

Consultancy Agreement with Executive Chairman

As announced on 13 September 2013, the Company has engaged Mike Trumbull, previously the Non-Executive Chairman of the Company, to assume the role of Executive Chairman.

The Company has now entered into a Consultancy Agreement with Mike Trumbull.

The material terms of the Consultancy Agreement are as follows:

Commencement:	1 July 2013
Term:	Ongoing
Consultancy Fee:	\$163,875 per annum (plus GST)
Bonus:	In addition to the Consultancy Fee, the Board may determine in its absolute discretion to pay a bonus each year. The bonus will only be paid if the Board determines (at its absolute discretion) that all of the key performance indicators determined by the Board have been achieved. The bonus shall not exceed 40% of the consultancy fee per year.
Expenses and Benefits:	The Company will provide the use of a motor vehicle on a fully maintained basis other than fuel consumption for private use.
Termination:	<p>The Consultancy Agreement can be terminated upon 6 months written notice by the Company or 3 months written notice by the consultant.</p> <p>The Company may also terminate the Consultancy Agreement with immediate effect in specified circumstances (such as the occurrence of a material breach of the agreement or the occurrence of any act which is unlawful).</p>
Termination Payment:	<p>Subject to the requirements of the Corporations Act and the Listing Rules, if the Consultancy Agreement is terminated for any reason within 12 months of a change of control of the Company occurring, the Company will be required to pay an amount equal to 12 months consultancy fees.</p> <p>Subject to the requirements of the Corporations Act and the Listing Rules, if Mr Trumbull is removed as a director of the Company by shareholders at a general meeting, the Company shall be required to pay the consultant an amount equal to 12 months consultancy fees.</p>

NAGAMBIE MINING

Nagambie Mining Limited is an Australian ASX-listed gold company that is focussed on the discovery, evaluation and development of shallow, open-pittable and heap-leachable gold deposits.

The Company holds 100% of over 500 km² of exploration tenements in central Victoria encompassing historic goldfields at Nagambie, Redcastle and Rushworth. It is testing new structural and mineralisation concepts for gold mineralisation by employing geological, geophysical and geochemical techniques.

Nagambie Mining is also developing construction material opportunities at the Nagambie Mine site, principally for rock and sand products and to ultimately maximise the value of the freehold land owned by the Company at the mine.

SHARES ON ISSUE

264,440,832

ASX CODE: NAG

Nagambie Mining Limited
ABN 42 111 587 163

Registered, Operations & Head Office

533 Zanelli Road
Nagambie Vic 3608
PO Box 339

Tel: (03) 5794 1750
Fax: (03) 5794 1790

www.nagambiemininq.com.au
info@nagambiemininq.com.au

Board

Mike Trumbull (Chairman)
Geoff Turner (Exploration Dir.)
Kevin Perrin (Finance Dir.)
Alfonso Grillo (Company Sec.)

Restraint:

From the termination date, the consultant will be subject to various non-compete obligations for a period of 12 months.

A handwritten signature in black ink, appearing to read 'Alfonso Grillo', written in a cursive style.

Alfonso Grillo
Company Secretary