

27 August 2014

Hunter Resources plc
("Hunter" or the "Company")
(AIM: HUN)

HUNTER RESOURCES IDENTIFIES HIGH GRADE GOLD-SILVER TARGETS AT PAMPAMALI

Highlights

- **A review and digitisation of historical exploration data compiled by Buenaventura identifies high grade results at Pampamali including a 250m mineralised section of one vein averaging 3.93 g/t Au, 131g/t Ag, 1.42% Pb and 3.87% Zn.**
- **Numerous veins targeted in the review display high grade gold, silver and base metal mineralisation.**
- **Independent sampling by Gold Hunter of some of the veins the subject of the Buenaventura Data also confirmed the existence of good gold and silver grades.**
- **These results will progress Gold Hunter's understanding of the controls on mineralisation, accelerate resource definition and assist in establishing drilling targets.**
- **The Phase 1 exploration programme has commenced with first drilling targeted to commence by year end.**

Following re-Admission of the Company to AIM on 4th July 2014 and the completion of its acquisition of Gold Hunter SAC ("Gold Hunter") and its interest in the Pampamali project ("Pampamali") in Peru, the Company is pleased to announce encouraging results from its initial review and analysis of historical exploration work on the Pampamali project carried out by Compañía de Minas Buenaventura S.A.A. ("Buenaventura").

Gold Hunter is focused on developing high grade gold, silver and base metal projects in Peru. Pampamali is Gold Hunter's first project in Peru where it has the right to acquire up to an 80% interest.

Pampamali

The Pampamali Project consists of 8 exploration concessions with a total area of 3,500 hectares and is located in central Peru in the Department of Huancavelica, approximately 550 km by road from the City of Lima.

Pampamali is a potentially high grade gold, silver and base metal project, consisting of 36 mineralised veins identified to date from surface outcrops. Outcrops of between 100 and 2,000 metres in length exist with mineralised widths ranging from 0.20 to over 3.00 metres.

Buenaventura Data

Gold Hunter acquired data ("**Buenaventura Data**") in an historical exploration report

prepared by Buenaventura in 1998. It has digitised the information contained in the report into a geological database for the project. The Buenaventura Data contains multi-element analysis of 1087 samples as well as detailed surface mapping over many of the principal veins on the property. This mapping reviewed structures, veins, geology, and alteration zones and was completed to a high professional standard.

Buenaventura is Peru's largest publicly-traded precious metals company and a major holder of mining rights in Peru. The Company is engaged in the mining, processing, development and exploration of gold, silver and other metals.

The Buenaventura Data provides valuable assistance in understanding the controls and consistency of potential high grade mineralisation, which is a key priority for Gold Hunter's phase one work at Pampamali, and will assist progress in resource definition and identifying drilling targets.

The Buenaventura Data has identified and highlighted numerous mineralised veins and is being used as the primary source for the planning of Gold Hunter's initial 2014 sampling and drilling campaigns. The results from the review and digitisation of the Buenaventura Data include grades of up to 70 g/t Au, 2377 g/t Ag, 44.9% Pb, and 28.9% Zn.

Higher grade sections within four of the main veins (Santa Domingo, Gaviota, Victoria and Luz) have been identified as the priority targets from this historical sampling. Other veins are mineralised and will be the subject of future exploration. For example, a 70m long area of interest has been identified on the Melita vein but is not an immediate target until underground access can be re-established.

The results of the channel and rock chip sampling from both underground and surface from the Buenaventura Data are detailed below in Table 1.

In particular the Buenaventura rock chip and channel sampling identified the following zones with high grade potential. Some of these targets have recently been sampled by Gold Hunter during its initial assessment of the project, returning the following high grades of gold, silver and base metals:

Victoria vein	500m mineralised vein exposed of which a 250m section averages 3.93 g/t Au, 131 g/t Ag, 1.42% Pb and 3.87% Zn.
Luz vein	470m mineralised vein exposed of which a 200m section averages 8.84 g/t Au, 97 g/t Ag, 0.39% Pb and 4.16% Zn.
Gaviota vein	1,250m mineralised vein exposed of which a 90m section averages 7.93 g/t Au, 138 g/t Ag, 0.57% Pb and 0.41% Zn.
Santa Domingo vein	2,000m mineralised vein exposed of which a 350m section averages 0.57 g/t Au, 84 g/t Ag, 2.21% Pb and 2.00% Zn.
Melita vein	515m mineralised vein exposed of which a 70m section averages 2.63 g/t Au, 166 g/t Ag, 3.20% Pb and 4.90% Zn.

Current Exploration Programme

The Phase 1 exploration programme has commenced and is focused on confirming historical results and known vein targets and identifying new targets and concepts in previously unworked portions of the property.

This work will allow drill targets to be defined during the 2014 calendar year with drilling targeted to commence by year end.

A large number of additional mineralised veins have been identified from the mapping of the property by Gold Hunter that were not sampled by Buenaventura. These areas will be further mapped and sampled during the upcoming field program.

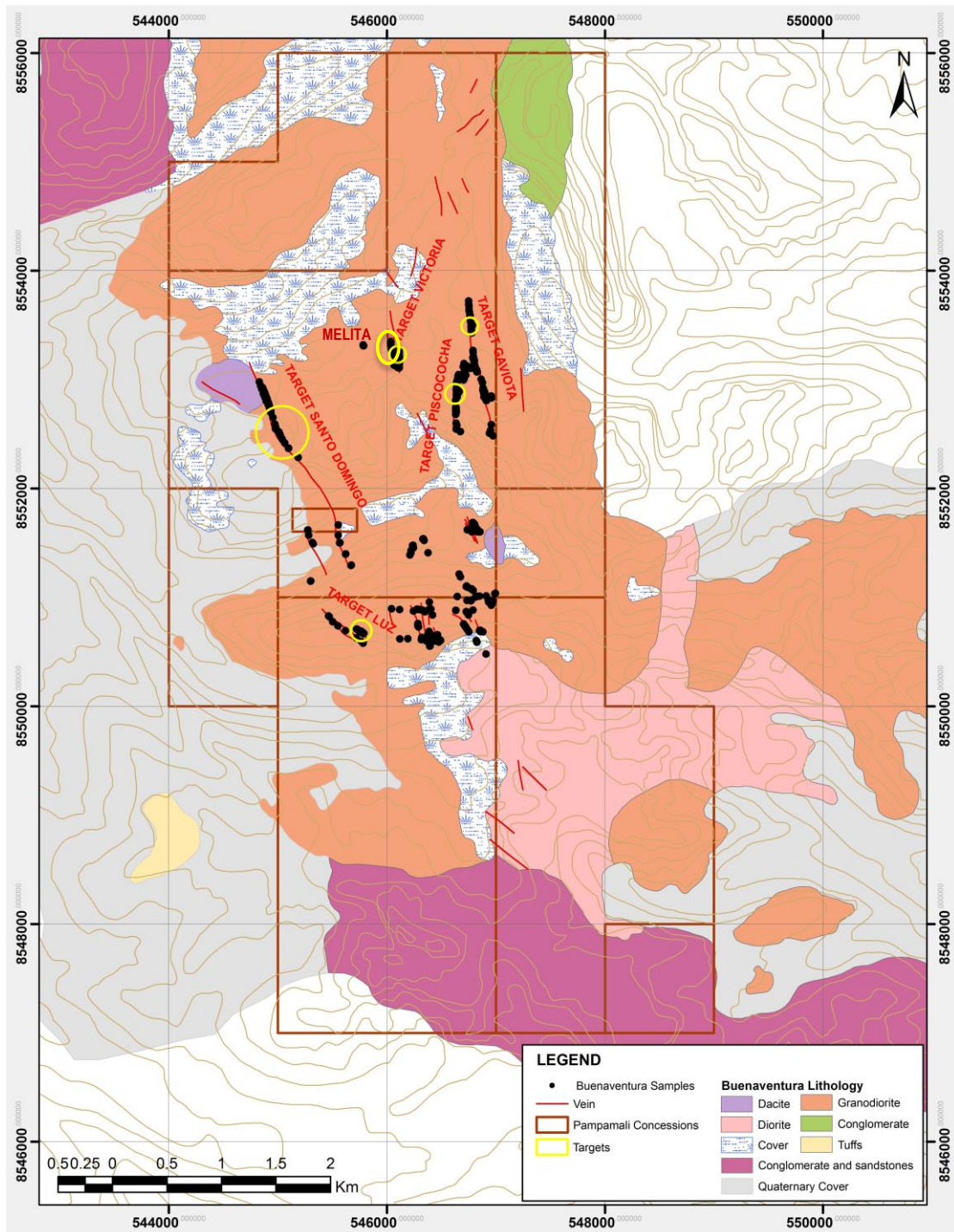
Simon Hunt, Executive Chairman of Hunter, said "We are very encouraged by the excellent results from the initial review of this historical data on Pampamali as it helps fast track our exploration programme as well as our understanding of the controls and known mineralisation all of which will assist in identifying our first stage drilling targets".

In accordance with the guidelines of the AIM Market of the London Stock Exchange, Andrew Richards BSc (Hons), DipEd MAusIMM MAIG MSEG GAICD, a Director of Hunter and a qualified geologist with over thirty years of experience in the mining industry, is the qualified person as defined in the London Stock Exchange's Guidance Note for Mining and Oil and Gas companies, who has reviewed and approved the technical information contained in this announcement. Mr. Richards has also relied on primary information supplied by staff and third party consultants in carrying out his review."

For further information, please contact:

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Additional Information



Digitisation of Buenaventura mapping of lithology, veins and sample locations. Shown with the Hunter Resources concessions

Table 1: Summary of Buenaventura assay results*

*Reported Buenaventura sampling comprised both channel samples and rock chip samples. Mapping and sampling was undertaken of both underground and surface exposures although:

- not all veins have been sampled
- underground and surface sampling has not covered the full extent of the mineralised vein
- some sampled veins may extend under cover.
- **The targets below are some of the areas of interest within the vein where mapping and sampling to date has demonstrated continuity and elevated grades**

Victoria							
	Length (m)	Samples	Au g/t	Ag g/t	Pb %	Zn %	Au Equiv g/t
Max values			24.05	2376	8.8	28.9	
Underground sampling - average		76	4.04	111	1.40	4.25	9.17
Surface sampling - average		13	3.18	266	1.57	1.26	9.26
Target	250	14	3.93	131	1.42	3.87	9.18

While the Victoria vein is mineralised over 500 m, an initial portion over 250m has been highlighted with elevated grades and will constitute the initial Targets. Independent surface sampling by Gold Hunter returned best values in this portion of the vein up to 2.32 g/t Au.

Luz							
	Length (m)	Samples	Au g/t	Ag g/t	Pb %	Zn %	Au Equiv
Max values			32.8	357	2.98	10.1	
Underground sampling - average		44	5.42	65	0.27	3.05	8.43
Surface sampling - average		3	1.4	11	0.05	.12	1.68
Target	200	22	8.84	97	0.39	4.16	13.11

While the Luz vein is mineralised over 470 m, an initial portion over 200m has been highlighted with elevated grades and will constitute the initial Targets. Independent surface sampling by Gold Hunter returned best values in this portion of the vein up to 26.6 g/t Au.

Gaviota							
	Length (m)	Samples	Au g/t	Ag g/t	Pb %	Zn %	Au Equiv g/t
Max values			69.9	983	3.01	2.8	
Underground sampling - average		74	4.52	111	0.63	2.58	8.24
Surface sampling - average		96	2.19	53	.34	.15	3.36
Target	90	14	7.93	138	0.57	0.41	10.78

While the Gaviota vein is mineralised over 1,250m, an initial portion over 90m has been highlighted with elevated grades and will constitute the initial Targets. Independent surface sampling by Gold Hunter returned best values in this portion of the vein up to 3.44 g/t Au.

Santo Domingo							
	Length (m)	Samples	Au g/t	Ag g/t	Pb %	Zn %	Au Equiv
Max			22.3	917	9.58	11.6	
Underground sampling - average		140	1.49	62	0.98	1.46	3.94
Surface sampling - average		36	3	91	1.12	1.15	5.83
Target	350	140	0.57	84	2.21	2.00	4.41

While the Santo Domingo vein is mineralised over 2000m, an initial portion over 350m has been highlighted with elevated grades and will constitute the initial Targets. Independent surface sampling by Gold Hunter returned best values in this portion of the vein up to 2.94 g/t Au.

Melita							
	Length (m)	Samples	Au g/t	Ag g/t	Pb %	Zn %	Au Equiv g/t
Max values			8.8	2180	44.94	20.45	
Underground sampling - average		216	1.47	85	1.47	3.42	5.72
Surface sampling - average		19	1.5	89	2.04	1	4.75
Target	70	55	2.63	166	3.20	4.90	10.10

While the Melita vein is mineralised over 515 m, an initial portion over 70m has been highlighted with elevated grades and will constitute the initial Targets. Independent surface sampling by Gold Hunter returned best values in this portion of the vein up to 13.05 g/t Au.

Notes

*Gold equivalent grades (g/t AuEq) are in-situ values calculated as Au g/t + (Ag g/t)/60 + (Pb %)*0.58 + (Zn %)*0.58. Metal prices are assumed to be US\$1200/oz Au, US\$20/oz Ag, US\$2200/t Zn and US\$2200/t Pb. No recoveries have been applied in calculating gold equivalent grade.*

*Notwithstanding the professionalism of the Buenaventura Data, **this historic data is not compliant with the JORC 2012 reporting requirements** and must be taken as a guide for exploration only and should not be combined into any resource calculation.*

The Melita "Target" follow up sampling will be delayed as the underground workings are currently inaccessible. If the Buenaventura sampling results are confirmed through the coming campaign, Melita will become a viable underground drill target due to its proximity to the Victoria vein.

Statistical differences between the underground and surface sampling results from the Buenaventura Data are likely explained by two main causes:

1. Difference in sampling material. Underground material is relatively unoxidised primary sulphide while surface material is significantly oxidised and may have undergone metal remobilisation.
2. Different sampling methodologies. Underground sampling specifically targeted base metal mineralisation and neglected the gold mineralisation. Surface sampling was more representative across the entire vein. This variation is most notable in the Piscococha and Santo Domingo veins, where the underground samples show lower gold values than the surface samples.

The planned Gold Hunter sampling and drilling campaign is designed to specifically control these variations, collect representative samples of the entire vein and define where the mineralisation is located within the veins, both on a tenement and small scale.

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