VENUS METALS
CORPORATION LIMITED

ASX Release: 14 October 2015 **ASX Code: VMC**

DOOLGUNNA REGION – CURARA WELL COPPER-GOLD PROJECT

AIRBORNE EM & DETAILED MAGNETIC MODELLING

HIGHLIGHT BRECCIA PIPE DRILL TARGETS

The Directors of Venus Metals Corporation Limited ("Venus") are pleased to announce that preliminary modelling of the recently completed Versatile Time-Domain Electromagnetic (VTEM) geophysical survey, and 3D inversion modelling of the recently acquired regional detailed magnetics, have **confirmed the presence of breccia pipe targets** within the Curara Well Copper-Gold tenement (ELA 52/3069). The VTEM survey has identified **34 anomalies, of which 8 are coincident with magnetic targets**.

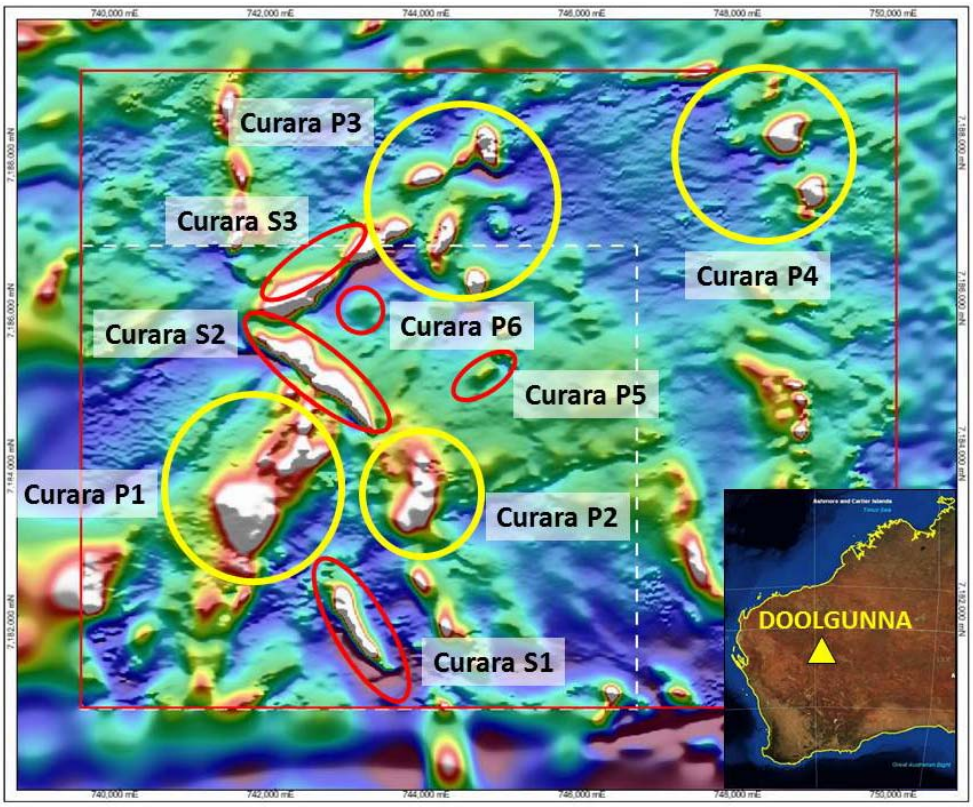


Figure 1 – Detailed magnetics image with preliminary magnetic breccia pipe targets (yellow P1-4) and additional VTEM/Magnetic targets in red.

Please Direct Enquiries to:

Matthew Hogan
Managing Director
Ph: 08 9321 7541

Mezzanine level, BGC Centre 28 The Esplanade, Perth WA 6000
Tel +618 9321 7541 I Fax +618 9486 9587 I www.venusmetals.com.au
ABN 9912 3250 582.

Kumar Arunachalam
Executive Director
Ph: 08 9321 7541

VENUS METALS
CORPORATION LIMITED

Venus has received the preliminary data from the modelling of both the VTEM and detailed magnetics. The VTEM data was survey was commissioned by Venus in September, flown by UTS and modelled by Core Geophysics in Perth.

Venus also acquired the 25m (multiclient) and 50 m line spaced (open file) magnetics for the tenement. This high resolution magnetic data set was imaged and 3D inversion modelling was completed by Southern Geoscience in Perth.

A summary of the results from the geophysical modelling is given below:

A. Breccia Pipe Targets

The VTEM and detailed magnetic surveys confirm the presence of breccia pipe-style targets at Curara Well. The historical exploration data for the region showed a number of pipes, or pipe-like clusters, within the tenement area. These pipes showed a similar magnetic signature to the Red Bore breccia pipe copper discovery adjacent to the high-grade Degrussa copper mine , 10 km to the south west of Curara Well (Figure 2).

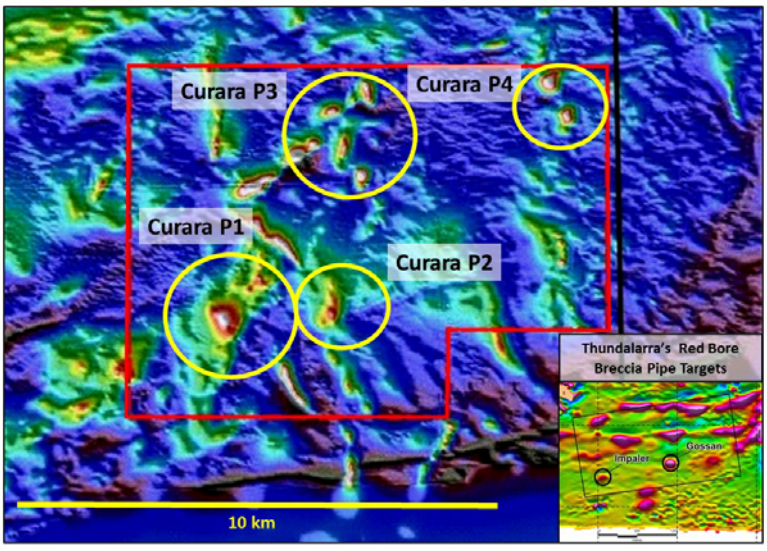


Figure 2 – Regional Magnetic image showing the tenement application (ELA 52/3069) outlined in red, with the Curara breccia pipe targets (P1-4) in yellow. An image of the Red Bore magnetics is provided for comparison purposes and is not in the correct geographical location.

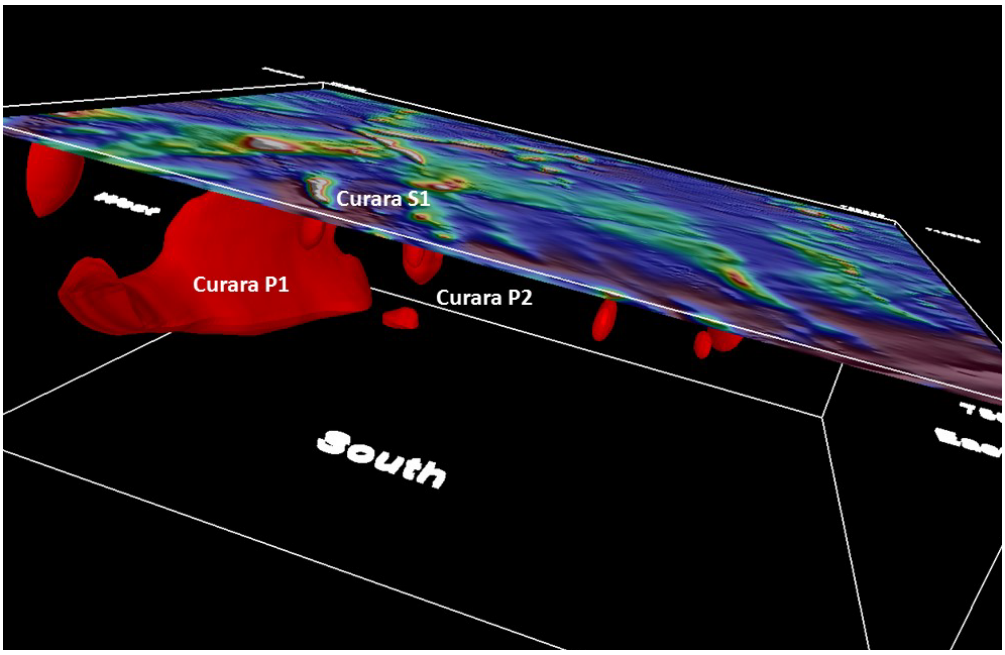


Figure 3 – 3D inversion modelling of the detailed magnetics, showing the high-strength Magnetic targets in red.

The geophysical data has confirmed the initial four breccia pipe target areas (Curara P1 to 4) as well as generating a further two pipe-like targets for investigation. A summary of the breccia pipe targets is provided below:

- **Curara P1 & P2** – modelling of detailed magnetics shows sizeable targets extending to depth (Figure 3). Review of the VTEM data suggests conductive palaeochannel materials are likely obscuring any potential deeper conductors beneath the palaeochannels that may be associated with the P1 and P2 magnetic anomalies. Forward magnetic modelling of P1 indicates the depth to the top of the magnetic source is approximately 200m below surface. Ground based EM surveys would be required to penetrate the conductive palaeochannel material and have the best chance at detecting potential deep conductors.
- **Curara P3** – this target area showed a number of pipe-like targets in the detailed magnetic data and a weak response in VTEM.

- **Curara P4** – The detailed magnetics have confirmed the presence of breccia pipe-style targets in the P4 area. VTEM has highlighted a number of anomalies for further testing within this target zone.
- **Curara P5 & P6** – these two targets where generated via the VTEM survey and lie between Curara P1 & P3; they are associated with subtle magnetic features.

B. Structural Targets

In the course of analysis of the breccia pipe targets at Curara Well a number to structural targets, related to dilational zones along faults and shears within the tenement area, were identified. These targets area typical of the structures hosting a number of the major gold mining centres in Western Australia, including the 6 million ounce Plutonic Gold Mine, less than 15 km to the north of the project area. The mineralisation at Plutonic is hosted by stacked sulphide lodes that maybe conducive to EM surveying and provide an analogy for targeting at Curara Well.

The VTEM and detailed magnetics have identified 3 significant structural targets requiring investigation (Figure 1), including:

- **Curara S1** – a northwest striking magnetic feature more than 800m long with associated VTEM anomalies,
- **Curara S2** – located adjacent to the P1 target, this target also strikes to the north west and is more than 1,800 metres long,
- **Curara S3** – the VTEM anomaly associated with this target strikes to the north east and lies adjacent to the magnetic high.

These sizeable targets require further investigation prior to drill testing.

EM and magnetic surveys at Doolgunna region has proven to be a highly effective means of confirming drilling targets. The Company is presently conducting a detailed evaluation of the historical exploration data, which includes surface sampling and shallow drilling and awaits the final VTEM data modelling in order to assist in the design of the future exploration programs.

Venus looks forward to updating shareholders as the exploration programs at Curara well develop and the tenement moves to granted status.

Competent Person's Statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr T. Putt of Exploration & Mining Information Systems, who is a member of The Australian Institute of Geoscientists. Mr Putt has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australian Code for Reporting of Exploration Results, Mineral Resource and Ore Reserves". Mr Putt consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Venus Metals Corporation Limited planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward-looking statements. Although Venus Metals Corporation Ltd believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

JORC Code, 2012 Edition – Table 1

Section 1 Sampling Techniques and Data

Criteria	Commentary
Sampling techniques	• A Versatile Time-Domain Electromagnetic (VTEM max) survey was conducted in ELA 52/3069. The survey was flown by UTS Geophysics with the VTEM max system on flight lines oriented 090-270° on 200m spacing, with the system specifications are summarised below. <u>VTEM max Configuration</u> Transmitter loop diameter – 36 m Peak dipole moment – 865,000 NIA Transmitter Pulse Width – 5 ms VTEM Receiver – Z,X coils Magnetic Sensor Helicopter Height - 90 meters EM sensor Height- 35 meters Magnetic sensor Height – 75 meters • Other details of sampling techniques is not applicable
Drilling techniques	• No Drilling activity undertaken
Drill sample recovery	• No drill samples collected
Logging	• Airborne VTEM survey and hence no logging
Sub-sampling techniques and sample preparation	• A Real time GPS system utilizing the Novatel WAAS enable OEM4-G2-3151W GPS receiver will provide in-flight navigation control. This system determines the absolute position of the helicopter in three dimensions. As many as 11 GPS and two WAAS satellites may be monitored at any one time. The position accuracy (CEP) is 1.8 m, with WAAS on – 1.2 m
Quality of assay data and laboratory tests	• No Assays carried out for this survey
Verification of sampling and assaying	• Not applicable for Airborne geophysical survey
Location of data points	• The VTEM survey was conducted along 188 line km (47 flight lines and each line is approximately 3-4 km long) within Curara Well Copper-Gold Project ELA 52/3069.

Criteria	Commentary
Data spacing and distribution	• The spacing between the flight lines is approximately 200m. Readings sampled to locations every 2-4metres along flight lines.
Orientation of data in relation to geological structure	• The flight path is approximately perpendicular to strike direction of geological structures and is sufficient to locate discrete conductive anomalies.
Sample security	• Data supplied directly by UTS Geophysics ensuring the data have not been manipulated or altered.
Audits or reviews	• The data were independently verified by Mathew Cooper of Core Geophysics.

Section 2 Reporting of Exploration Results

Criteria	Commentary
Mineral tenement and land tenure status	• Curara Well Copper-Gold Project Tenement ELA 52/3069 100% owned by Venus Metals Corporation Limited
Exploration done by other parties	• Historical exploration includes reconnaissance by Barrick Gold and sampling for diamonds, as well as shallow drilling for gold, by Astro Resources NL
Geology	• An initial evaluation of the tenement package shows the Curara Well tenement (ELA 52/3069) to host highly prospective geology for both base metal and gold mineralisation. Drilling by previous explorers within the tenement shows that areas previously mapped as 'granitic outcrop' are in reality a series of over thrust sheets of granite, below which is a preserved greenstone volcanic sequence. This sequence ranges in lithology from volcanoclastic sediments through to ultramafic volcanics; this same geological setting as is recognised elsewhere in the Marymia Inlier. • The initial interpretation of the bedrock geology at Curara Well shows a complex architecture of faulting and thrusting, which may have facilitated the emplacement of breccia pipes into the volcanic & basement stratigraphy. This interpretation conforms closely to the exploration model presently being successfully tested by Thundelarra, to the south at their nearby Curara Well and Red Bore prospects. Thundelarra are targeting the breccia pipes that may be associated with the deep seated 'feeder zones' for the volcanogenic massive sulphide ('VMS') mineralisation in the region.

Criteria	Commentary
Drill hole Information	• The tenement is yet to be granted and no exploration drill holes were drilled by Venus Metals.
Data aggregation methods	• No data aggregation for geophysical survey.
Relationship between mineralisation widths and intercept lengths	• No mineralisation widths and intercept reported for this geophysical survey.
Diagrams	• Location of VTEM flightpaths is presented in (ASX VMC Announcement 1 September 2015
Balanced reporting	• No balanced reporting in relation to grades are not applicable for VTEM survey
Other substantive exploration data	• 34 anomalies identified, of which 8 are coincident with magnetic targets.
Further work	• The Company is presently conducting a detailed evaluation of the historical exploration data, which includes surface sampling and shallow drilling and awaits the final VTEM data modelling in order to assist in the design of the future exploration programs.