

New project a "company maker" for Halcyon

Thursday, September 13, 2007
Colin Jacoby

HALCYON Group is set to become a nickel producer after signing a heads of agreement for the acquisition of mineral rights to laterite nickel deposits in Western Australia's Eastern Goldfields.

In a statement, Halcyon said the agreement with Wingstar Investments, owner of the Canegrass (formerly Siberia) nickel project, would allow Halcyon to develop, mine, process and sell a total of 140,000 tonnes of nickel as laterite nickel, beneficiated laterite nickel or processed nickel.

"The mineral rights allow access to a well developed first stage pit ready to be mined, subject to the normal mining approval process," Halcyon said.

"The vendor has completed in-fill drilling and the first stage pit is currently being optimised which will allow access to 'probable ore reserves' in the near future."

Halcyon said the mineral rights were on granted mining leases and there were no native title issues affecting the leases.

The company will commission a feasibility study into plans for a low-cost, low-risk starter project based on mining and supply to nearby laterite nickel producers.

Halcyon managing director Iggy Tan said the agreement with Wingstar would allow Halcyon to fast track its development program.

"The potential for this project is significant and will be a 'company maker' for Halcyon," he said.

"It can take many years to find and prove up prospective ground for a viable operation.

"By acquiring mineral rights to a well-developed deposit like Canegrass, Halcyon will be able to move immediately into feasibility studies and hopefully, production."

Investors welcomed today's news, driving the company's share price up 21% (0.7c) to 4.1c in morning trade.

[Click here to read the rest of today's news stories.](#)

MAKE
AN
IMPACT.



Amdel
MINERAL LABORATORY

**Amdel Acquires
Ultra Trace
Analytical
Laboratories**

ULTRA TRACE
GEOANALYTICAL LABORATORY

STORY IMAGE SLIDESHOW



RELATED STORIES

More nickel for Canegrass

(14 November 2007)

HALCYON has been rewarded for taking on the Canegrass nickel-cobalt project, with the latest drilling program resulting in high-grade nickel copper intercepts. - [more](#)

Halcyon expands nickel assets

(21 August 2007)

HALCYON Group has snapped up the nickel rights to the Siberia project -70km outside of Kalgoorlie from Monarch Gold Mining as part of its strategic focus more on nickel exploration and production in the area. - [more](#)

Solid hits for Halcyon

(13 April 2007)

THE latest drilling efforts at Halcyon Group's Blow North prospect within the Bardoc gold province in Western Australia, has returned shallow high grade gold hits of up to 15.3 grams per tonne

extended mineralisation to over 300m strike.
[more](#)

Halcyon changes name and tightens u shares

(14 September 2007)

ON THE back of its acquisition of the Canegras nickel project in Western Australia, Halcyon G changing its name to Nickelore and planning a capital restructure to finance development of i prospects. - [more](#)

RELATED COMPANIES

- [HALCYON GROUP LIMITED \[HCY\]](#)
-



[Email to a Friend](#)



[Print This Page](#)



[Feedback](#)