SALE OF MONGOLIAN COAL ASSETS

STATUS OF MONGOLIAN COAL ASSETS

The Board of Modun Respources (Modun or the Company) provides the following update on the status of the disposal of its Mongolian coal assets.

On 22 July 2015, the Company announced that it had entered into a conditional share sale agreement for the sale of 100% of the shares of Modun Resources LLC (the owner of the Nuurst Coal Deposit) to two Mongolian nationals in consideration for US$2,210,000. The agreement was subject to a number of conditions including the nationals paying a deposit. The Company did not receive the deposit and so the Company terminated the agreement.

The Company is pleased to announce that it has entered into a new share sale agreement on substantially the same terms whereby, Tian Poh Resources Limited **(ASX: TPO**) has agreed to acquire 100% of the shares of Modun Resources LLC (the owner of the Nuurst Coal Deposit) in consideration for US$100,000 and to acquire the intercompany debt in consideration of US$2,110,000 for a total consideration of **US$2,210,000**. The agreement is not subject to conditions and completion is expected to occur on Wednesday 26 August 2015.

INFORMATION ON TIAN POH RESOURCES

Tian Poh Resources Limited is a Singapore based company with highly prospective coal and copper assets in Mongolia. Founded by Mr Poh Kay Ping BBM PBM, a Director of the Poh Group, a Singapore based investment house, Tian Poh has ten mineral concessions within close proximity to the Chinese border and covers over 125,000 ha within world class mineral provinces. The concessions are in the same mineral rich belt that hosts the world class Tavan Tolgoi and Oyu Tolgoi deposits.

For further information on Tian Poh Resources, please refer to their ASX announcement platform with ASX Code: TPO.

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