



EXCELLENCE | GROWTH | SUSTAINABILITY

## NEWSLETTER FEBRUARY 2016

### INGLEWOOD TEAM WELCOMES MG GOLD OWNER

MG Gold staff were pleased to welcome Mendel Gluck to site during October 2015. Mr Gluck travelled from the UK to meet the team and was able to see a range of site improvements since his previous visit.

Major achievements include on-going refurbishment of the gold processing plant including a new thickener, new site infrastructure (including offices and ablutions blocks), environmental planting, reclaiming of two old water dams, a new site water dam, drainage works, commencement of underground rehabilitation and Phase 2 Wolff shoot diamond drilling.

After his visit Mendel commented "I am very pleased to see the advances made on site since my last site visit. The team are working very hard to make the project a great success. They should be proud of their achievements".



*L-R: Mendel Gluck (Executive Chairman), Dr Simon Dominy (Chief Executive) and Thy Nguyen standing at the Maxwells Level 3 shaft station*

### FOSTERVILLE VISIT

During October 2015, MG Gold was also pleased to welcome Ian Holland, General Manager of the Newmarket Gold Fosterville mine to Inglewood.

MG Gold and Fosterville will develop a working relationship for the good of both projects. The Fosterville Mines Rescue Team have already held an exercise at the Maxwells mine, where they abseiled down the Maxwells shaft from surface to Level 2.



*L-R: Ian Holland and Dr Simon Dominy inspecting the quartz reef on the Level 3 south drive*

### REHABILITATION OF THE MAXWELLS LEVEL 3 PROGRESSES SOUTH TO LAIDLAWS

Following the earlier phase of drilling into Wolff Shoot, 3D computer modelling has indicated a mineralised zone worthy of further investigation. The modelling shows that the northern edge of the mineralisation lies at the end of the known Maxwells Level 3 south drive and close to Laidlaws Shaft.

As a result, MG Gold is now re-habilitating the original 1885-1887 south drive along its full 350 m length from Maxwells to Laidlaws Shaft. The drive follows a major fault structure, which for much of its length on Level 3 contains a strong quartz vein.



*Mining crew Shaune Paton and Steve Paton with Mendel Gluck on Maxwells Level 3 south*



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Given the age of the level, it requires cleaning out, re-tracking, re-servicing (e.g. air and water) and supporting along its entire length.

MG Gold has been working with Associate Professor Bre-Anne Sainsbury of Monash University to optimise its ground support strategy. Ground support includes the placing of mesh and straps secured by rock bolts. Where possible, original timbering has been retained and supplemented by new timbers. In some places the drive requires widening by blasting to allow safe access and operation of modern equipment.



*Refurbished Maxwells Level 3 south*

As part of the refurbishment process, geological mapping and sampling is being undertaken along the drive. This will allow the MG Gold geologists to determine if the reef contains gold and to assist in understanding the formation history of the reefs. All samples are sent to a laboratory in Ballarat for gold assay.



*Red lines mark chip-sampling site along the drive wall, Maxwells Level 3 south*

Completion of the Level 3 refurbishment will permit a new 120 m drive to be developed along the Wolff Shoot to allow geological mapping and sampling. An approx. 1,200 t bulk ore sample will be extracted and processed through the Maxwells plant.

### **DRILLING CONCLUDES ON WOLFF SHOOT AT LAIDLAWS**

Following earlier encouraging drilling, a further phase of drilling has been completed on Wolff Shoot, south of Laidlaws Shaft. Eleven additional holes totalling around 1,600 m were drilled, which brings the total number to 35 holes and 6,800 m.

All core logging is now complete, with 3D geological modelling in progress. Assays are awaited from a laboratory in Bendigo.

The programme aims to provide additional information on ground conditions and geology to guide the planned new development on Level 3.



*Senior Field Technician, Ron Sutton processing drill core at the Maxwells core shed*

### **ENVIRONMENTAL REHABILITATION**

In April 2015 the company commenced rehabilitation of several sites within the Maxwells site compound and in close proximity to the Kingower Township. Staff have prepared and planted thousands of Indigenous trees, shrubs and grasses suited to each planted area.

The prevailing dry conditions around Inglewood and surrounding districts lead to the implementation of a summer watering programme. The results have exceeded our expectations.



*Vegetation growth on a new bund at the Maxwells mine site*

### **CONTACTING MG GOLD**

Beyond community meetings, if you want more information on MG Gold please see our website:

Web: [www.mggold.net](http://www.mggold.net)

or contact our Community Liaison Officer, Heather Langshaw:

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