

16 January 2017

Mr Jeremy Newman
Listing Compliance (Perth)
ASX Limited
Level 40
152-158 St George's Terrace
PERTH WA 6000

Dear Jeremy

CONFIRMATION STATEMENT

Options Issued

We confirm that the Company has issued 1,000,000 options exercisable at \$0.20 each on or before 12 January 2020 to Downtown Holdings Pty Ltds nominee under the terms of the earn-in agreement.

Completion of Share Purchase Agreement

We confirm satisfaction of the conditions precedent to, and completion of, the share purchase agreement with the shareholders (**Vendors**) of Black Eagle (WA) Pty Ltd (**Black Eagle**) dated 27 October 2016 for the acquisition of all the shares in Black Eagle, including the issue and payment of the following:

1. 10,000,000 fully paid shares in the Company;
2. 4,000,000 class A performance shares and 4,000,000 class B performance shares as set out at pages 148 to 150 of the Prospectus; and
3. cash reimbursement of \$100,431.68 for expenditure incurred by the Vendors on the mining tenements defined at page 160 of the Prospectus.