

CHAIRMAN'S ADDRESS
BY MR MICHAEL TRUMBULL AT THE ANNUAL GENERAL MEETING OF
NAGAMBIE MINING LIMITED HELD AT LEVEL 20, 31 QUEEN STREET,
MELBOURNE AT 11.00 AM ON MONDAY 16 NOVEMBER 2015

Good morning ladies and gentlemen.

In the letter to shareholders in this year's annual report, I covered the advancement of the following mining and resource projects:

1. The under-water storage of PASS from Melbourne excavations in the 1990s-era West and East Pits. PASS is sulphidic material that has the potential to oxidise into acids and sulphates if stored above ground;
2. The proposed heap-leach gold production from ore excavated at Apollo/Gladys in the Clonbinane Goldfield and at Wandean in the Nagambie Goldfield;
3. The sale of washed and screened aggregates, particularly to concrete producers, from the reprocessing of the 1990s-era heap leach material;
4. The 20-year lease by the Australian Department of Defence of the underwater explosives testing site at the Nagambie Mine; and
5. The Company's planning to be a long-term, low-cost landfill site for residual hard inert waste from Melbourne recyclers.

Company Name Change

The Company's wide portfolio of projects is the rationale for shareholders being asked today to approve a change of name from "Nagambie Mining" to "Nagambie Resources". I am pleased to report that the proxy voting has been overwhelmingly in favour of the name change, with only 0.09% voting "Against".

Very Supportive Shareholders

In total at the close of proxy voting, a high 54.2% of the issued shares were voted by proxy for the eight resolutions. The lowest Against vote was 0.08% and the highest Against vote was 0.17%, which may set some sort of record for a company with happy shareholders. It certainly sets the bar very high for future AGMs.

PASS Project

I'd like to say a bit more today about the PASS Project. Firstly, I am aware that there has been some confusion about under-water PASS storage and above-ground landfill waste storage at the Nagambie Mine. The Company intends to do both but PASS storage is being planned to commence first, in early CY 2016.

Nagambie Mining Limited 2015 AGM Chairman's Address

The potential revenue flow from PASS storage is very large for a small ASX-listed company such as Nagambie Mining. A significant re-rating could be expected if the back-filling of the pits with sulphidic material (below the water level) and oxidised material (both below and above the water level) was approved by the Victorian Department of Development, Jobs, Transport and Resources. The backfilling would be carried out as part of mine rehabilitation with reference to an Environmental Management Plan that would need to satisfy the requirements of the Victorian Environmental Protection Authority.

Positives for under-water PASS storage at the Nagambie Mine include:

- ✓ The best environmental solution for PASS excavated as part of Melbourne construction projects is to store the material underwater to prevent the oxidation of the sulphidic material;
- ✓ The water in the mine pits is strongly alkaline which acts as a natural buffer for PASS material;
- ✓ The water in the pits is not potable or usable for agricultural purposes as it is strongly saline;
- ✓ There is extensive surface clay at the degraded mine site which can be used as capping material for the stored PASS;
- ✓ Alternative above-ground storage in Melbourne landfill sites, after mitigation control including lime mixing, is very expensive and restricted due to the well-publicised looming shortfall in landfill space in Melbourne; and
- ✓ The mine is connected by 120 km of the Goulburn Valley and Hume Freeways to the Melbourne CBD and back-cartage of aggregates for concrete production is feasible.

Directors' Options

The directors of the Company each hold 1,000,000 options over Nagambie Mining shares, approved by shareholders at the 2010 AGM, that expire on 26 November 2015 and have an exercise price of 10 cents each. The directors are very confident about the Company's future and intend to exercise all of their options in 10 days' time whether the options are in the money or not. The total to be raised of \$300,000 will add to working capital for the Company.

Finally, once again I would like to thank my fellow directors and the small but focussed Nagambie Mining (read Nagambie Resources) management team for their continued efforts in advancing all aspects of the Company's activities.



Mike Trumbull
Executive Chairman