

Fertoz

23 October 2017

ASX RELEASE / MEDIA RELEASE

Fertoz obtains promising new drilling permits

HIGHLIGHTS

- Fertoz secures new drilling permits at two properties in British Columbia, Canada: Barnes Lake and Bighorn
- Recent sampling work at Barnes Lake shows values of greater than 30% P₂O₅, with geology ideal for low-cost mining
- Both properties are close to road and rail infrastructure, ideally placed to deliver phosphate for the large and growing North American organic farming market

Organic phosphate development company Fertoz Ltd (“**Fertoz**” or the “**Company**”, ASX: FTZ) is pleased to advise that it has sought and successfully obtained new drilling permits for two promising projects in British Columbia, Canada.

The Mines Act permits allow Fertoz to conduct comprehensive diamond drill (core) and trenching programs on both the Barnes Lake (MX-5-813) and Bighorn (MX-5-814) projects for initial five-year periods.

Pat Avery, Fertoz Executive Chairman, commented:

“The Fertoz team has done a great job, in conjunction with the regulatory agencies in British Columbia, in securing these new permits to drill in two promising areas.”

“The Fernie area offers Fertoz several benefits. It typically has better weather and shorter winters than Wapiti, it is close to major truck and rail lines, and well located for shipment to both Canadian and US customers. We look forward to bringing together the team to successfully execute the drilling programs in early 2018.”

The following map locates the Barnes Lake and Bighorn properties relative to the Company’s existing claims.

ASX : FTZ



Registered Office

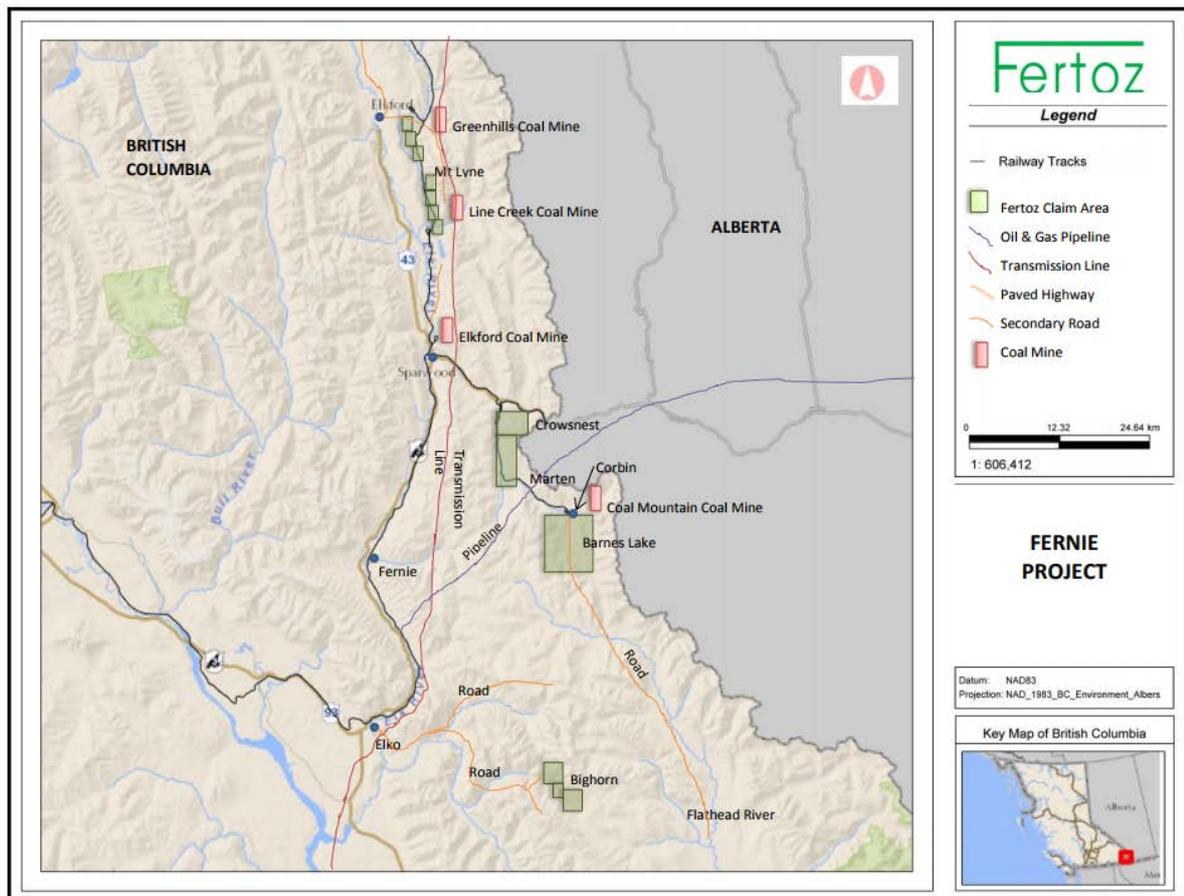
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Board of Directors

Executive Chairman	P. Avery
Non-Executive Director	J. Chisholm
Non-Executive Director	A. Byass
Company Secretary	J. McNally

Key Projects

Wapiti	Ownership: 100%
Fernie	Ownership: 100%
Fertoz Ltd	A.C.N. 145 951 622



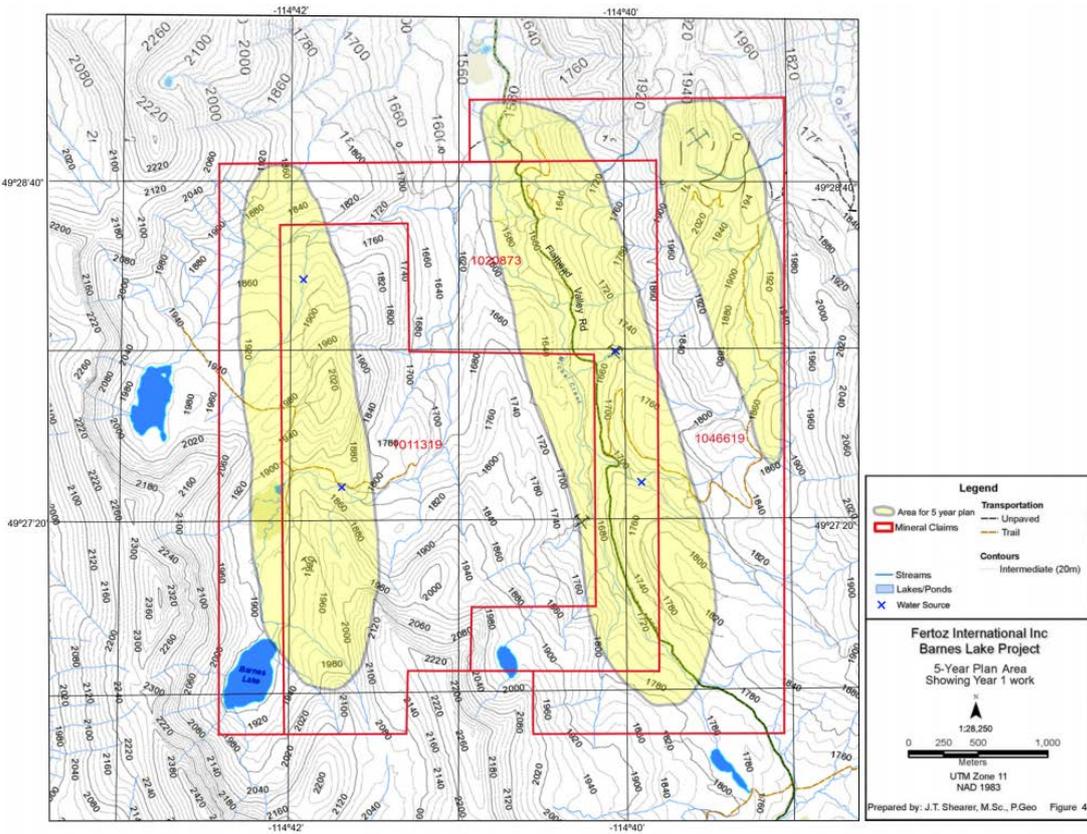
The Barnes Lake Project is located south of Fertoz’s existing Marten Bulk Sample project near the Coal Mountain Coal Mine and rail siding.

Historical work at Barnes Lake indicates sizable surface dip-slope, high-grade phosphate, ideal for low-cost mining.

Geological and sampling work that Fertoz has recently conducted shows that surface samples on West Barnes Lake return values of more than 30% phosphorus pentoxide. This confirms historical work and underpins the projects’ potential value for the Company.

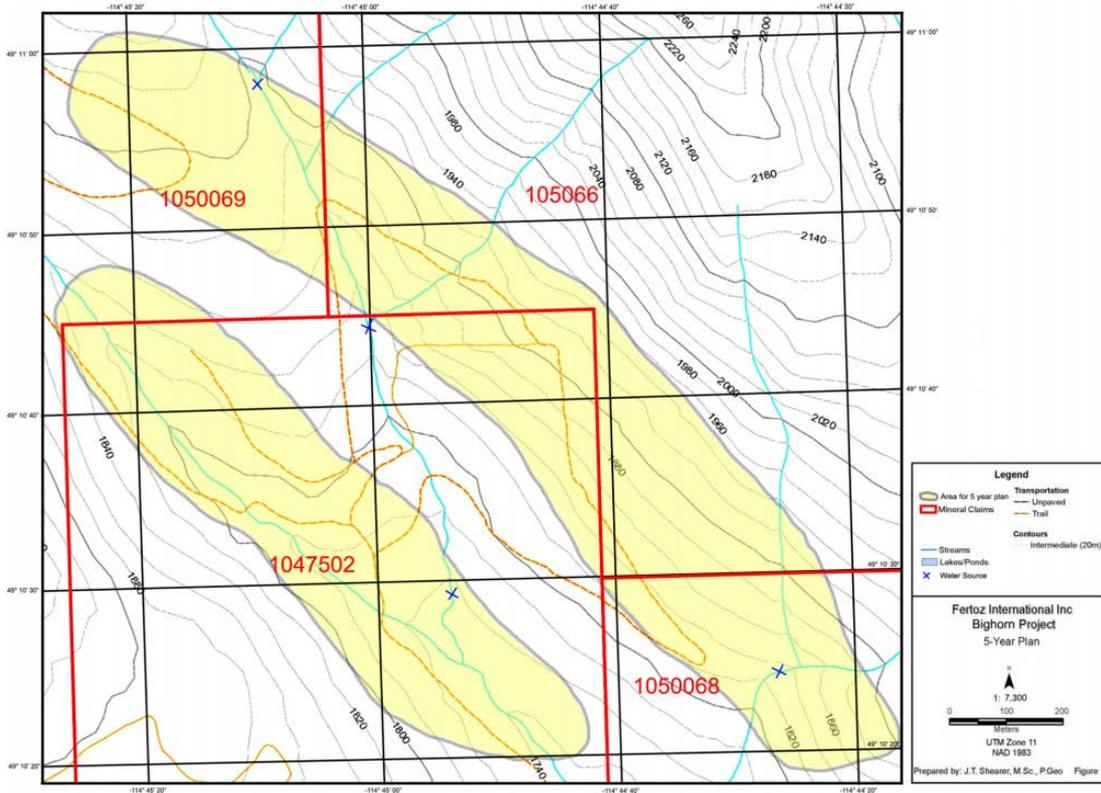
The Company plans to start work immediately on rehabilitating the road to the west of the Barnes Lake project in preparation for the early 2018 drill program.

The following chart shows the Barnes Lake project in more detail.



The Bighorn Project is located southwest of Barnes Lake, east of the community of Elko.

Roads on the Bighorn Project are in good shape and support a similarly low-cost drilling operation to commence in early 2018. The following chart shows the Bighorn project in more detail.



Fertoz anticipates a capital outlay of less than \$200,000 over the next two summers to complete the drill and trenching programs at both Barnes Lake and Bighorn.

Fertoz looks forward to commencing drilling at these promising properties to complement the Company's progress in marketing its premium organic phosphate products to a wide range of growers in Canada and the US.

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