

# MAXIMUS RESOURCES LIMITED

## QUARTERLY REPORT

PERIOD ENDING 31 December 2017

## SUMMARY

### CORPORATE

- Discussions continue with multiple miners and project developers to secure consistent and sustained supply of gold ore for Toll treatment through the Burbanks treatment plant.
- Continued review of gold projects within economic transport distances to Burbanks processing plant for either Joint Venture or purchase.

### WESTERN AUSTRALIA

#### BURBANKS GOLD TREATMENT PLANT

- Commissioning of the Burbanks processing plant commenced during September, and commercial Toll milling operations commenced during October.
- A total of 31,942 tonnes was toll treated during the quarter.
- A further 1,542 tonnes owned by Maximus were milled during the quarter.
- Additional work undertaken to included installation of a liquid cyanide storage and handling facility.
- A production water bore has been successfully drilled and commissioned, providing a reliable and significant water supply for potential throughput increases.

#### SPARGOVILLE PROJECT

- JORC 2012 Complaint Mineral Resource Estimate for Spargoville Project now stands at 112,000ozs, across five gold deposits.
- Preliminary pit optimisation analysis commenced during the quarter
- RC drilling samples collected from the Atomic Three gold prospect for analysis
- Lithium JV partner Lepidico report encouraging Lithium results from drill program

### SOUTH AUSTRALIA

#### ADELAIDE HILLS PROJECT

Bird in Hand Project

Terramin is;

- progressing Mining Lease Application to facilitate mining approval for the Bird in Hand project.
- seeking expressions of interest for the acquisition of the BinH project. MXR contingent payments and royalty are protected under the Share Sale Agreement and Royalty Agreement.

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**Figure 1:** Location Map

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## DEVELOPMENT AND EXPLORATION ACTIVITIES

### WESTERN AUSTRALIA

#### BURBANKS GOLD TREATMENT PLANT

*Maximus 100%*

The Company is pleased to report that the refurbishment works at the Burbanks mill have been completed and commercial Toll milling operations commenced on 7<sup>th</sup> of October. The commencement of mill production represents a significant milestone for the company, having acquired the Spargoville Project in August 2015, and the Burbanks Mill in August 2016, to now being in production.

Following completion of the plant refurbishment in September, commission of the facility commenced. The commissioning process involved introducing low grade feed to the processing circuit to achieve the required operating densities in the Leach and Adsorption tanks. Once the required densities were achieved, cyanide and lime were introduced to the circuit.

Minor plant interruptions were anticipated, and occurred during the commissioning phase, with steady state conditions achieved in early October. Toll milling of low grade ore supplied by Empire Resources Limited (Empire) commenced on a commercial basis on 7 October 2017. The process water for the Burbanks plant was historically supplied via two underground sources; Main shaft and Burbanks Underground. During recent mining operations conducted at the Burbanks underground project, the main borehole and pump were damaged and unable to be resurrected. During commissioning at the Burbanks processing plant, water was sourced from the main shaft supply line under an extraction agreement with Barra Resources Limited. Once processing commenced, the second source of process water was from a disused open pit under agreement with Kidman Resources Ltd. The open pit water source was depleted whilst a new water bore was being developed, resulting in reduced production in late October and early November. The new water supply bore into the Burbanks underground workings was commissioned in early November and continues to supply excess process water for the mill.

The supply of ore from Empire ran precariously low in November and the group was not able to recover ore stocks at the Burbanks plant, resulting in milling operations ceasing on 3 December 2017. The company notified Empire that Stand-down charges applied from the 4<sup>th</sup> December during the unplanned closure, resulting in Empire issuing a notice of termination of the Toll Milling Agreement on 5<sup>th</sup> December. The 30 day termination period required Empire to supply ore through to the 4<sup>th</sup> January 2018. However, with ongoing issues with the continuous supply of ore, agreement was reached to cease the Agreement early, and processing of Empire ore was finalised on 21 December 2017. A final Gold in Circuit (GIC) calculation was still in progress at the end of the quarter. The GIC calculation forms part of the final reconciliation and financial settlement process.

Maximus immediately recommenced sourcing ore stocks to feed the plant through the remainder of December and early 2018 to fill the gap left by the premature completion of the Empire feed. Maximus was able to secure 1,540 tonnes of ore to continue processing up to 25<sup>th</sup> December, before ceasing processing until early January, when a 6,000 tonne parcel of ore was due to be delivered to site for Toll milling.

Additional small parcels of ore may be secured for processing in January and February and negotiations on commercial terms continue. Discussions are continuing with ASX listed companies for the ongoing supply of ore from April 2018 onwards, the original timeframe for ore to replace Empire prior to its supply issues.

Incremental and capital responsible improvements were identified during the refurbishment process, and have been scheduled into the works program. These improvements allow increased reliability, lower production costs and contribute to improving the safety at site. Two significant improvements were made during the quarter.

Modification to the cyanide handling facility to enable liquid cyanide to be used is expected to marginally lower processing costs and improve safety.

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A production water bore has been successfully drilled and commissioned, allowing reliable and significant water supply for potential throughput increases.

#### Burbanks Mill Production

Month	Wet Tonnes	Dry Tonnes*
October	10,173	9515
November	14,473	13,500
December		
Empire	7,296	6,703
EGMS	1,542	1,443
<b>Total Tonnes</b>	<b>33,484</b>	<b>31,161</b>

\* **Note:** Dry tonnes adjusted for Conveyor calibration undertaken on 1 Dec and 27 Dec 2017

#### SPARGOVILLE PROJECT – GOLD RESOURCE DEVELOPMENT

*Maximus 100% (Larkinville 75%)*

The Company continues to focus on conversion of the five Mineral Resource estimates to Reserve category, conducting metallurgical recovery trials, undertaking initial pit optimisation analysis and higher level economic analysis to determine the optimum mining schedule. Following economic analysis of each project, permitting requirements and project development scheduling can be evaluated, which will determine potential mine development sequencing. All resources are situated on granted Mining Leases so the lead time to production is expected to be short.

The total 2012 JORC Complaint Resource Estimate for the Spargoville Project stands at 1,448,100 tonnes @ 2.41 g/t for 112,280Ozs.

Project	Tonnes	Au g/t	Ozs
<b>Eagles Nest</b>			
<b>Main Lode</b>	662,400	1.95	41,550
<b>FW Zone</b>	17,500	1.89	1,050
<b>Larkinville</b>	119,700	3.02	11,600
<b>5B</b>	75,300	3.07	7,700
<b>Redback</b>	441,200	3.02	42,900
<b>Hilditch</b>	132,000	1.77	7,480
<b>Total</b>	<b>1,448,100</b>	<b>2.41</b>	<b>112,280</b>

**Table 1:** Spargoville project Mineral Resource inventory.

#### SPARGOVILLE PROJECT – GOLD EXPLORATION

*Maximus 100% (Larkinville 75%)*

During the quarter, 254 drill samples were collected from a 10 hole, 1019 metre Reverse Circulation (RC) drilling program at the Atomic Three prospect. These samples will be analysed for gold mineralisation.

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The Atomic Three prospect is a lithium project held by Estrella Resources Limited on M15/101. Maximus holds 100% of the gold rights on this and six (6) other mining leases, all located south of the Company's Wattle Dam project.

The Atomic Three Prospect lies along strike, and directly to the north of the Widgiemooltha gold project held by Mincor Resources (see figure 2). Mincor has reported a global mineral resources estimate of 267,100 ozs<sup>1</sup> and has announced that gold mining and off-site toll treatment of gold production will commence in the March 2018 Quarter.

A broad structural trend aligns the Mount mine (369,000ozs<sup>2</sup>), the Widgiemooltha deposits,(267,100 ozs) and through the Atomic Three prospect region, and continues north towards the Wattle Dam mine (260,000 ozs). (See figure 2). This regional structure is interpreted to represent a splay off the adjacent Zeuleka shear zone which develops into the well-defined Spargoville Shear at Wattle Dam.

Whilst Estrella Resources is specifically exploring Atomic Three for Lithium potential, the coincidence of lithium and gold mineralisation is demonstrated within the region at the nearby Munda Mine where flat lying Lithium bearing pegmatite dykes intrude the greenstones hosting the Munda gold resource<sup>3</sup>.

#### SPARGOVILLE PROJECT – MORIARTY LITHIUM PROJECT

*Maximus 75% up to 100%*

The Moriarty Lithium Project includes approximately 15 km strike length of mafic-ultramafic rocks of the Norseman-Wiluna greenstone belt, situated 20 km south of the Mt Marion Lithium Mine (**Figure 3**). The presence of notable lithium micas within the Moriarty pegmatites gives rise to the potential for lithium mica resources that may be ideally suited for processing employing Lepidico's proprietary L- Max® technology.

Following the signing of a binding term sheet for an earn-in agreement covering the Spargoville Lithium rights in August 2017, Joint Venture party Lepidico commenced exploration at the Moriarty Lithium Project in December 2017. Field work at Moriarty included a soil geochemical sampling program over three areas prospective for lithium mica pegmatites, Lefroy, Sherlock and West Larkinville prospects.

Lepidico stated "*Preliminary results are encouraging and sufficient for drill target identification purposes*". Final results are expected in late January. A program of works ("PoW") application was lodged with the Department of Mines Industry and Safety Regulation ("DMIRS") detailing an initial drill program across the three prospects. Drilling is expected to commence during the March quarter 2018, subject to approval of the PoW by the DMIRS.

Lepidico is focused on exploration for and production of lithium. The Lepidico L-Max process has the ability to produce a high quality lithium carbonate product from lithium bearing micas, specifically Lepidolite and Zinnwaldite. Additionally, the process provides a high value Caesium and Rubidium residue. Maximus lithium project to date contains significant amounts of these prospective micas, which are also rich in both Caesium, up to 0.6% and Rubidium up to 2.9%, in rock chip samples.

As previously announced, MXR had identified several prospective lithium prospects, including a 200m long zone of extensive lepidolite mineralisation assaying on average 3.55% Li<sub>2</sub>O at Target 1, and a second zone of lepidolite and zinnwaldite mineralisation with rock chip results up to 5.29% Li<sub>2</sub>O, within an extensive Lithium anomaly some 1300m long by 400m wide, at the West Larkinville prospect.

<sup>1</sup> Mincor Resources, ASX announcement 7/11/2017, Gold Mineral Resources Inventory Update for the Widgiemooltha Gold Project.

<sup>2</sup> Focus Minerals, ASX announcement 14/04/2012, Focus Begins Accelerated Development of the Mount into New Stand-Alone Mining Operation.

<sup>3</sup> Estrella Resources ASX announcement 4/9/2017, Estrella to Acquire Munda Gold and Spargoville Nickel Projects.

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Lepidico is scheduled to make a further payment (Second Payment) to Maximus totalling \$120,000 either in cash or the equivalent value in fully paid ordinary Lepidico shares within 6 months of signing the binding term sheet. The second payment to Maximus of \$120,000 is due to be made in the March Quarter, 2018.

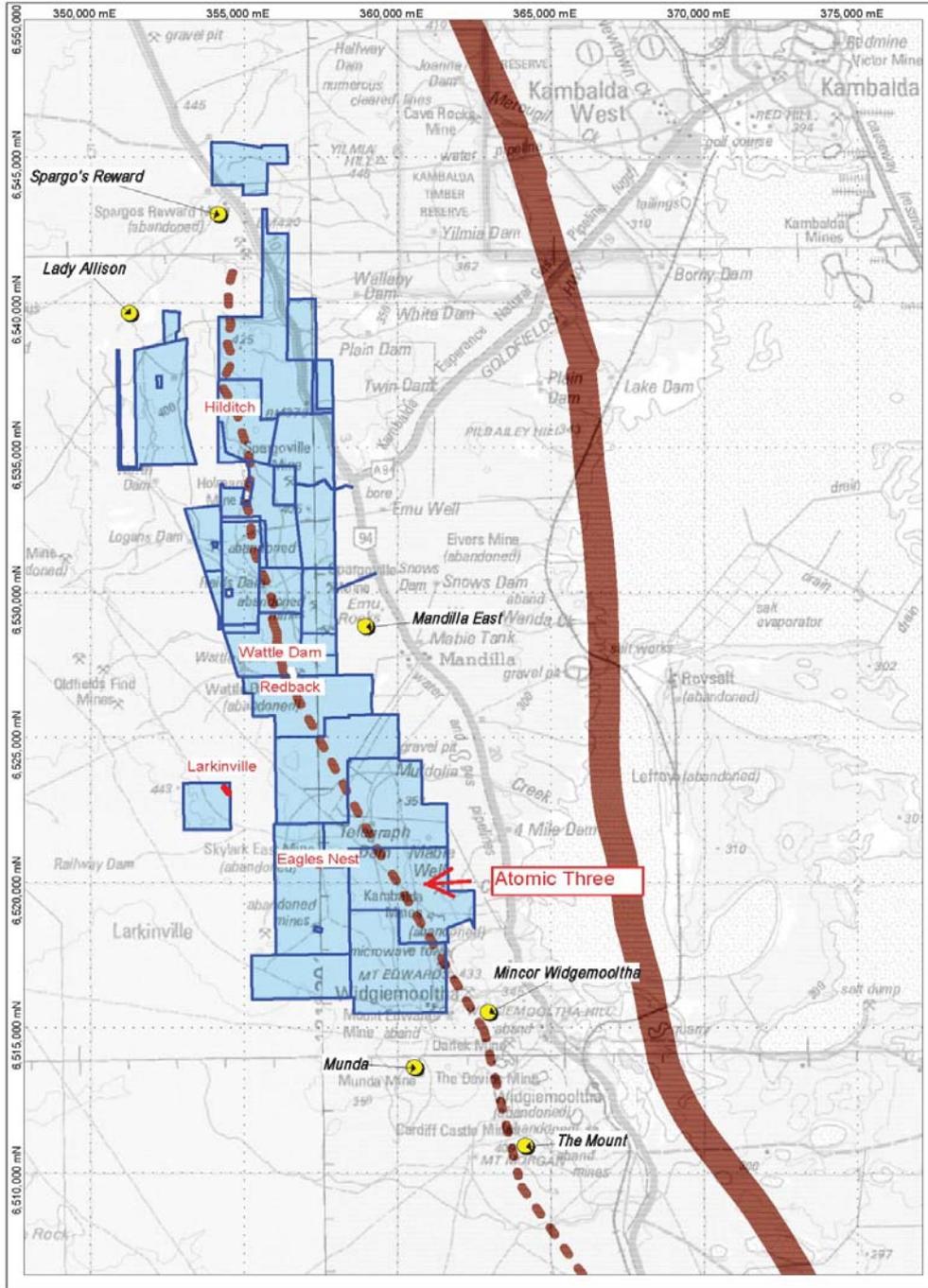
On a date no later than 12 months after the initial payment, Lepidico is required to make a further payment to Maximus totalling \$150,000, either in cash or the equivalent value in fully paid ordinary Lepidico shares (Third Payment) if it wishes to remain in the JV. The Third Payment will grant Lepidico a 75% interest of the Lithium Rights over the Moriarty Project. Maximus will then retain a 25% interest, and be free carried until a Decision to Mine.

Lepidico does not earn any Lithium rights until the Third payment has been made.

Maximus retains 100% of the gold rights over the Moriarty Lithium Project.

All advanced Lithium Projects identified to date by Maximus are located on granted mining Leases.

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**Figure 2:** Maximus Gold project tenure map displaying MXR and third party gold resources, the Zeuleka Shear Zone (thick brown zone) and Spargoville Shear zone (dashed brown line) and Atomic Three gold prospect.

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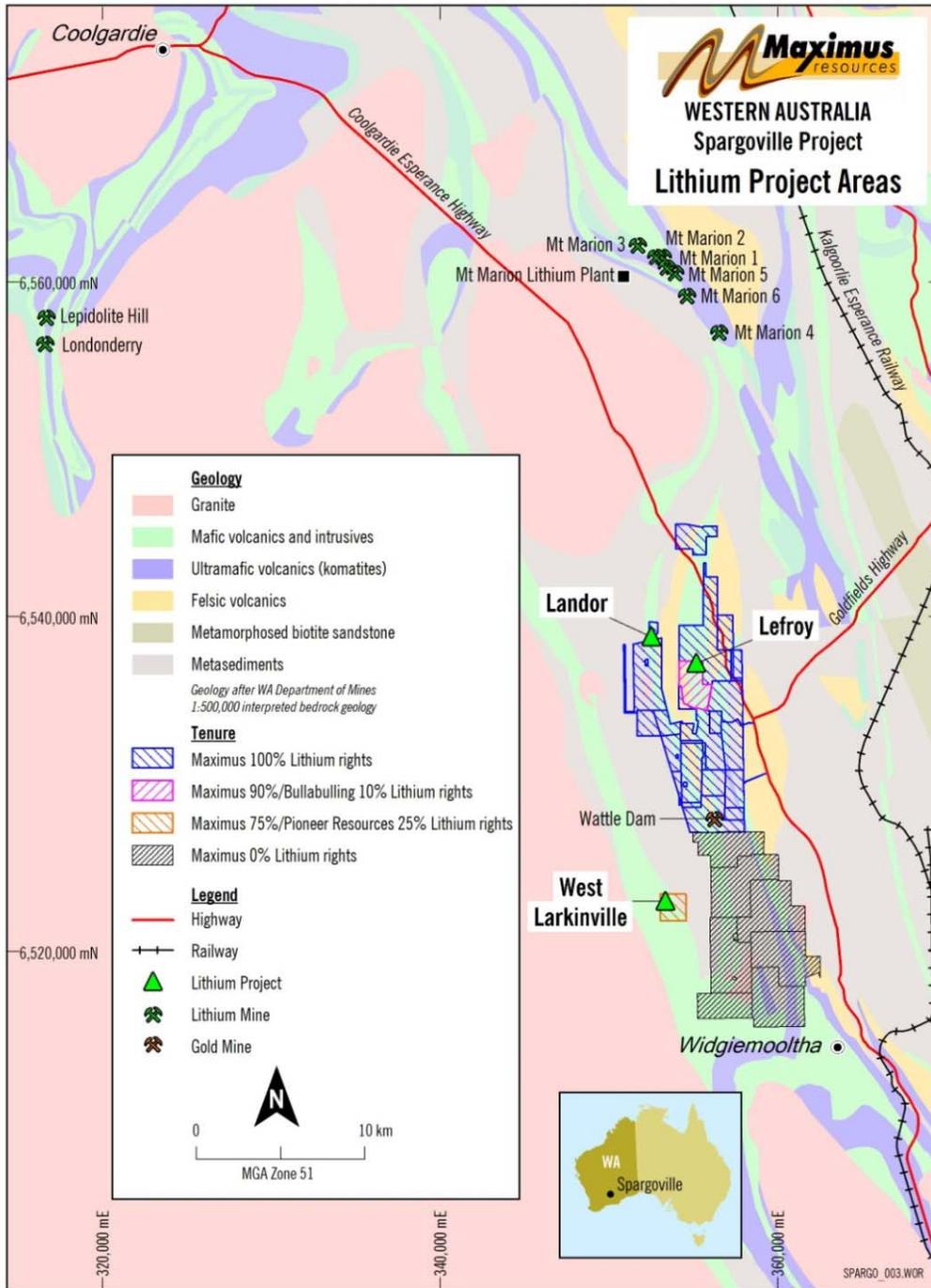


Figure 3: Moriarty Lithium Project Tenure.

# MAXIMUS RESOURCES LIMITED

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### SOUTH AUSTRALIA

#### ADELAIDE HILLS PROJECT

Terramin continued to progress its pre-feasibility study and Mining Lease application (MLA) for the Bird-in-Hand (BinH) gold project. The company understands that submission of the MLA to the Department for State Development (DSD) is expected in early 2018, with anticipated final approval of the Application not expected until late 2018.

Terramin is seeking expressions of interest from interested parties to acquire the Bird in Hand project, including the Angus Zinc processing plant in Strathalbyn. MXR can confirm that the contingent staged payments and gold royalty are protected under the signed agreements and are required to be assumed by any new project owner.

As part of the original Sale Agreement with Terramin, Maximus agreed to hold the original Mineral Claim for the BinH project (not able to be transferred) in trust for Terramin until a Mineral Lease Application was approved by the DSD. Terramin has determined to submit a Mineral Claim application for the BinH project area, thus eliminating the requirement for Maximus to hold the original claim in trust. The Terramin application is ongoing.

## CORPORATE

### Project Evaluation

Maximus continues the search for, and evaluation of prospective projects and tenements with a view to bolstering the exploration portfolio and continue to build on the prospectivity of the company's asset base.

During the quarter several open pit and underground projects were investigated, with discussions ongoing for various projects.

Kevin Malaxos  
Managing Director  
30 January 2018

For further information please contact:  
Maximus Resources Limited on 08 7324 3172, or

Investor relations:  
Mr Duncan Gordon  
Adelaide Equity Partners  
on 08 8232 8800 or 0404 006 444

Further information relating to Maximus Resources Limited and its various projects can be found on its website: [www.maximusresources.com](http://www.maximusresources.com)

The information in this report that relates to Exploration Targets and Exploration Results is based on information compiled by Mr Stephen Hogan who is a Member of the Australasian Institute of Mining and Metallurgy. The information that relates to the Mineral Resource Estimates has been compiled by Dr Graeme McDonald who is a Member of the Australasian Institute of Mining and Metallurgy. Both Mr Hogan and Dr McDonald have sufficient experience relevant to the style of mineralisation, the type of deposit under consideration, and the activities being undertaken, to qualify as a Competent Persons as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration results, Mineral Resources and Ore Reserves (the JORC Code). This report is issued in the form and context in which it appears with the written consent of the Competent Persons.

## MAXIMUS RESOURCES LIMITED - TENEMENT SCHEDULE

Tenement Number	Tenement Name	Registered Holder/Applicant	Maximus Resources 31-12-17
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### WESTERN AUSTRALIA

#### ***SPARGOVILLE PROJECT***

M15/1475	Eagles Nest	Maximus Resources Ltd	100.00%
P15/5545	Eagles Nest	Maximus Resources Ltd	100.00%
E15/967	Kambalda West	Tychean Resources Ltd	100.00%
E15/968	Kambalda West	Tychean Resources Ltd	100.00%
L15/128	Kambalda West	Tychean Resources Ltd	100.00%
L15/255	Kambalda West	Tychean Resources Ltd	100.00%
M15/395	Kambalda West	Tychean Resources Ltd	100.00%
M15/703	Kambalda West	Tychean Resources Ltd	100.00%
P15/5860	Kambalda West	Tychean Resources Ltd	100.00%
P15/5953	Kambalda West	Tychean Resources Ltd	100.00%
M15/1448	Hilditch	Maximus Resources Ltd & Bullabulling Pty Ltd	90.00%
M15/1449	Larkinville	Maximus Resources Ltd & Pioneer Resources Ltd	75.00%
P15/5912	Larkinville	Maximus Resources Ltd & Pioneer Resources Ltd	75.00%
M15/97	North Widgie	Apollo Phoenix Resources Pty Ltd	0.00%
M15/99	North Widgie	Apollo Phoenix Resources Pty Ltd	0.00%
M15/100	North Widgie	Apollo Phoenix Resources Pty Ltd	0.00%
M15/101	North Widgie	Apollo Phoenix Resources Pty Ltd	0.00%
M15/102	North Widgie	Apollo Phoenix Resources Pty Ltd	0.00%
M15/653	North Widgie	Apollo Phoenix Resources Pty Ltd	0.00%
M15/1271	North Widgie	Apollo Phoenix Resources Pty Ltd	0.00%
M15/1101	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1263	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1264	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1323	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1338	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1474	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1769	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1770	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1771	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1772	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1773	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1774	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1775	Wattle Dam	Maximus Resources Ltd	100.00%
M15/1776	Wattle Dam	Maximus Resources Ltd	100.00%

#### ***BURBANKS PROJECT***

G15/10	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%
G15/11	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%
G15/12	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%
G15/13	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%
G15/25	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%
L15/109	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%
L15/110	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%
L15/189	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%
L15/234	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%
L15/284	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%
M15/1273	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%
M15/1369	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%
M15/1370	Burbanks	Eastern Goldfields Milling Services Pty Ltd	100.00%

## Appendix 5B

# Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

### Name of entity

MAXIMUS RESOURCES LIMITED

### ABN

74 111 977 354

### Quarter ended ("current quarter")

31 December 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers		
- Burbanks – Milling Sales	1,323	1,354
- Gold Sales	31	35
1.2 Payments for		
(a) exploration & evaluation	(73)	(180)
(b) development	-	-
(c) production	-	-
(d) staff costs	(45)	(55)
(e) administration and corporate costs	(90)	(133)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	2
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)		
Burbanks operating costs	(844)	(1,113)
Burbanks refurbishment costs	(132)	(227)
<b>1.9 Net cash from / (used in) operating activities</b>	<b>171</b>	<b>(317)</b>

## Mining exploration entity and oil and gas exploration entity quarterly report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	69
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>-</b>	<b>69</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	-	200
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	-	(18)
3.5	Proceeds from borrowings	40	90
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>40</b>	<b>272</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	60	247
4.2	Net cash from / (used in) operating activities (item 1.9 above)	171	(317)

## Mining exploration entity and oil and gas exploration entity quarterly report

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	69
4.4	Net cash from / (used in) financing activities (item 3.10 above)	40	272
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>271</b>	<b>271</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	254	43
5.2	Call deposits	17	17
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>271</b>	<b>60</b>

**6. Payments to directors of the entity and their associates****Current quarter  
\$A'000**

6.1 Aggregate amount of payments to these parties included in item 1.2

-

6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3

-

6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

**7. Payments to related entities of the entity and their associates****Current quarter  
\$A'000**

7.1 Aggregate amount of payments to these parties included in item 1.2

-

7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3

-

7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

## Mining exploration entity and oil and gas exploration entity quarterly report

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	\$1,650	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

The Company commenced Toll milling operations during the late September quarter with toll treatment to third parties commencing during mid October 2017. The Company will continue to invoice third parties for toll treatment which will generate sufficient revenue to cover the increased cash outflows resulting from the toll milling operations.

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	45
9.2 Development	-
9.3 Production	-
9.4 Staff costs	70
9.5 Administration and corporate costs	70
9.6 Other (provide details if material)	
- Burbanks operating costs	1,250
<b>9.7 Total estimated cash outflows</b>	<b>1,435</b>

<b>10. Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced				
10.2 Interests in mining tenements and petroleum tenements acquired or increased				
10.2 Interests in mining tenements and petroleum tenements acquired or increased				

**Compliance statement**

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Sign here:

..   
(Company secretary)

Date: 31 January 2018

Print name: Rajita Alwis

**Notes**

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.