



24 November 2014

ABN: 45 116 153 514

ASX: TMX

Term Sheet Signed – Settlement for the SR Mining Royalty with Terrain & Bligh

SR Mining (SRM) which is 71.9% owned by ASX listed Bligh Resources Limited (Bligh) and all other related parties have signed a Binding Term Sheet with Terrain Minerals Limited in relation to the Bundarra Tenement Sales Agreement (TSA) and The Inter Creditors Deed. All parties are now working towards a final settlement for the 28 November 2014, with relevant legal documentation being drafted by SRM/Bligh. This is a default settlement and has been agreed to by all parties so to avoid SRM being put into administration.

SRM and Bligh have settled their Royalty obligations with Terrain for the following:

- Immediate Return of Tenement M37/54 Great Western and all relating data.
- Cash consideration of \$165,000 plus GST at settlement.
- 4,400,000 Fully Paid Ordinary Bligh shares with no escrow.
- Bligh will give Terrain a PUT Option over 4 million shares with a 5 cents strike price and a expiry of 14 months, starting from the 28th Nov 2014 (total value \$200,000 plus GST).
- Terrain has agreed not to exercise the PUT Option for the first twelve (12) months and can only exercise the Option in months Thirteen (13) and Fourteen (14).
- Bligh to ensure as soon as possible that all relevant legal approvals are in place for the PUT option.
- All parties release each other of all contractual obligations and any future claims relating to the TSA, Inter Creditor Deed or other related agreements to this transaction once all obligations have been fulfilled.

The Board of Terrain is pleased to be able to move away and forward from these agreements, taking in account the current difficulties facing commodities prices and the resources sector in general. Terrain will keep the market updated as this transaction finalises.

Justin Virgin
Executive Director

| Principal Registered Office | Contact |
|--|---|
| Suite 1, Level 4, 66 Kings Park Road, West Perth WA 6005 PO Box 79 West Perth WA 6872 | Justin Virgin – Exec Director Ph:+61 8 9381 5558 Fax: + 61 8 6141 3599 |

terrain@terrainminerals.com.au

www.terrainminerals.com.au