



21 October 2014

**PROPOSED SHARE CONSOLIDATION AND APPOINTMENT OF HELMSEC GLOBAL CAPITAL LIMITED
TO ASSIST WITH CAPITAL INITIATIVES**

- **Proposed 1-for-10 share consolidation to reduce issued shares outstanding to 62.9m, subject to shareholder approval**
- **Share consolidation will enable greater flexibility to undertake capital initiatives**
- **EGM scheduled for late November, with NOM to be despatched next week**
- **Helmsec Global Capital Limited appointed to assist with capital initiatives**

BMG Resources Limited (ASX: BMG) (**BMG** or **the Company**) is pleased to announce that it proposes to undertake a 1-for-10 share (and option) consolidation to reduce the number of issued shares to 62.9m. This will be subject to shareholder approval at an Extraordinary General Meeting to be held on Monday 24 November 2014. BMG has appointed Helmsec Global Capital Limited to assist the Company with the share consolidation and future potential capital initiatives.

The rationale for the share consolidation is that the number of shares on issue is relatively high for a company of our size, and the share consolidation will create a more appropriate capital structure and provide greater flexibility to undertake capital initiatives, both of which will ultimately benefit BMG shareholders.

A notice of meeting will be despatched in the coming days. The proposed timetable for the process is set out in the table below.

Share Consolidation Timetable

Event	Proposed dates
Shareholder approval of the Consolidation at the Meeting	Monday, 24 November 2014
Last day for trading in pre-Consolidated Securities	Tuesday, 25 November 2014
Trading in Shares on a deferred settlement basis commences	Wednesday, 26 November 2014
Last day for registration of transfers on a pre-Consolidation basis	Friday, 28 November 2014
First day for despatch of notice to each Security holder informing them of the changes to their holdings.	Monday, 1 December 2014
<ul style="list-style-type: none"> • Issue date • Last day for despatch of notice to each Security holder informing them of the changes to their holdings. • Last day for securities to be entered into the holders' security holdings to reflect the effect of the Consolidation. • Deferred settlement market ends. 	Friday, 5 December 2014

ENDS

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ABOUT BMG RESOURCES

BMG is an ASX-listed company (ASX: BMG), focused on the exploration and development of its highly prospective copper-gold project in the Republic of Cyprus (Treasure Project), and more recently the acquisition of a 12 month option to acquire an advanced heavy mineral sands project in Australia (Harts Range).

BMG's strategic acquisition of the Treasure Project in 2013 has provided the Company with an exploration footprint of ~120km² in Cyprus with significant leverage to an exciting mix of advanced prospects in a proven mineral district. The Treasure Project has multiple high quality exploration targets with copper and gold mineralisation identified across four main project areas - Black Pine, Vrechia, Kalavassos and Kambia.