



AuKing Mining Limited (ASX:AKN)



Exploration & Development

PROACTIVE INVESTORS PRESENTATION

14 JUNE 2017



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Exploration priorities change with increased data and knowledge, as such targets and concepts outlined in this presentation may or may not be tested or be tested by different means.

Exploration targets are conceptual in nature and drilling may not convert these targets to resources.



AKN MEXICO ACQUISITION – A NEW DIRECTION

- Previously carried out extensive exploration in Mount Isa region
- JCHX Group has recently become the largest shareholder in AKN – one of the largest mining contractors in China
- Name change to “AuKing Mining Ltd” approved by shareholders at May 2017 AGM
- Mount Isa projects now sold and Mexico (La Dura) is the first step in re-setting the Company’s activities
- Small scale mining of the high grade silver and gold has been carried out at La Dura for nearly 100 years. No systematic large-scale exploration program has ever been undertaken.

Now is an excellent time to become involved with AKN



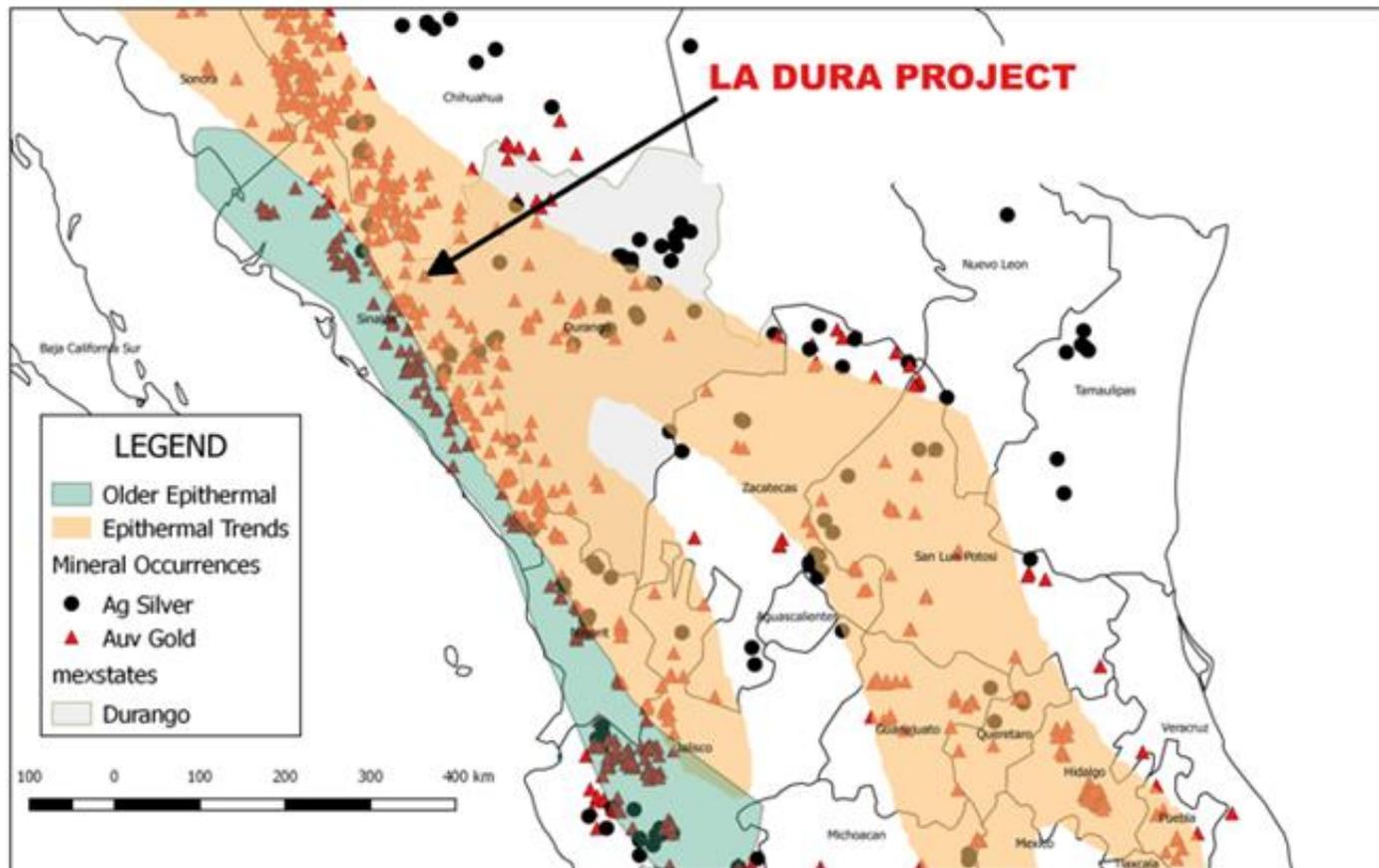
WHY MEXICO??

- **World's largest producer of silver (about 20% of world's total)**
- **Several large silver/gold mines in the Sierra Madre Occidental region**
- **Bonito Minerals founders were senior management of Bolnisi Gold – acquired and developed the Palmarejo silver/gold mine prior to being taken over by Couer Mining in 2007 for US\$1Bn**
- **Mining activities have been carried out in Mexico for >400 years – mining is readily accepted as an important source of local jobs and government revenue. The approvals process is generally favourable for mining**
- **Strong North American investor appetite for mining projects in Mexico**

LA DURA, MEXICO – PROJECT LOCATION

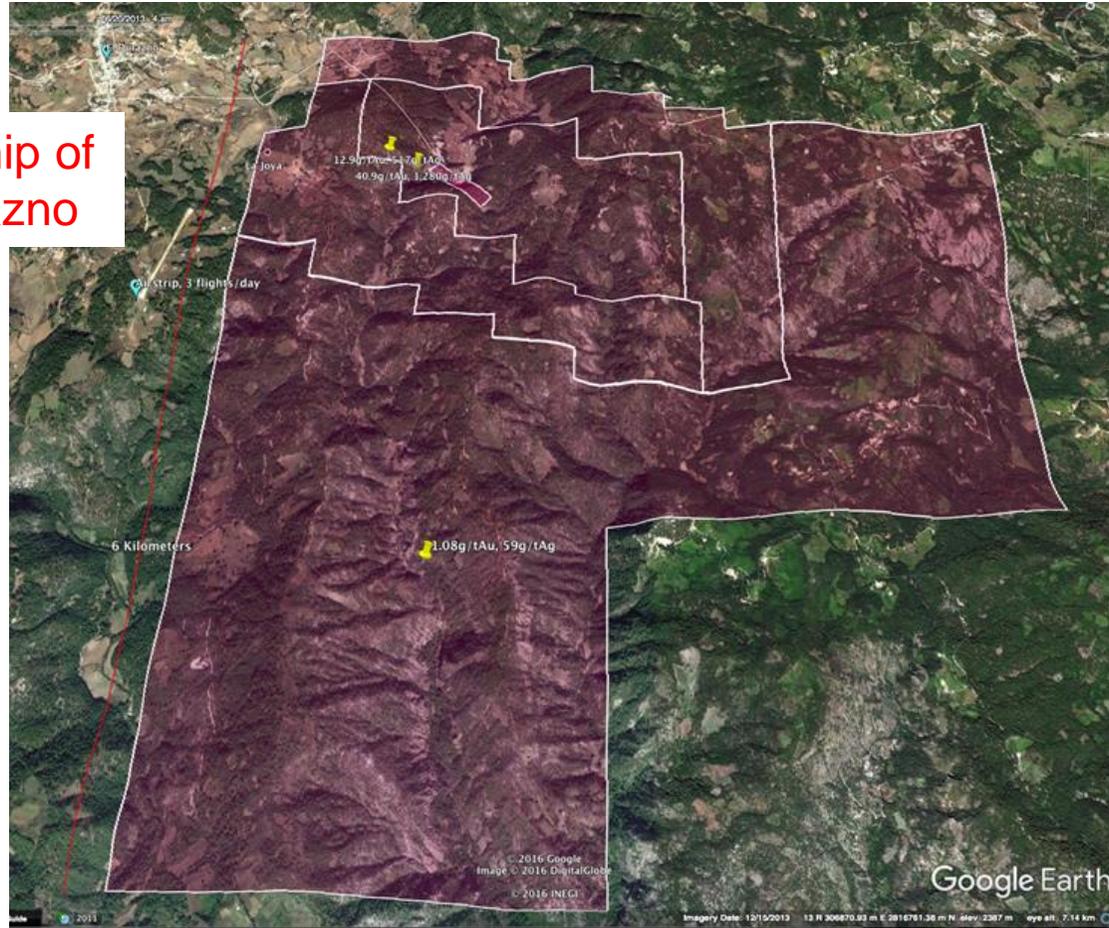


LA DURA – IN A REGION OF MANY MINING PROJECTS



LA DURA TENURES

Township of
El Durazno



HISTORIC “GAMBUSINO” WORKINGS



HISTORICAL MINING AT LA DURA

- From the early 1920s small scale mining extracted approx 400k tonnes of ore from La Dura. The estimated grade of the material mined in the early days was 15g/t Au and 1000g/t Ag.
- In 1975, a 20t per day beneficiation plant was installed and over a 2 year period material at an average ore grade of 4g/t Au and 400g/t Ag was processed.
- In 1979 the plant was upgraded to a 60t per day facility and up to 2013 (excluding the period 1999-2009 when the mine stopped operating due to low metal prices) approximately 300k tonnes of material was mined, generally at a grade of 2g/t Au and 200g/t Ag.
- During a period of significantly higher grade ore production (1997-98) the beneficiation plant was not used – the ore was direct shipped to the refinery. This ore graded up to 91g/t Au and 4240g/t Ag.

These historic workings provide clear pointers for future early drilling activities – La Dura is NOT a greenfield exploration project.



HIGH GRADE GOLD AND SILVER AT LA DURA

- AKN representatives recently attended the La Dura project area and collected several samples of ore and material from the historic mining workings.
- The mineralised veins contain very high grade material. Some of AKN's assay results contained samples with grades including:

18.7g/t Au and 514g/t Ag

26.4g/t Au and 988g/t Ag

36.4g/t Au and 1170g/t Ag

UNDERGROUND WORKINGS AT LA DURA



UNDERGROUND WORKINGS AT LA DURA (CONT)



PROPOSED AKN/BONITO ACQUISITION

The binding term sheet between AKN and Bonito Minerals provides, in summary, the following:

- **AKN has a two-staged process to acquire an initial 30% shareholding in Bonito as follows:**
 - **Payment of A\$350k and the issue of A\$125k in AKN shares (on signing the formal agreement mentioned above) to acquire an initial 14.2% shareholding in Bonito;**
 - **Payment of A\$400k and the issue of A\$125k in AKN shares by 31 October 2017 to acquire a further 15.8% shareholding in Bonito;**
- **AKN has an option to purchase a further 20% of the Bonito shares upon payment of a further A\$1.5M on or before 31 October 2018;**
- **AKN and Bonito also have an agreed process (by way of independent valuation) in the event that Bonito wishes to sell the La Dura project at some future time.**

This structure allows AKN to make incremental increases to its exposure in Bonito/La Dura as project activities increase.



WHY INVEST IN AKN?

- **A new major shareholder (that is a very large Chinese mining company) and Board that is focussed on securing high quality copper/gold/silver projects**
- **Mexican (La Dura) partners are very experienced and have successfully developed large mining projects before (eg Palmarejo)**
- **High grade mineralisation at La Dura is likely to attract significant investor interest – especially in North America**
- **AKN share price is currently low and, with addition of new projects such as La Dura, there is significant upside potential as project activities progress (eg drilling scheduled for August 2017)**
- **AKN has sufficient cash reserves to continue immediate project acquisition activities. Further capital raising planned (from existing shareholders in Aug/Sept 2017)**

AKN CORPORATE INFORMATION

Share and Financial Information

Share price (9-June-17) A\$0.007

Number of shares 886M

Market Capitalisation A\$6.02M

Cash (9-June-17) A\$1.5M

Debt (9-June-17) –

2M Performance Shares on issue

Directors

Dr. Huaisheng Peng Non-executive Co-chairman

Mr Paul Williams Managing Director

Mr Zewen (Robert) Yang Executive Director

Mr Qinghai Wang Non-Executive Director

Management

Mr Paul Marshall Company Secretary

Mr David A-Izzeddin Exploration Manager

CONTACT DETAILS

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