

BOARD OF DIRECTORS**Executive Chairman**

John Terpu

Non-Executive Director

Kathleen Bozanic

Non-Executive Director

Andrew Caruso

COMPANY SECRETARY

Mark Petricevic

Acquisition of Tenement Package

Great Southern Mining Limited (Great Southern Mining or GSN or the Company) is pleased to announce that the Company has entered into a binding agreement (**Agreement**) to acquire a 100% interest in a tenement package from Central Australian Rare Earths Pty Ltd, an Australian registered wholly owned subsidiary of Strategic Minerals plc, a company listed on the AIM Market of the London Stock Exchange.

Pursuant to the Agreement, the Company will acquire exploration licences E38/2829, E38/2442; E38/2587 and E38/2856 (**Tenements**).

As a result of this Agreement and the proposed transfer of the Tenements to GSN's exclusive control, GSN will increase its holding in the Laverton region by approximately 51km² and secure exploration ground immediately to the south of its Mon Ami Project on M38/1256.

Completion of the transaction is subject to a number of conditions precedent with key terms outlined below:

Key terms of the acquisition:

Consideration:

Total consideration of \$145,000 consisting of cash of \$100,000 (payable in two equal tranches - a \$50,000 non-refundable deposit on execution of a further definitive agreement and \$50,000 on completion of the transaction) and 1,000,000 fully paid ordinary shares in GSN at a deemed issue price of \$0.045 per share, to be issued at completion of the transaction.

The shares will be issued to Central Australia Rare Earths Pty Ltd or its Nominee, utilising GSN's existing placement capacity under LR7.1 and will be subject to voluntary escrow until 30 December 2018 (500,000 shares) and 30 June 2019 (500,000 shares).

Transfer

Completion of the transaction will also be conditional upon the receipt of any necessary departmental or Ministerial consents to transfer the tenements.

Due Diligence Procedures

GSN is currently in the process of conducting due diligence, over an agreed seven day period, in respect of the Tenements.

Completion

Anticipated to occur within 4 weeks.

Further documentation

Parties to enter a substantive agreement covering the transaction on usual terms.

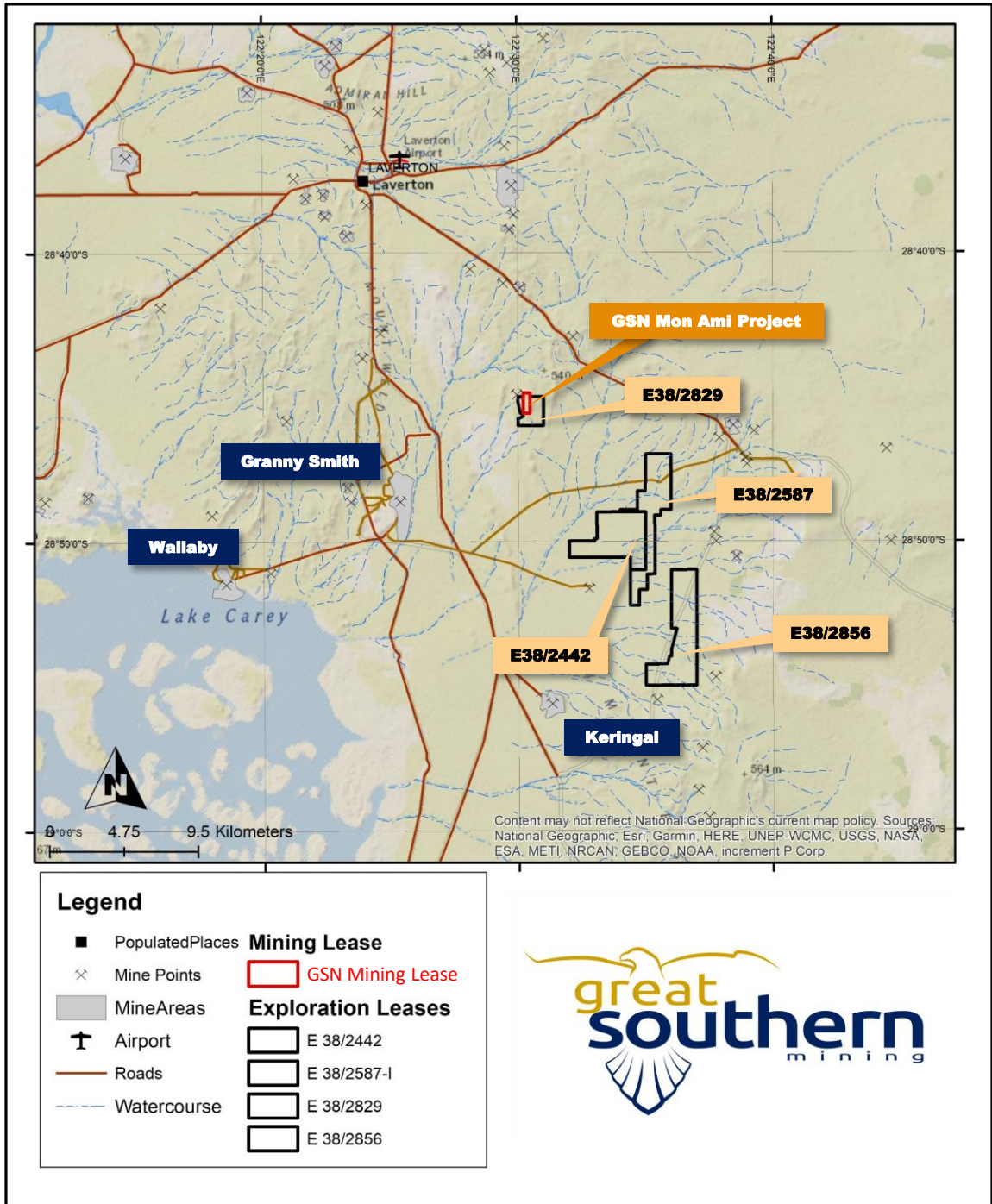
Contact Details

Registered Office and
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Suite 4, 213 Balcatta Road
BALCATTWA 6021
Phone: 61 8 9240 4111
Fax: 61 8 9240 4054

Website

www.gsml.com.au

Figure 1: Position of the tenements subject to the transaction with reference to GSN's Mon Ami Project location.



ENDS**For more information:****John Terpu**

Executive Chairman

(08) 9240 4111

Competent Persons Statement

The information in this report that relates to information and supporting documentation compiled by the Executive Team and Dr Bryce Healy. Dr Healy is an employee of Noventum Group Pty Ltd (ACN 624 875 323) and has been engaged by Great Southern Mining Limited as Head of Exploration with GSN. He has sufficient experience relevant to the style of mineralisation and type of deposit under consideration. Dr Healy is a Member of the Australasian Institute of Geoscientists and as such, is a Competent Person for the Reporting of Exploration Results, Mineral Resources and Ore Reserves under the JORC Code (2012). Dr Healy consents to the inclusion in the report of the matters based on his information in the form and context in which they occur.

Forward Looking Statements

Forward- looking statements are only predictions and are not guaranteed. They are subject to known and unknown risks, uncertainties and assumptions, some of which are outside the control of the Company. Past performance is not necessarily a guide to future performance and no representation or warranty is made as to the likelihood of achievement or reasonableness of any forward looking statements or other forecast. The occurrence of events in the future are subject to risks, uncertainties and other factors that may cause the Company's actual results, performance or achievements to differ from those referred to in this announcement. Given these uncertainties, recipients are cautioned not to place reliance on forward looking statements. Any forward- looking statements in this announcement speak only at the date of issue of this announcement. Subject to any continuing obligations under applicable law and the ASX Listing Rules, the Company, its directors, officers, employees and agents do not give any assurance or guarantee that the occurrence of the events referred to in this announcement will occur as contemplate.