNG to Asia, new airports servicing new mines and the communications and water infrastructure needed to support mini employment hubs.

The initiative could give a dramatic boost to north Queensland, which is struggling with high unemployment and even higher youth joblessness.

- Mr Frydenberg said: “This initiative will encourage the construction of infrastructure to support the expansion of industry and the northern Australian economy. The expectation is that this will also support local employment for northern Australians.

“Queensland is well-endowed with natural resources, and energy resources, agriculture, tourism and international education.”

Mr Frydenberg was also appointed Energy and Resources Minister. “So what I’ve been thinking about is how do I see my role as a Minister for Energy, Resources and Northern Australia as it applies to Queensland and I really look forward to working with the State Government ... to drive investment, growth and jobs.” The Courier Mail 26th September 2015.

Quote from Matthew Canavan “Minister for Northern Australia”, “There is still much to do and I look forward to working with Josh Frydenberg, the Minister for Resources, Energy and Northern Australia, in helping Northern Australia live up to its enormous potential.

I have said before that our job is to create a kind of "Brisbane line in reverse". I want an Australia where people want to move to north of the Tropic of Capricorn so they too can benefit from the huge opportunities that are here.
Doing this is important for our whole nation, not just the north. Further growth and development in Northern Australia will help grow the national economy as a whole, and take pressure off our congested capital cities.” The Bulletin 13th Feb 2016.

Photo: Centre Left: Malcolm Turnbull (Australian Prime Minister) Centre Right: Josh Frydenberg (Minister for Australian Resources, Energy and Northern Australia).

NORTHERN AUSTRALIA STRATEGIC PARTNERSHIP MEETING

On 11 December, I participated in the fourth meeting of the Northern Australia Strategic Partnership with the Prime Minister and the leaders of northern jurisdictions to discuss our shared goal of developing northern Australia. This was the first Partnership meeting since the release in June this year of the Australian Government’s Our North, Our Future: White Paper on Developing Northern Australia. I provided the meeting with an update on our progress in implementing the 50 policy measures, across 15 Commonwealth agencies, announced in the White Paper. We will continue to work together, across political parties and across all levels of government, to achieve our long term goal of unlocking the huge economic potential of Australia’s north. This work will benefit all Australians because a stronger north means a stronger Australia.

RESOURCES AND ENERGY (White Paper Initiative Pp 57)

Australia’s north could expand its market share as the ultra-reliable supplier of the minerals and energy that our trading partners need to fuel their growth.

The Government’s aspirations for resources and energy are:

• Australia positioned as Asia’s energy supplier of choice from a balance of sources — natural gas, uranium, coal and next generation biofuels

• a diverse portfolio of mining across the north including existing large scale resources such as iron ore, base metals and gold, and new mines for strategic minerals such as rare earths or uranium

• the north playing a leading role as the fertiliser supplier to Asia’s agricultural sector, becoming a net exporter of phosphate based fertiliser through new projects in the north, an entry into potash production, and capitalising on abundant gas to expand nitrogen fertiliser production

• rail links from the Northern Territory to Queensland through Mount Isa to transport minerals and agricultural products from the gulf country to Darwin, cutting shipping time and costs compared with hauling out to east coast ports

• expanded energy networks including connecting the north’s gas resources with east coast markets, and delivering cost competitive energy to projects in the north

• large scale development of next generation biofuels using algae, capitalising on the north’s abundant land, water and sunshine.
The following article is an important Milestone Indication of Gold:


Highlights of the above link: Australia Broadcasting Commission (abc.net.au/news/201602-16)

- **Australian mines produce around $15 billion worth of Gold each year**
- this year the precious metal has seen a meteoric rise
- 90 per cent of the Gold is exported
- Gold price is up around 15 per cent, currently trading around [the] $US1,250  "In Australian dollars the performance is above $1,700 an ounce, 20 per cent this year in just six weeks."
- Central banks are driving a lot of the demand for gold as they diversify away from the US dollar. Banks have bought over 336 tonnes up 25%
- not just central banks buying up Gold
- world as consumers look for a safe haven due to the weakening yuan
- Local Australian Gold Companies markets increased $3 Billion last week alone Collectively $8B to $26B in three months
- High USD spot gold prediction
- Low Australian Dollar is a boom for Australian gold producers and investors as a result of cheaper Australian cost price for Gold (this is a statement made by UMACO AUSTRALIA in reference to having the near perfect conditions to produce and sell it locally or export it regionally.