

29th May 2017

WINDARRA GOLD RIGHTS AGREEMENT TERMINATED

Poseidon Nickel Limited (**ASX: POS, the Company or Poseidon**) advise that the Company and GTI Resources (**GTI**), (together the **Parties**), have agreed to terminate the Windarra Gold Rights Agreement (**Deed**).

On 24th January 2017, Poseidon Nickel Limited announced to the market the terms of an agreement reached with GTI for the sale of the gold rights on its Windarra tenements including the historic gold tailings. An ASX announcement on 16th March advised the Company had agreed to extend the due diligence period from 28th March to 28th May 2017 in return GTI agreed to pay a non-refundable extension fee of A\$100,000 paid on 28th March 2017.

As GTI has not paid the first consideration amount of \$975,000 due under the Deed by 28th May 2017, and the Parties have been unable to agree the terms for a further extension, the Company and GTI have agreed to terminate the Deed.

Poseidon will now consider whether to market the rights to others or exploit the opportunity itself.

CORPORATE DIRECTORY

Director / Senior Management

Chris Indermaur	Non-Executive Chairman
David Singleton	Non-Executive Director
Geoff Brayshaw	Non-Executive Director
Robert Dennis	Non-Executive Director
Gareth Jones	Company Secretary

Corporate Enquiries

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E: admin@poseidon-nickel.com.au

Shareholder Enquiries

Enquiries concerning shareholdings should be addressed to:

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P: 61 8 9323 2000

Principal & Registered Office

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P: 61 8 6167 6600
F: 61 8 6167 6649

Media Enquiries

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Home Exchange

The Company's shares are listed on the Australian Securities Exchange and the home exchange is Perth
ASX code: POS