

### About Equus Mining:

Equus Mining is an ASX listed Company focused on developing natural resource projects strategically located near existing mine and other infrastructure.

Drilling is progressing at the company's flagship project, Los Domos, located in Chile's XI Region. Los Domos is a precious and base metal project where a substantial high-grade polymetallic mineralised body is currently being defined.

The Cerro Diablo project is a precious and base metal project, where surface mapping and sampling is being undertaken, defining significant zones of mineralisation in preparation for drilling.

Both projects are located in Chile's XI Region, near the Cerro Bayo mine and 1500 tonne per day mill & flotation plant infrastructure currently under care and maintenance.

### Overview:

<b>ASX Code:</b>	<b>EQE</b>
<b>Share Price (30 July 18):</b>	<b>\$0.028</b>
<b>Shares on Issue:</b>	<b>739M</b>
<b>Market Capitalisation:</b>	<b>A\$21M</b>

### Directors and Officers

**Mark Lichtenberg**  
Non-Executive Chairman

**Ted Leschke**  
Managing Director

**Juerg Walker**  
Non-Executive Director

**Robert Yeates**  
Non-Executive Director

**Marcelo Mora**  
Company Secretary

**Cameron Peacock**  
Investor Relations and Business Development

## Quarterly Activities Report June 2018

Equus Mining Limited ('Equus' or 'Equus Mining') (ASX: EQE) provides this update on activities for the quarter ended 30 June 2018.

### Summary of Activities

#### Los Domos Project

- Drilling at T7 Target continued to define significant high-grade Au, Ag, Zn and Pb epithermal style mineralisation during the quarter
- Significant results from T7 feature drill hole LDD-035 which returned the most significant high-grade assay results of all holes drilled to date at Los Domos including:
  - Down hole **44.00m @ 5.37 g/t AuEq** or 8.54% PbEq
  - Including **23.30m @ 9.03 g/t AuEq** or 14.37% PbEq
  - Including **12.95m @ 12.6 g/t AuEq** or 20.05% PbEq
  - Including **9.70m @ 15.06g/t AuEq** or 23.96% PbEq
- Drilling to date at T7 has defined mineralisation over a strike length of 600m and an average true width of ~7.9m for the main intercepts. Several significantly mineralised, parallel structures were also intersected
- The deepest intercept to date recorded >200m below surface at T7. Average weighted grade to date of the main intercepts in all T7 drill holes is 5.39g/t AuEq
- Broad dimensions of mineralisation show Los Domos becoming increasingly analogous to other well known, large epithermal deposits such as the Palmarejo Deposit in Mexico
- Results from the current 7,500m drill programme to be released progressively

#### Cerro Diablo Project

- Further mapping and sampling has discovered more widespread high-grade outcropping mineralisation
- This project provides potential synergies with the nearby Los Domos project. Examples of significant surface sample results reported to date include:

Sample Number	Au g/t	Ag g/t	Cu %	Zn %	Pb %
D10102	0.26	30.8	20.06	0.38	0.17
D10041	0.01	100.0	1.12	19.01	20.79
D10088	0.01	112.0	0.35	7.95	35.01
D10103	0.15	24.6	16.20	0.18	0.11
D10087	0.03	54.7	0.33	9.74	7.00
D10049	0.53	11.7	6.79	0.02	0.01
D00084	0.07	84.8	0.78	7.21	5.66
D10100	0.05	136.0	0.96	3.98	5.46
D00026	0.03	34.1	0.64	2.31	8.18
D00083	0.14	86.7	2.02	1.67	3.58
D10151	0.02	9.2	0.05	8.47	1.45
D10048	1.76	33.7	2.20	0.07	0.24

- Mapping and rock chip sampling continue – 1<sup>st</sup> pass drilling scheduled to commence Q3 2018

## Los Domos – Drilling continues to focus on the T7 Target

Drilling continued during the June quarter at the T7 Target located at the EQE's Los Domos epithermal project.

High-grade drill results include:

- LDD-035 intercepted down hole **44.00m @ 5.37 g/t AuEq** or 8.54% PbEq  
Including **23.30m @ 9.03 g/t AuEq** or 14.37% PbEq  
Including **12.95m @ 12.6 g/t AuEq** or 20.05% PbEq  
Including **9.70m @ 15.06g/t AuEq** or 23.96% PbEq
- LDD-033 intercepted down hole **7.40m @ 5.36 g/t AuEq** or 8.53% PbEq  
Including **2.35m @ 14.54g/t AuEq** or 23.14% PbEq
- LDD-032 intercepted down hole **2.70m @ 19.58 g/t AuEq** or 31.16% PbEq
- LDD-031 intercepted down hole **1.30m @ 28.09 g/t AuEq** or 44.70% PbEq
- LDD-029 intercepted down hole **4.55m @ 3.30 g/t AuEq** or 3.24% PbEq
- LDD-030 intercepted down hole **2.70m @ 4.24 g/t AuEq** or 6.75% PbEq

See T7 Target long section in Figure 1 and intercept assay details in Table 1.

The T7 Target structure hosts a polymetallic multiphase, Intermediate Sulphidation epithermal style of mineralisation with significant values of Au, Ag, Zn, Pb and, in more recent drill holes, Cu. Preliminary interpretations of metal zonation from recent results suggest that a Au and Zn rich mineralisation phase is becoming increasingly dominant to the northwest, and at depth, along the structure in favourable, more competent lithologies.

Assay results to date have intercepted mineralisation where either Au or Pb is the dominant metal by value. This, together with flotation tests previously carried out, allows assays to be reported in both Au and Pb equivalents so as to simply demonstrate overall metal values. See Figure 1 and Table 1.

The T7 Target structure is a major west-northwest trending, steeply north east dipping fault structure that has been mapped over an approximate strike length of 1,000m. Drilling to date has defined mineralisation over a strike length of 600m and an average true width of approximately 7.9m for all main intercepts to date with the deepest intercept being >200m below surface. The average weighted grade to date of the main intercepts in all T7 drill holes is 5.39g/t AuEq. The T7 Target structure remains open along strike in both directions, and particularly at depth and potentially down plunge towards both the south-east and north-west.

The broad dimensions of the mineralisation at Los Domos outlined to date, are becoming increasingly analogous to a number of other well known, large epithermal deposits such as the La Blanca epithermal vein deposit (Palmarejo project, Mexico). See Figures 2 and 3. Very high-grade intervals intercepted both in LDD-001 and LDD-035 indicate that partial "direct-shipment" mineralisation could be a possible operational scenario.

Figure 1. Long section of T7 Target

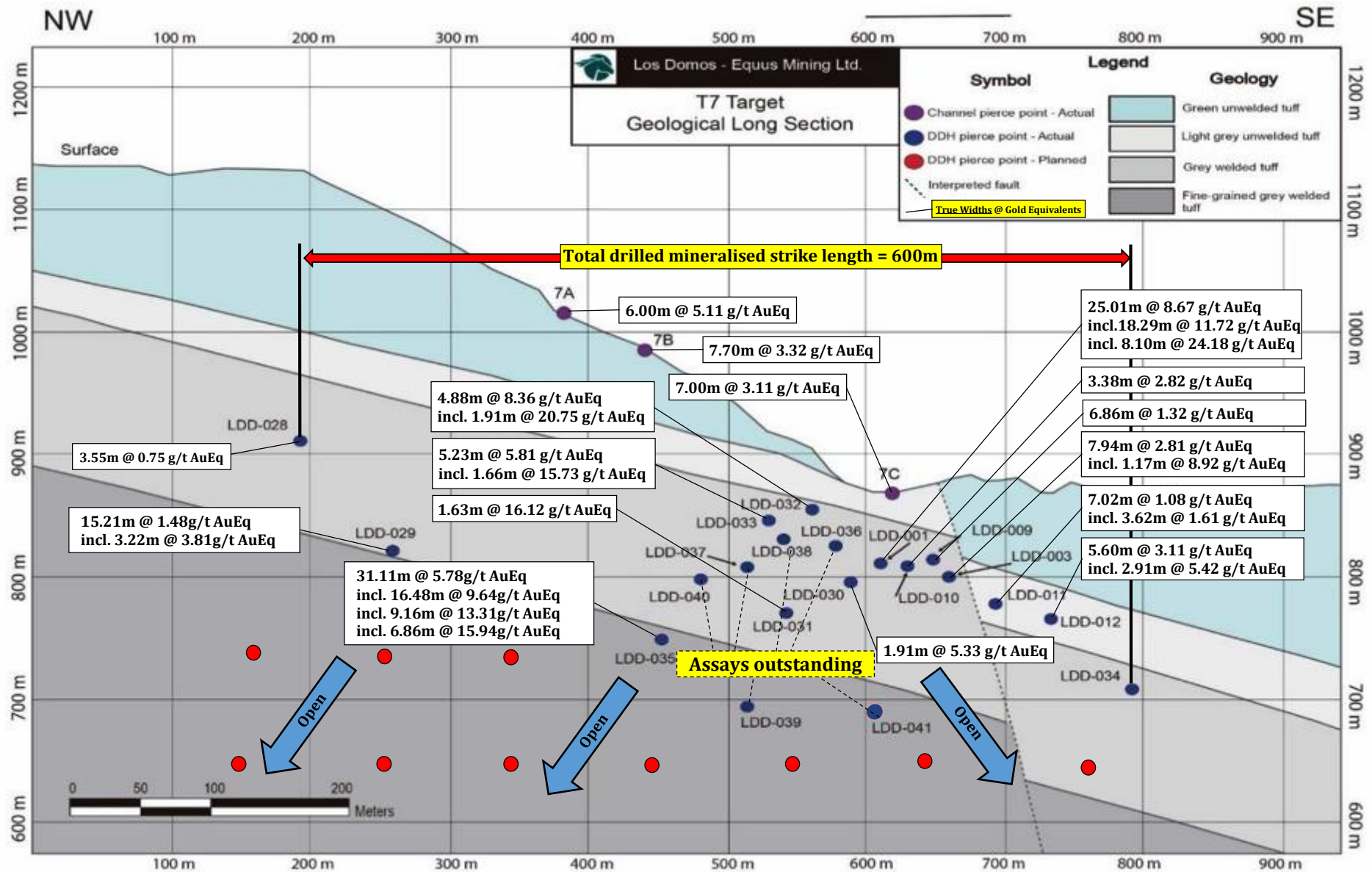
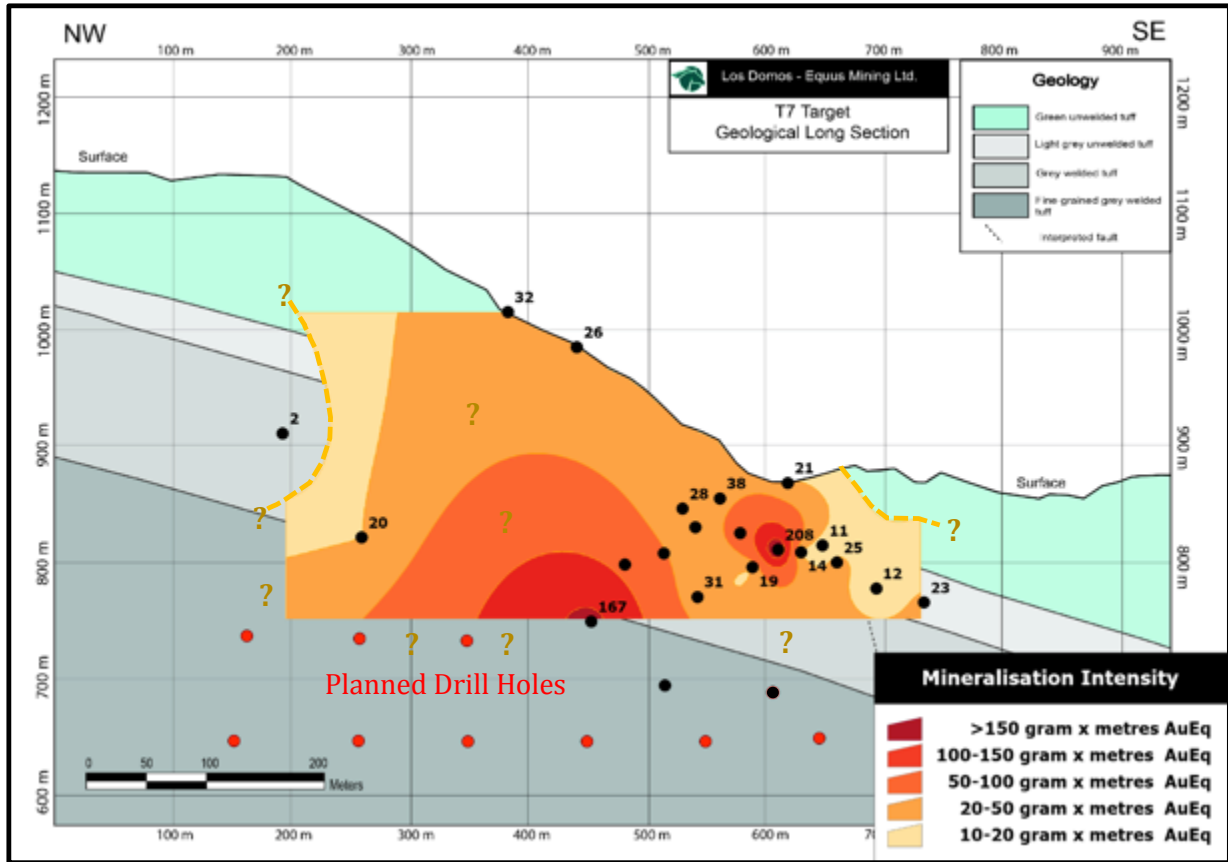


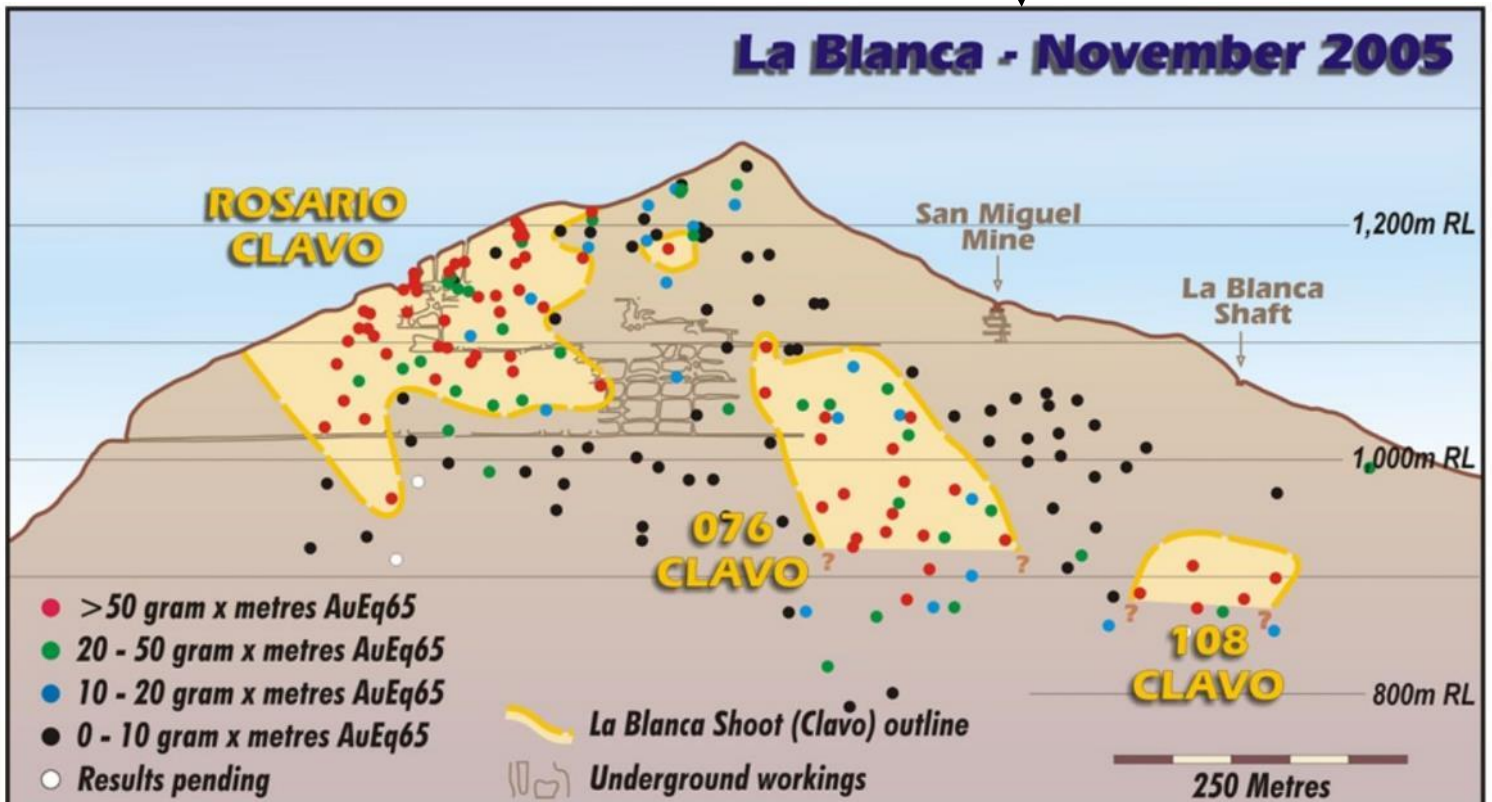


Figure 2. Long Section of T7 Target, Los Domos project – preliminary Au equivalent grade x m distribution



Same scale and lower cut-off limit

Figure 3. Long Section of La Blanca Vein, Palmarejo Project, Mexico 2005



Source: Bolnisi Gold NL - 2005 Annual General Meeting Presentation

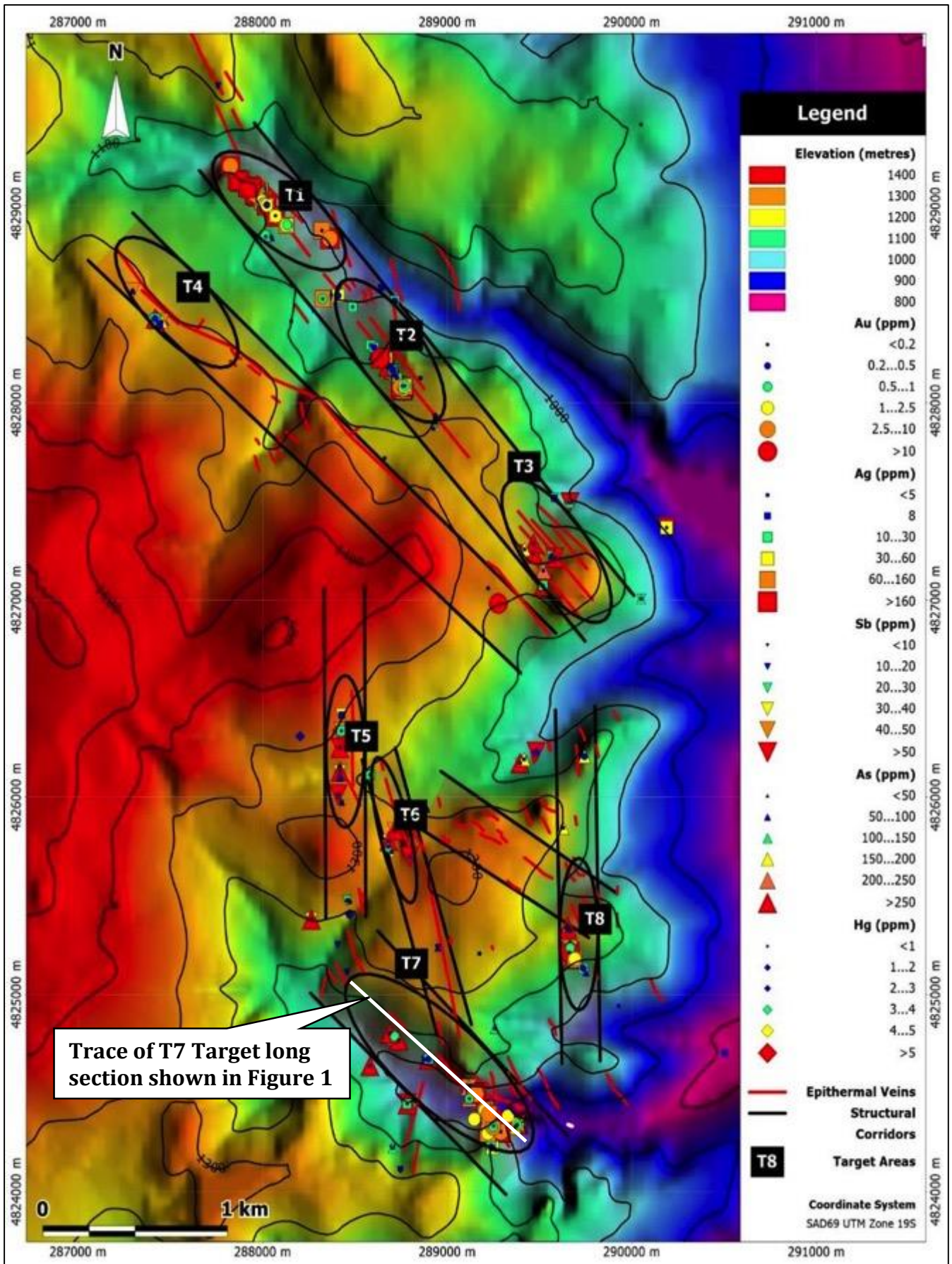
**Table 1. T7 Target Drill Intercepts**

Hole, Channel ID	From m	To m	Intercept m	True Width m	AuEq <sup>(x)</sup> g/t	PbEq <sup>(x)</sup> %	Au g/t	Ag g/t	Pb %	Zn %	Cu %
7A	0.00	6.00	6.00	6.00	5.36	8.53	2.52	123	1.32	0.08	No significant Cu grades
7B	0.00	7.70	7.70	7.70	3.32	5.28	1.18	42	2.21	0.11	
7C	0.00	7.00	7.00	7.00	3.02	4.81	0.82	18	1.40	1.26	
LDD-001	35.20	54.14	18.94	18.29	11.38	18.11	0.48	117	9.65	3.62	
incl.	45.75	54.14	8.39	8.10	23.49	37.37	0.71	248	20.72	7.07	
LDD-003	68.00	76.45	8.45	7.94	2.70	4.29	0.32	15	1.18	1.68	
incl.	68.00	69.25	1.25	1.17	14.52	23.10	0.28	81	7.63	9.88	
	138.75	140.05	1.30	1.22	3.03	3.03	0.62	11	0.26	1.14	
LDD-009	5.45	6.85	1.40	1.35	1.89	3.01	0.56	12	1.20	0.47	
	47.50	54.60	7.10	6.86	1.29	2.06	0.49	9	0.45	0.47	
incl.	50.75	52.25	1.50	1.45	2.61	4.15	0.75	13	1.31	1.01	
LDD-010	9.00	9.60	0.60	0.52	2.24	3.56	0.19	16	1.58	0.98	
	25.20	26.30	1.10	0.95	1.30	2.07	0.69	9	0.56	0.14	
	29.60	31.35	1.75	1.52	1.19	1.90	0.30	7	0.94	0.23	
	45.25	49.15	3.90	3.38	2.77	4.41	1.42	15	0.57	0.92	
LDD-011	75.90	78.80	2.90	2.80	1.21	1.93	0.26	7	0.58	0.58	
	85.00	86.60	1.60	1.55	0.74	1.18	0.12	6	0.38	0.35	
	89.90	97.35	7.45	7.20	1.06	1.68	0.11	12	0.68	0.39	
incl.	93.60	97.35	3.75	3.62	1.57	2.51	0.11	19	1.17	0.51	
LDD-012	104.20	110.00	5.80	5.60	2.96	4.72	0.09	21	0.54	2.67	
incl.	104.20	106.90	2.70	2.61	5.42	8.62	0.12	36	0.82	5.10	
	116.00	117.45	1.45	1.40	2.35	3.74	1.04	12	0.17	1.22	
	128.90	130.25	1.35	1.30	2.36	3.75	2.14	6	0.07	0.10	
LDD-028	237.65	242.50	4.85	3.55	0.70	1.12	0.35	6	0.20	0.15	0.03
LDD-029	324.09	345.60	21.51	15.21	1.30	2.07	0.45	14	0.39	0.48	0.11
incl.	340.45	345.00	4.55	3.22	3.30	5.24	1.85	35	0.72	0.54	0.34
incl.	342.50	344.40	1.90	1.34	5.17	8.23	3.37	45	0.81	0.70	0.57
LDD-030	24.90	27.60	2.70	1.91	4.24	6.75	1.96	44	0.69	1.39	0.57
	68.70	70.15	1.45	1.03	1.86	6.75	1.16	18	0.42	0.19	0.05
	91.55	93.20	1.65	1.17	2.35	6.75	1.20	10	0.13	1.10	0.11
	130.65	135.50	4.85	3.43	1.70	2.71	0.84	9	0.33	0.61	0.06
incl.	133.25	135.50	2.25	1.59	2.55	4.05	1.25	15	0.59	0.83	0.10
LDD-031	113.10	115.40	2.30	1.63	16.03	25.50	15.62	18	0.02	0.13	0.09
incl.	113.10	114.40	1.30	0.92	28.13	44.75	27.42	32	0.04	0.21	0.15
	123.10	123.90	0.80	0.57	4.69	7.47	1.01	37	1.26	2.80	0.13
	144.45	145.45	1.55	1.10	1.63	2.60	0.33	11	0.27	1.16	0.13
Laboratory assays outstanding for intervening intervals											
LDD-032	39.10	46.00	6.90	4.88	7.83	12.47	0.54	53	4.30	4.62	0.13
incl.	42.70	45.40	2.70	1.91	19.44	30.94	1.32	132	10.71	11.42	0.32
LDD-033	48.50	55.90	7.40	5.23	5.36	8.53	0.28	38	1.44	4.33	0.14
incl.	50.55	52.90	2.35	1.66	14.54	23.14	0.67	104	3.85	11.87	0.35
LDD-034	Laboratory assays outstanding										
LDD-035	130.75	174.75	44.00	31.11	5.37	8.54	1.02	65	1.40	2.95	0.20
incl.	151.45	174.75	23.30	16.48	9.03	14.37	1.49	109	2.41	5.22	0.27
incl.	151.45	164.40	12.95	9.16	12.60	20.05	2.18	157	3.49	6.95	0.29
incl.	151.45	161.15	9.70	6.86	15.06	23.96	2.58	181	4.15	8.48	0.34
LDD-036	Laboratory assays outstanding										
LDD-037	Laboratory assays outstanding										
LDD-038	Laboratory assays outstanding										
LDD-039	Laboratory assays outstanding										
LDD-040	Laboratory assays outstanding										
LDD-041	Currently being drilled										

<sup>(x)</sup> Shaded cells highlight most appropriate metal equivalent measure based on dominant metal by value

<sup>(x)</sup> Metal equivalent figures do not incorporate copper values as flotation recovery tests have not as yet been performed for copper minerals

Figure 4. Plan map showing multiple epithermal vein structures at Los Domos



## Cerro Diablo – Mapping and sampling continues

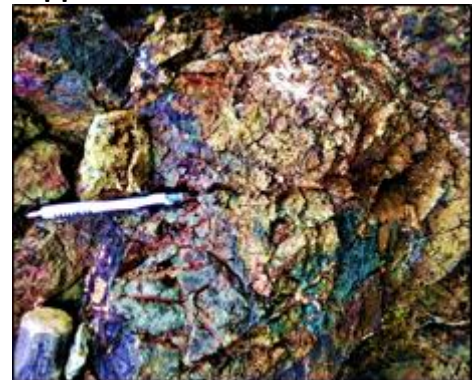
During the quarter, further mapping and sampling has discovered additional widespread high-grade mineralisation at the Cerro Diablo precious and base metal project. The top 30 surface samples taken to date are listed in Table 2.

**Table 2. Cerro Diablo high-grade surface rock chip sample results**

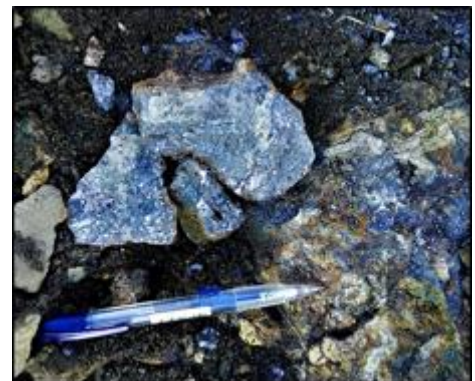
Sample Number	Au g/t	Ag g/t	Cu %	Zn %	Pb %	
D10102	0.26	30.8	20.06	0.38	0.17	NR
D10041	0.01	100.0	1.12	19.01	20.79	PR
D10088	0.01	112.0	0.35	7.95	35.01	NR
D10103	0.15	24.6	16.20	0.18	0.11	NR
D10087	0.03	54.7	0.33	9.74	7.00	NR
D10049	0.53	11.7	6.79	0.02	0.01	PR
D00084	0.07	84.8	0.78	7.21	5.66	PR
D10100	0.05	136.0	0.96	3.98	5.46	NR
D00026	0.03	34.1	0.64	2.31	8.18	PR
D00083	0.14	86.7	2.02	1.67	3.58	PR
D10151	0.02	9.2	0.05	8.47	1.45	NR
D10048	1.76	33.7	2.20	0.07	0.24	PR
D00071	5.40	6.2	0.00	0.00	0.06	PR
D00060	4.91	3.8	0.01	0.00	0.06	PR
D10039	0.12	7.1	2.37	0.01	0.01	PR
D00024	3.93	12.2	0.00	0.01	0.02	PR
D10138	1.47	31.1	2.69	0.00	0.06	NR
D10050	1.73	13.7	1.10	0.01	0.01	PR
D10035	0.04	5.0	1.70	0.01	0.01	PR
D00082	2.51	1.6	0.00	0.00	0.02	PR
D10114	0.01	10.4	1.33	0.01	0.09	NR
D10042	0.00	38.6	0.03	0.64	2.23	PR
D10119	2.16	1.9	0.00	0.00	0.03	NR
D10040	0.01	10.8	0.19	1.10	1.10	PR
D10038	0.07	5.2	0.97	0.02	0.04	PR
D00072	0.07	14.6	0.05	0.29	1.97	PR
D00030	0.07	25.9	0.70	0.02	0.00	PR
D00061	1.36	2.7	0.00	0.00	0.01	PR
D10093	1.35	0.2	0.00	0.01	0.00	NR
D10156	1.14	2.2	0.01	0.00	0.07	NR

NR = newly reported, PR= previously reported

**Image 1. Outcropping high grade copper mineralisation**



**Image 2. Outcropping high grade silver-lead mineralisation**



The Cerro Diablo project was secured via strategic open ground staking of a 4,554-hectare area hosting zones of extensive hydrothermal alteration during late 2017. See Figures 4 & 5.

Mineralisation at Cerro Diablo is interpreted to be of a largely structurally controlled intermediate sulphidation epithermal precious and base metal style. The project area features extensive hydrothermal argillic alteration and hosts outcropping precious–base metal veins within Jurassic aged felsic domes and volcanics (See images 1 & 2). The project is interpreted to be located within a NNW trending structural corridor featuring dextral strike slip faulting which has resulted in preferentially orientated NNE dilational structures hosting precious and base metal mineralisation.

Cerro Diablo has not received any modern-day exploration despite numerous, metallic mineral occurrences having been recorded historically. **Individual veins up to 10m wide have been mapped over +300m strike extensions. Recent sampling and mapping has focussed on an area with dimensions 2,000m x 1,000m where widespread outcropping primary high-grade mineralisation has never been exploited.** There are two small historic mines, namely Mina Alón and Mina Las Cáscaras, located within the southern area of the Cerro Diablo project.

Cerro Diablo is located in Chile's Region XI, some 40 kilometres north-northwest of the Company's flagship Los Domos project where a second phase 7,500m drill programme is in progress. See Figure 6. Access to the Cerro Diablo project is via 10km of established roads and tracks from the township of Puerto Ibanez located on the north shore of Lake General Carrera across which mine concentrates were historically transported from the Cerro Bayo Mine to the export port facilities at Puerto Aysen.

Field work including detailed mapping and rock chip sampling is continuing in preparation for first phase drill testing in Q3 2018.

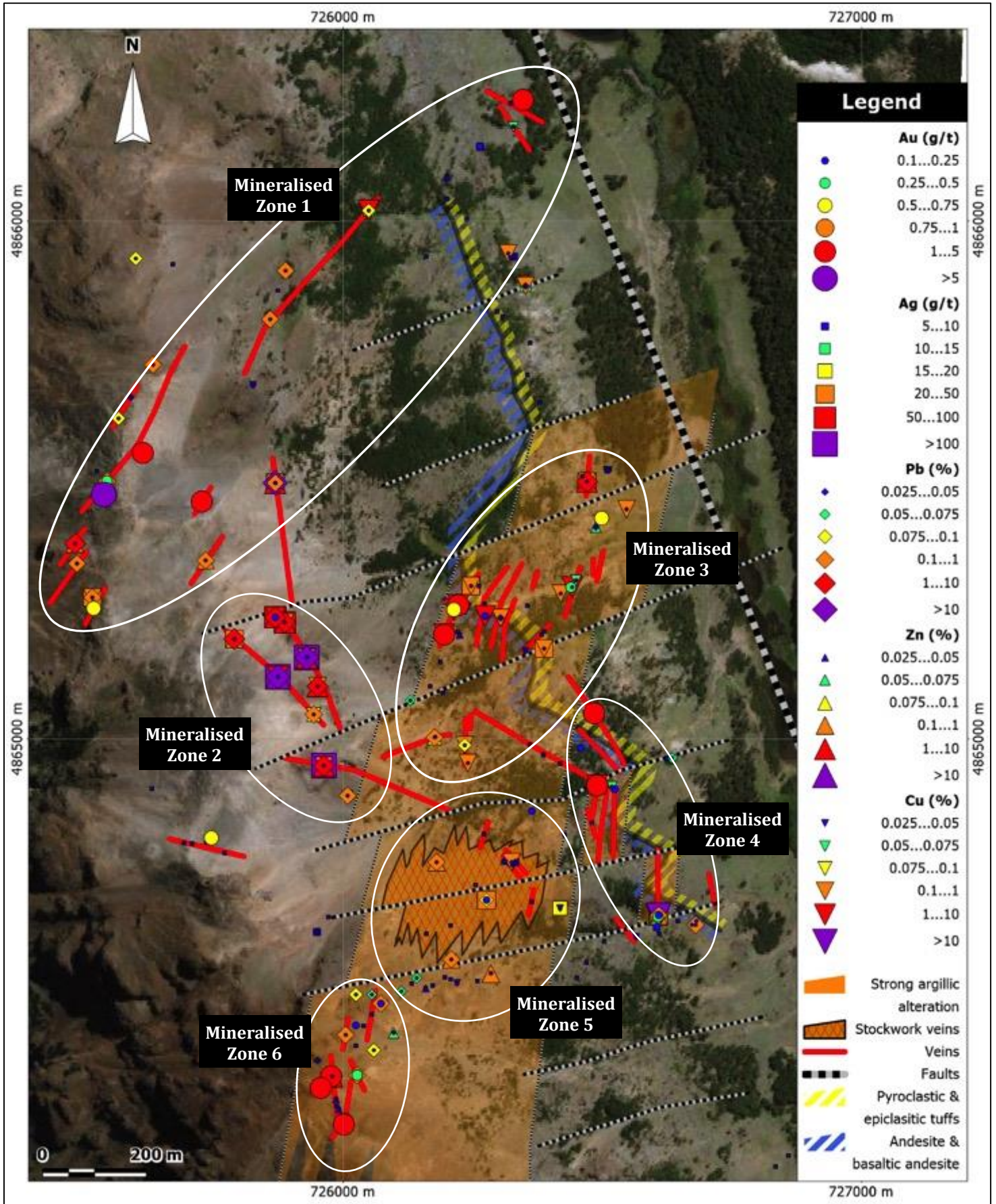
**Image 3. Extensive hydrothermal argillic/FeOx alteration at Mineralised Zone 6, Cerro Diablo**







Figure 4. Cerro Diablo project mineralised zones





**Table 3. Cerro Diablo surface rock chip sample results – precious-base metal values from key mineralised zones**

Mineralised Zone 1					
Sample Number	Au ppm	Ag ppm	Cu %	Pb %	Zn %
D00071	5.40	6.2	0.00	0.06	0.00
D00024	3.93	12.2	0.00	0.02	0.01
D00082	2.51	1.6	0.00	0.02	0.00
D10114	0.01	10.4	1.33	0.09	0.01
D10119	2.16	1.9	0.00	0.03	0.00
D00072	0.07	14.6	0.05	1.97	0.29
D00074	0.09	32.7	0.17	0.20	0.02
D10123	0.67	2.6	0.01	0.22	0.00
D00070	0.36	4.1	0.02	0.35	0.01
D10043	0.00	3.0	0.02	0.27	0.23

Mineralised Zone 4					
Sample Number	Au ppm	Ag ppm	Cu %	Pb %	Zn %
D10102	0.26	30.8	20.06	0.17	0.38
D10103	0.15	24.6	16.20	0.11	0.18
D10138	1.47	31.1	2.69	0.06	0.00
D10093	1.35	0.2	0.00	0.00	0.01
D10020	0.00	8.3	0.00	0.36	0.01
D10023	0.21	0.4	0.06	0.01	0.03
D00093	0.19	1.5	0.01	0.00	0.00
D10146	0.01	0.7	0.07	0.00	0.01
D10134	0.13	0.5	0.02	0.00	0.00
D10017	0.03	1.6	0.05	0.01	0.01

Mineralised Zone 2					
Sample Number	Au ppm	Ag ppm	Cu %	Pb %	Zn %
D10041	0.01	100.0	1.12	20.79	19.01
D10088	0.01	112.0	0.35	35.01	7.95
D10087	0.03	54.7	0.33	7.00	9.74
D00084	0.07	84.8	0.78	5.66	7.21
D10100	0.05	136.0	0.96	5.46	3.98
D00083	0.14	86.7	2.02	3.58	1.67
D10042	0.00	38.6	0.03	2.23	0.64
D10040	0.01	10.8	0.19	1.10	1.10
D00085	0.01	5.3	0.09	0.19	0.08
D10004	0.01	9.2	0.06	0.12	0.01

Mineralised Zone 5					
Sample Number	Au ppm	Ag ppm	Cu %	Pb %	Zn %
D10143	0.01	5.2	0.32	0.01	0.00
D10148	0.12	25.5	0.00	0.08	0.02
D00089	0.02	4.3	0.01	0.52	0.20
D10030	0.03	11.6	0.01	0.19	0.17
D10027	0.05	17.1	0.04	0.02	0.02
D10012	0.02	2.8	0.03	0.02	0.02
D00063	0.02	4.0	0.01	0.07	0.01
D10014	0.00	0.3	0.00	0.01	0.13
D10142	0.01	1.1	0.06	0.01	0.00
D00068	0.02	3.0	0.00	0.06	0.01

Mineralised Zone 3					
Sample Number	Au ppm	Ag ppm	Cu %	Pb %	Zn %
D10049	0.53	11.7	6.79	0.01	0.02
D00026	0.03	34.1	0.64	8.18	2.31
D10048	1.76	33.7	2.20	0.24	0.07
D10039	0.12	7.1	2.37	0.01	0.01
D10050	1.73	13.7	1.10	0.01	0.01
D10035	0.04	5.0	1.70	0.01	0.01
D10038	0.07	5.2	0.97	0.04	0.02
D00030	0.07	25.9	0.70	0.00	0.02
D10046	0.01	26.4	0.20	0.01	0.01
D10036	0.04	2.5	0.40	0.00	0.00

Mineralised Zone 6					
Sample Number	Au ppm	Ag ppm	Cu %	Pb %	Zn %
D10151	0.02	9.2	0.05	1.45	8.47
D00060	4.91	3.8	0.01	0.06	0.00
D00061	1.36	2.7	0.00	0.01	0.00
D10156	1.14	2.2	0.01	0.07	0.00
D10155	0.97	0.5	0.00	0.01	0.00
D10150	0.38	4.0	0.01	0.10	0.01
D00062	0.10	2.4	0.01	0.25	0.00
D00066	0.11	3.3	0.01	0.14	0.02
D10006	0.07	6.9	0.02	0.10	0.01
D00058	0.13	1.8	0.01	0.01	0.00

Figure 5. Cerro Diablo project

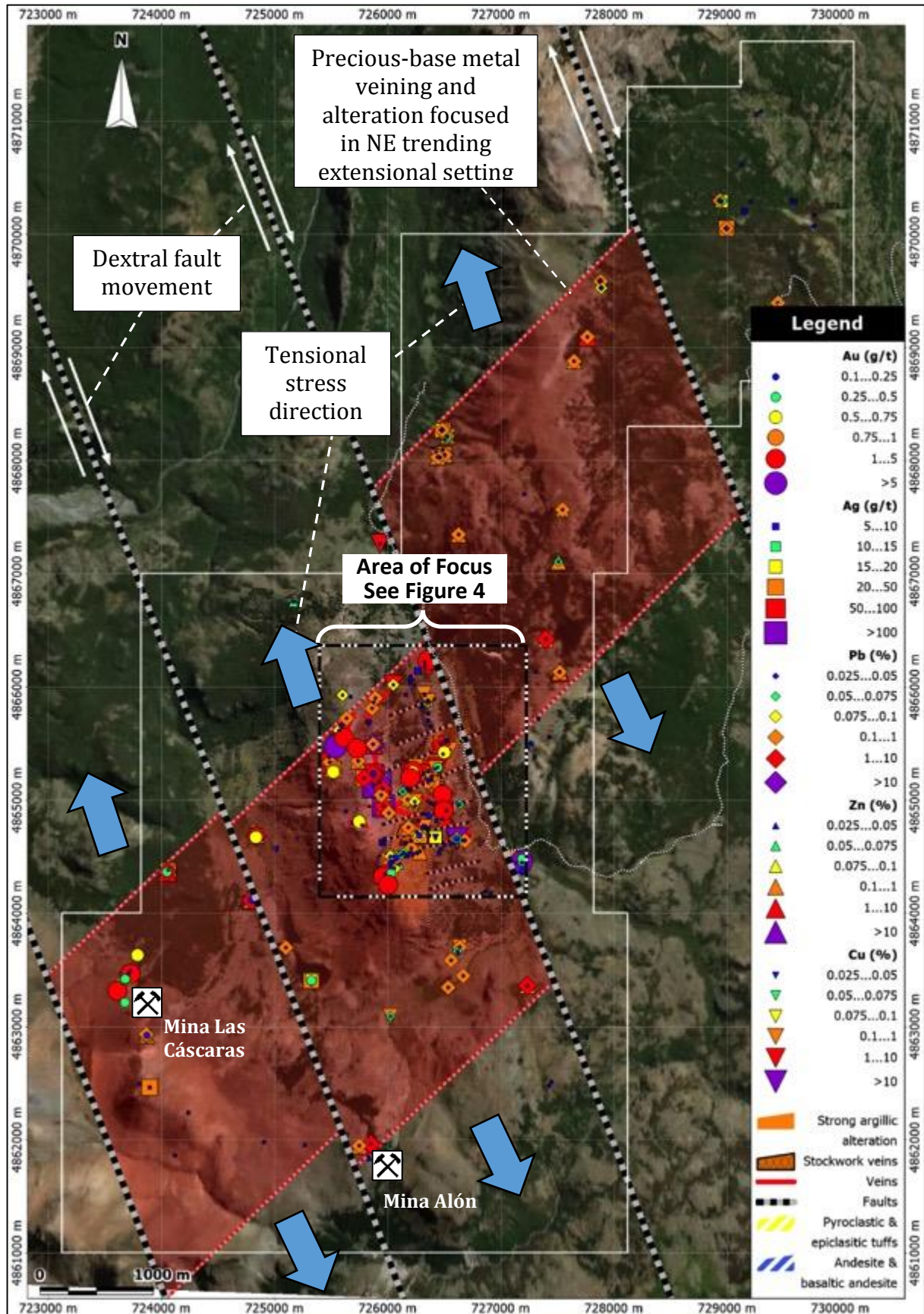
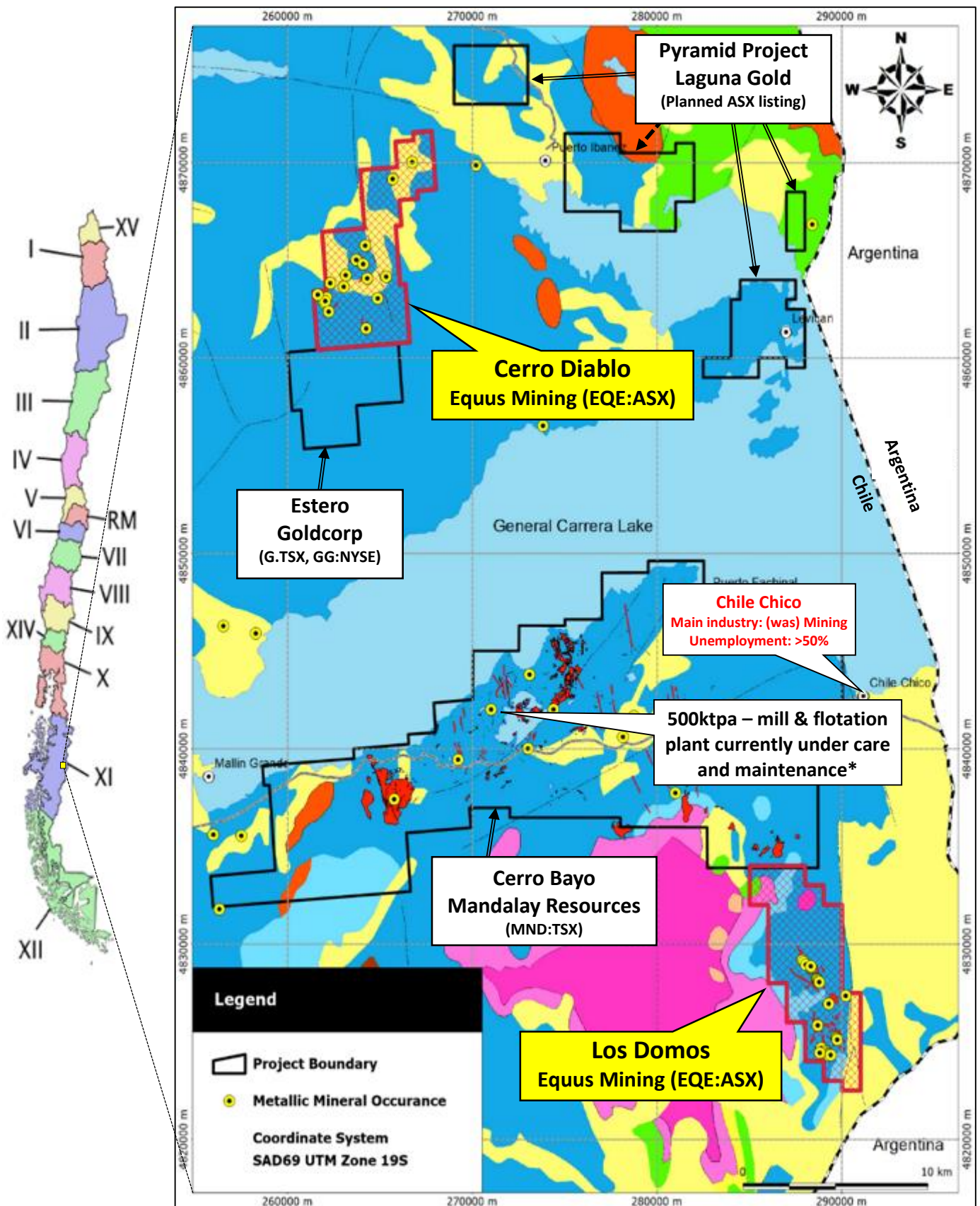




Figure 6. Regional map showing location of Los Domos and Cerro Diablo Projects



\*owned by Mandalay Resources

## Mina Rica

No work was undertaken at the Company's Mina Rica thermal coal project during the 2018 June quarter. The Company continues to review its strategic options in relation to this asset.

## Corporate

**Exploration Expenditure:** During the quarter ended 31 June 2018 Equus invested a total of \$1,066k in exploration.

**For further information, please contact:**

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## About Equus Mining and the flagship Los Domos and Cerro Diablo Precious and Base Metal Projects

Equus Mining Limited (Equus, ASX: EQE) has acquired the rights to acquire 100% of the Los Domos project located in the XI Region of Chile from Terrane Minerals SpA under a staged earn-in agreement. With the completion of an initial 1,000m drill programme Terrane is now to transfer the Los Domos project assets into a Joint Venture (JV) Company in which Equus will hold an initial 51% (previously the requirement was 2,000m). Equus then has a two-year option period to buy the remaining 49% interest in the JV Company by issuing Terrane \$450,000 worth of Ordinary Shares at an issue price of 1.2c. The Cerro Diablo project consist of 4,554 hectares in exploration licences held 100% by EQE

The Los Domos gold-silver project is well located 15km south of the township of Chile Chico and adjacent to the Cerro Bayo gold-silver mine. The Cerro Diablo project is located 25 kilometres north-northwest of the mine. See Figure 6. This mine was until recently producing approximately 2 Mozpa of silver and 20 Kozpa gold or approximately two thirds nominal flotation plant capacity of 500ktpa throughput, however production has been suspended indefinitely and *force majeure* declared following a mine flooding event in June 2017<sup>(xi)</sup>. With an altitude range of 800m to 1,200m and a dry, moderate climate, the Los Domos Project is able to be explored year-round. Cerro Diablo has a similar altitude range with slightly higher precipitation.

### pjn9510

#### Los Domos notes

(i) All the material assumptions underpinning exploration results for sample numbers LD00001 to LD00102 are outlined in Table 1 and Appendix 1 in the initial public report titled Los Domos Gold-Silver project (see ASX release dated 25 October 2016) and continue to apply and have not materially changed.

(ii) All the material assumptions underpinning exploration results for sample numbers LD00103 to LD00205 are outlined in Table 1 and Appendix 1 in the December 2016 Quarterly Activities Report (see ASX release dated 31 January 2017) continue to apply and have not materially changed.

(iii) All the material assumptions underpinning exploration results for sample numbers LD00206 to LD00382 are outlined in Table 1 and Appendix 1 in the report titled Los Domos Gold-Silver Project High Grade Assay Results (see ASX release dated 3 March 2017) continue to apply and have not materially changed.

(iv) All the material assumptions underpinning exploration results for sample numbers LD00283 to LD00400 are outlined in Table 1 and Appendix 1 in the report titled Los Domos Gold-Silver Project Yields Further High-Grade Assay Results (see ASX release dated 31 March 2017) continue to apply and have not materially changed.

(v) All the material assumptions underpinning exploration results for sample numbers LDD00001 to LDD00050 are outlined in Table 1 in the report titled Significant High-Grade Assays From Shallow Depth Intercept In First Drill Hole At Los Domos Gold-Silver Project (see ASX release dated 12 July 2017) continue to apply and have not materially changed.

(vi) Metallurgical recoveries for Intermediate Sulphidation epithermal mineralisation are based on initial metallurgical tests as outlined in a report titled *Initial Metallurgical Tests Show Potential for High Recoveries and Grades of Silver, Lead and Zinc in Concentrates* (see ASX release dated 7 August 2017).

(vii) All the material assumptions underpinning exploration results for sample numbers LDD0051 to LDD00572 are outlined in Table 1 in the report titled *First Phase Drilling Confirms Potential For Large Scale Intermediate Sulphidation Mineralised System At Los Domos Precious And Base Metal Project* (see ASX release dated 10 October 2017) continue to apply and have not materially changed.

(viii) All the material assumptions underpinning exploration results for sample numbers LDD0620 to LDD00789 are outlined in Table 1 in the report titled *400M Mineralised Structure Defined at T7 Target and Commencement of 7,500M Phase 2 Drill Programme at Los Domos Project* (see ASX release dated 20 November 2017) continue to apply and have not materially changed.

(ix) All the material assumptions underpinning exploration results for sample numbers LDD0791 to LDD01251 are outlined in Table 1 in the report titled *Significant Drill Defined Extensions of Ag, Pb, Zn, Au Mineralisation at T7 Target, Los Domos Project* (see ASX release dated 16 April 2018) continue to apply and have not materially changed

**(x) Lead Equivalent Calculation Formula & Assumptions (PbEq) – Intermediate Sulphidation Epithermal**

$$\begin{aligned}
 \text{PbEq}(\%) &= \text{Pb}(\%) + \text{Au}(\text{g/t}) \times \frac{\text{Price per 1 Au}(\text{g}) \times \text{Au Recovery}(\%)}{\text{Price per 1 Pb}(\%) \times \text{Pb Recovery}(\%)} \\
 &+ \text{Ag}(\text{g/t}) \times \frac{\text{Price per 1 Ag}(\text{g}) \times \text{Ag Recovery}(\%)}{\text{Price per 1 Pb}(\%) \times \text{Pb Recovery}(\%)} \\
 &+ \text{Zn}(\%) \times \frac{\text{Price per 1 Zn}(\%) \times \text{Zn Recovery}(\%)}{\text{Price per 1 Pb}(\%) \times \text{Pb Recovery}(\%)}
 \end{aligned}$$

Metal	Price *	Recovery	
Gold	US\$1244 per ounce	93.2%	Metallurgical recoveries are based on initial metallurgical tests as outlined in a report titled <i>Initial Metallurgical Tests Show Potential for High Recoveries and Grades of Silver, Lead and Zinc in Concentrates</i> (see ASX release dated 7 August 2017). It is EQE's opinion that all the elements included in the metal equivalents calculation have a reasonable potential to be recovered and sold. Across the three targets drilled in the recently completed diamond program (T7, T2, T5) differing dominant metal bearing zones were intersected. The varying distribution of the different dominant metals is interpreted to be largely a function of the differing vertical depth within the epithermal system across the various prospects, within which the respective mineralization was intersected. As such, management have opted to report results on a metal equivalent basis in the metal that is currently the most dominant at the respective target in accordance with JORC reporting standards. If subsequent drilling intersects mineralization whereby a new dominant metal emerges for a target, equivalent metal reporting will change to reflect that new dominant metal.
Silver	US\$18.35 per ounce	99.6%	
Lead	US\$2350 per tonne	99.7%	
Zinc	US\$3100 per tonne	99.4%	
Recovery weighted Pb% : Zn% price ratio = 1 : 0.76 Recovery weighted Pb% : Au g/t price ratio = 1 : 0.63 Recovery weighted Pb% : Ag g/t price ratio = 1 : 39.9 *Metal prices are of July 2017			

(xi) [www.mandalayresources.com](http://www.mandalayresources.com)

(xii) All the material assumptions underpinning exploration results for sample numbers LDD01447 to LDD01585 and LDD01630 to LDD01687 are outlined in Table 1 in the report titled *Significant Drill Results from T7 Target, Los Domos Project* (see ASX release dated 10 May 2018) continue to apply and have not materially changed.

(xiii) All the material assumptions underpinning exploration results for sample numbers LDD01586 to LDD1629, LDD1699 to LDD1751 and LDD1769 to LDD1830 are outlined in Table 1 in the report titled *Further High-Grade Drill Results from T7 Target, Los Domos Project* (see ASX release dated 5 June 2018) continue to apply and have not materially changed.

**Cerro Diablo notes**

(i) All the material assumptions underpinning exploration results for historical samples D00001 – D00157 as outlined in Table 1 and Appendix 1 in the report titled *Newly Acquired Cerro Diablo Project Augments Equus Mining's Strategy at Los Domos* (see ASX release dated 19 February 2018) continue to apply and have not materially changed.

(ii) All the material assumptions underpinning exploration results for historical samples D10001 – D10085 as outlined in Table 1 and Appendix 1 in the report titled *Widespread Mineralisation Confirmed at Newly Acquired Cerro Diablo Project* (see ASX release dated 18 April 2018) continue to apply and have not materially changed.

(iii) All the material assumptions underpinning exploration results for historical samples D10087 – D10156 as outlined in Table 1 and Appendix 1 in the report titled *Further Widespread High-Grade Mineralisation Discovered at Cerro Diablo Project* (see ASX release dated 18 June 2018) continue to apply and have not materially changed.

### COMPETENT PERSON'S STATEMENT:

The information in this report that relates to Exploration Results for the Los Domos Gold-Silver project is based on information compiled by Damien Koerber. Mr Koerber is a geological consultant to the Company. Mr Koerber is a Member of the Australian Institute of Geoscientists and has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activities which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Koerber has a beneficial interest as shareholder and Director of Terrane Minerals SpA ('vendor') in Los Domos Gold-Silver project and consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Exploration Results for the Cerro Diablo precious and base metal project is based on information compiled by Jason Beckton. Mr Beckton is a geological consultant to the Company. Mr Beckton is a Member of the Australian Institute of Geoscientists and has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activities which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Beckton has a beneficial interest as shareholder of Equus Mining Limited and consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

### Tenement Information

Project	Tenement As at 31 March 2018	Tenements Added during the quarter	Tenements disposed during the quarter	Tenement As at 30 June 2018	% interest	Type of Tenement
<b>Mina Rica</b>	Mina Rica 12			Mina Rica 12	100	Exploration
	Mina Rica 15			Mina Rica 15	100	Exploration
	Mina Rica 16			Mina Rica 16	100	Exploration
	Mina Rica 19			Mina Rica 19	100	Exploration
	Mina Rica 20			Mina Rica 20	100	Exploration
	Mina Rica 23			Mina Rica 23	100	Exploration
	Mina Rica 26			Mina Rica 26	100	Exploration
	Mina Rica 29			Mina Rica 29	100	Exploration
	Mina Rica 30			Mina Rica 30	100	Exploration
	Mina Rica 31			Mina Rica 31	100	Exploration
	Mina Rica 32			Mina Rica 32	100	Exploration
	Mina Rica 33			Mina Rica 33	100	Exploration
	Mina Rica 34			Mina Rica 34	100	Exploration
	Mina Rica 35			Mina Rica 35	100	Exploration
	Mina Rica 36			Mina Rica 36	100	Exploration
	Mina Rica 37			Mina Rica 37	100	Exploration
	Mina Rica 38			Mina Rica 38	100	Exploration
	Mina Rica 39			Mina Rica 39	100	Exploration
	Mina Rica 40			Mina Rica 40	100	Exploration
	Mina Rica 41			Mina Rica 41	100	Exploration
Mina Rica 42			Mina Rica 42	100	Exploration	
Mina Rica 43			Mina Rica 43	100	Exploration	
Mina Rica 44			Mina Rica 44	100	Exploration	
Mina Rica 45			Mina Rica 45	100	Exploration	
Mina Rica 46			Mina Rica 46	100	Exploration	
Mina Rica 47			Mina Rica 47	100	Exploration	
<b>Brunswick</b>	Brunswick 3A			Brunswick 3A	100	Exploration
	Brunswick 4A			Brunswick 4A	100	Exploration
<b>Rubens</b>	Glo 1			Glo 1	100	Exploration
	Glo 2			Glo 2	100	Exploration
	Glo 3			Glo 3	100	Exploration

<b>Rubens</b>	Glo 4			Glo 4	100	Exploration
	Glo 5			Glo 5	100	Exploration
	Glo 6			Glo 6	100	Exploration
	Glo 7			Glo 7	100	Exploration
	Glo 8			Glo 8	100	Exploration
<b>Los Domos</b>	Electrum 1A			Electrum 1A	see note 1 below	Exploration
	Electrum 2A			Electrum 2A	see note 1 below	Exploration
	Electrum 3A			Electrum 3A	see note 1 below	Exploration
	Electrum 4A			Electrum 4A	see note 1 below	Exploration
	Electrum 5A			Electrum 5A	see note 1 below	Exploration
	Electrum 6A			Electrum 6A	see note 1 below	Exploration
	Electrum 7A			Electrum 7A	see note 1 below	Exploration
	Electrum 8			Electrum 8	see note 1 below	Exploration
	Electrum 9			Electrum 9	see note 1 below	Exploration
	Electrum 10			Electrum 10	see note 1 below	Exploration
	Electrum 11			Electrum 11	see note 1 below	Exploration
	Electrum 12A			Electrum 12A	see note 1 below	Exploration
	Pedregoso I			Pedregoso I	see note 2 below	Mining Concessions
	Pedregoso VII			Pedregoso VII	see note 2 below	Mining Concessions
	Honda 20			Honda 20	see note 2 below	Mining Concessions
<b>Cerro Diablo</b>	Diablo 1			Diablo 1	100	Exploration
	Diablo 2			Diablo 2	100	Exploration
	Diablo 3			Diablo 3	100	Exploration
	Diablo 4			Diablo 4	100	Exploration
	Diablo 5			Diablo 5	100	Exploration
	Diablo 6			Diablo 6	100	Exploration
	Diablo 7			Diablo 7	100	Exploration
	Diablo 8			Diablo 8	100	Exploration
	Diablo 9			Diablo 9	100	Exploration
	Diablo 10			Diablo 10	100	Exploration
	Diablo 11			Diablo 11	100	Exploration
	Diablo 12			Diablo 12	100	Exploration
	Diablo 13			Diablo 13	100	Exploration

- 1) The Company's wholly owned subsidiary, Southern Gold SpA has an option to acquire 100% of the Los Domos Gold project. The Company has earned a 51% interest in the project through the drilling program of 1,000 metres.
- 2) As part of Los Domos Gold project, Terrane Minerals SpA has, through the drilling of 1,000 metres, earned a 75% interest in the Mining Concessions of Patagonia Gold