



Highly successful quarter sees Liontown deliver maiden lithium and vanadium Resources, confirm second lithium discovery and commence development studies

HIGHLIGHTS

KATHLEEN VALLEY LITHIUM PROJECT (WA)

- Maiden Measured, Indicated and Inferred Mineral Resource estimate completed for the Kathleen's Corner and Mt Mann deposits:
 - **21.2Mt @ 1.4% Li₂O and 170ppm Ta₂O₅ at a 0.5% Li₂O cut-off grade**
- 75% of the Mineral Resource is classified as Measured or Indicated.
- The Mineral Resource remains open along strike and at depth and offers outstanding potential for further growth with additional drilling.
- Metallurgical test work on diamond core samples is ongoing and will pave the way for a Scoping Study and preliminary discussions with off-take and other strategic partners.

BULDANIA LITHIUM PROJECT (WA)

- Extensions of high-grade lithium mineralisation at the Anna prospect confirmed by follow-up drilling. New intersections include:

41m @ 1.0% Li₂O from 8m (BDR0040), including:

- **7m @ 1.8% Li₂O from 19m;** and
- **14m @ 1.4% Li₂O from 27m**

27m @ 1.2% Li₂O from 88m (BDR0041), including:

- **13m @ 1.5% Li₂O from 95m**

35m @ 1.2% Li₂O from 35m (BDR0056), including:

- **5m @ 1.6% Li₂O from 42m;** and
- **18m @ 1.7% Li₂O from 51m**

23m @ 1.4% from 136m (BRC0058), including:

- **18m @ 1.5% Li₂O from 137m**

26m @ 1.1% Li₂O from 82m (BDR0061), including:

- **5m @ 1.5% Li₂O from 87m;** and
- **8m @ 1.8% Li₂O from 94m**

(True widths 90-100% of down-hole widths listed above)

- The mineralisation has been extended beneath shallow cover for a further 200m to the south-east and remains open.

TOOLEBUC VANADIUM PROJECT (QLD)

- Maiden JORC Inferred Mineral Resource estimate completed for the Cambridge deposit:
 - **84Mt @ 0.30% V₂O₅ at a 0.25% cut-off grade**
- The resource remains open and an Exploration Target of 100 – 110Mt at an average grade of 0.28% - 0.32% V₂O₅ has been estimated adjacent to and in addition to the Inferred Mineral Resource.



Kathleen Valley Core Samples

INVESTMENT HIGHLIGHTS

- >21Mt, high grade lithium-tantalum Mineral Resource estimated for Kathleen Valley – Scoping Study well advanced.
- Second significant lithium discovery confirmed at Buldania.
- Maiden 84Mt vanadium Mineral Resource delineated at the Toolebuc Project.

Company well-resourced to maintain exploration and resource definition momentum.



Buldania Drill Rigs, WA

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Liontown's Managing Director, Mr David Richards, said the September Quarter marked one of the most active and successful periods in the Company's history, laying the foundations for its growth and development as a diversified strategic metals developer.

"We made strong progress at all three of our Australian battery metals projects during the quarter, delivering a high-quality maiden JORC Resource in a Tier-1 mining jurisdiction at Kathleen Valley, confirming a significant new lithium discovery at Buldania and completing a maiden JORC vanadium Resource at Toolebuc in Queensland".

"With a Scoping Study already well advanced at Kathleen Valley and drilling continuing at Buldania targeting a maiden JORC Resource, we remain focused on unlocking the value of these projects as quickly as we can."

AUSTRALIAN PROJECTS

1. Kathleen Valley Lithium Project, WA (Liontown: 100%)

The Kathleen Valley Project is located in Western Australia, approximately 680km north-east of Perth within the Eastern Goldfields of the Archaean Yilgarn Craton (Figure 1). Spodumene-bearing pegmatites were discovered by historical prospecting at Kathleen Valley and drilling by Liontown has since delineated a large, high-grade, lithium-mineralised system.

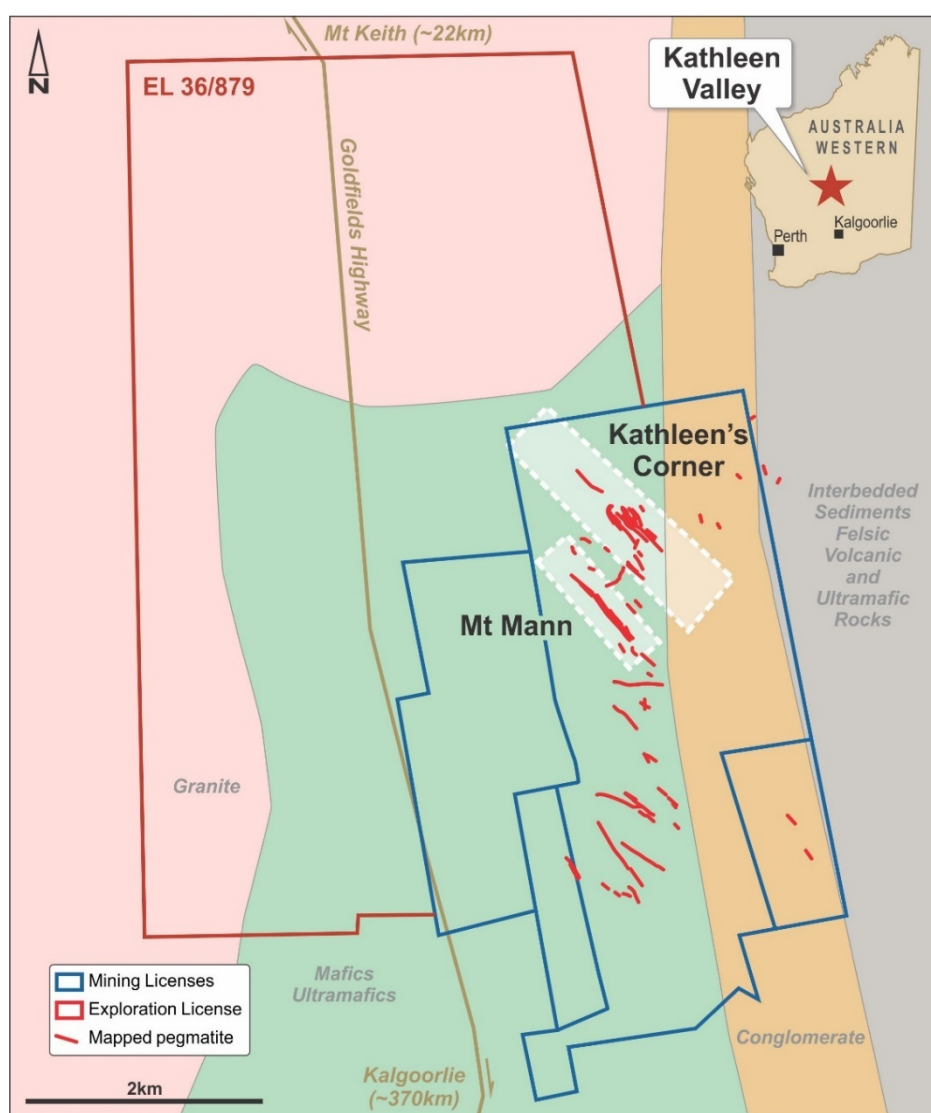


Figure 1: Kathleen Valley Project – Location plan, interpreted bedrock geology, tenure and mapped pegmatite swarms.

During the Quarter, Liontown completed resource definition drilling at Kathleen Valley and announced a maiden Measured, Indicated and Inferred Mineral Resource for the Project.

22 Reverse Circulation holes (KVRC0125-0146) were drilled during the Quarter for a total of 2,808m. Since acquiring the Kathleen Valley Project, Liontown has drilled 155 holes for a total of 20,281m, comprising 146 RC holes for 18,671m and nine diamond core holes for 1,610m. Data from these holes were used for the Resource estimate summarised below.

The Mineral Resource, which was prepared by independent specialist resource and mining consulting group Optiro Pty Ltd ("Optiro"), encompasses the adjacent Kathleen's Corner and Mt Mann deposits (**Figure 1**) and combined comprises **21.2Mt @ 1.4% Li₂O and 170ppm Ta₂O₅**.

75% of the Mineral Resource is classified as Measured or Indicated, setting a strong foundation for future evaluation studies including a Scoping Study which is in progress.

Details of the maiden Mineral Resource estimate are provided in Tables 1 and 2 below.

Table 1: Kathleen's Corner and Mt Mann Mineral Resource as at September 2018

Resource category	Million tonnes	Li ₂ O %	Ta ₂ O ₅ ppm
Measured	3.02	1.3	190
Indicated	12.7	1.4	160
Inferred	5.3	1.3	150
Total	21.2	1.4	170

- Notes:
- Reported above a Li₂O cut-off grade of 0.5%
 - Tonnages and grades have been rounded to reflect the relative uncertainty of the estimate

Table 2: Kathleen Valley Mineral Resource reported by Li₂O% cut off grades

Cut-off Li ₂ O %	Million tonnes	Li ₂ O %	Ta ₂ O ₅ ppm
0.3	21.2	1.37	166
0.4	21.2	1.37	166
0.5	21.2	1.37	166
0.6	21.2	1.37	166
0.7	21.0	1.37	166
0.8	20.7	1.38	166
0.9	20.1	1.40	167
1.0	18.9	1.43	167
1.1	17.3	1.46	167
1.2	15.1	1.51	168
1.3	12.3	1.56	170
1.4	9.3	1.63	174
1.5	6.6	1.71	177

The Mineral Resource estimate is reported and classified in accordance with the guidelines of the 2012 Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code; 2012).

A total of 18 mineralised pegmatites have been identified at the Kathleen Valley Project hosted by two pegmatite swarms – Kathleen's Corner and Mt Mann (**Figure 2**). The Resource remains open along strike and at depth, providing outstanding potential for further growth. The shallow nature of the mineralisation at Kathleen's Corner and Mt Mann means that it is amenable to open pit mining methods.

Future Exploration and Evaluation

Metallurgical test work using diamond core from nine holes drilled last Quarter is ongoing with preliminary results due shortly.

Liontown will use the data from the Mineral Resource estimation and metallurgical test work as a basis to complete a financial Scoping Study for the Kathleen Valley Project.

Opportunities to expand the Mineral Resource by undertaking further drilling will also be reviewed.

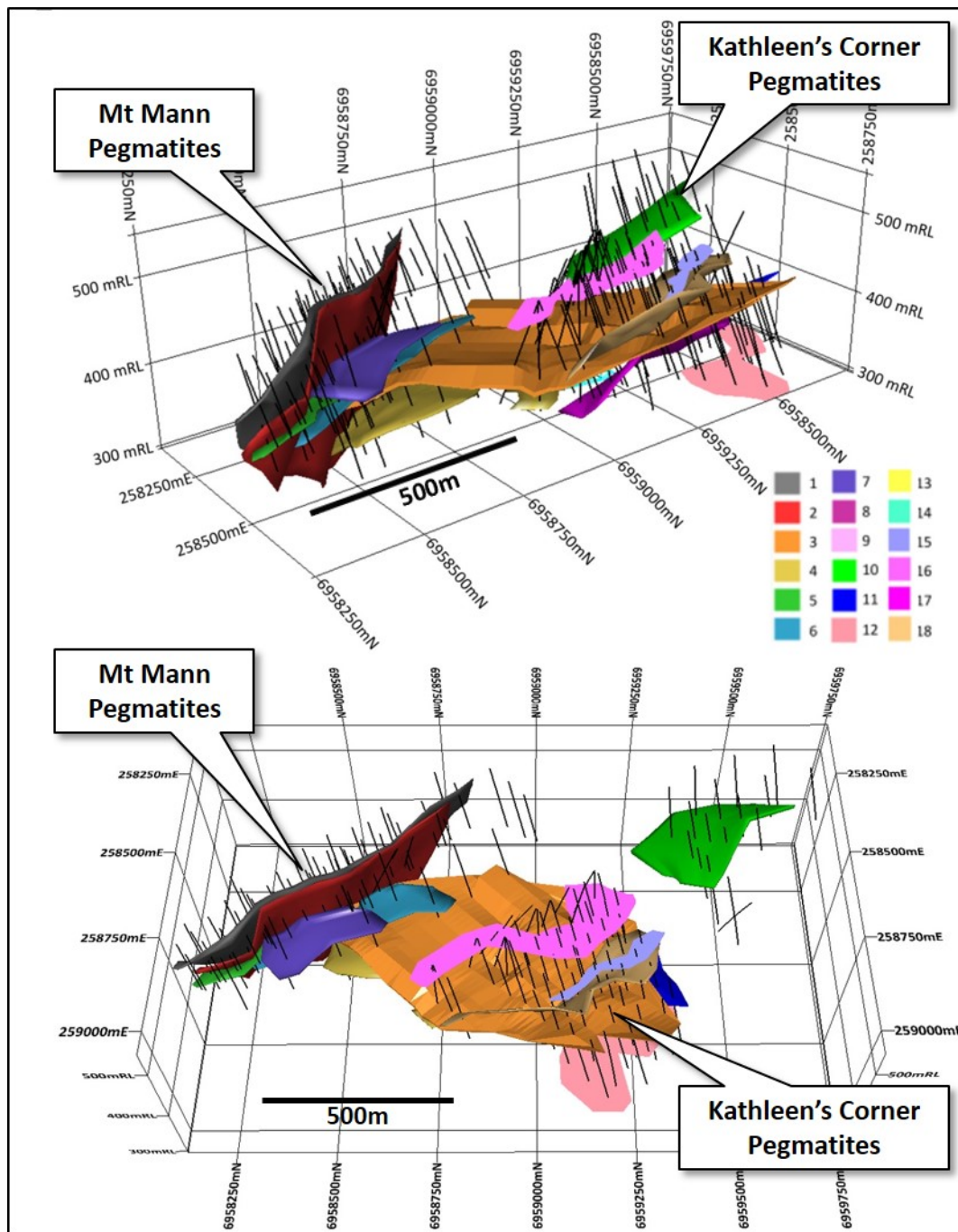


Figure 2: Kathleen Valley— 3D views of the drill holes and mineralised pegmatites coloured by domain code (top - side view, looking north-west, bottom – looking west) 2x vertical exaggeration.

2. Buldania Lithium Project, WA (Liontown: 100% of Lithium rights)

The Buldania Project is located in the Eastern Goldfields, approximately 600km east of Perth and 200km north of the regional port of Esperance (**Figure 3**). Historical mapping and exploration delineated a large spodumene-bearing pegmatite swarm not previously assessed for lithium or associated rare metals.

A second phase of drilling commenced during the Quarter to follow-up the significant lithium mineralisation (up to 58m @ 1.2% Li₂O from 39m) intersected earlier this year at the Anna prospect.

45 Reverse Circulation (RC) holes (BDRC0037-0081) and two diamond core holes (BDDD0001-0002) were drilled during the Quarter for a total of 5,076m and 355.4m respectively. Since acquiring the Project in late 2017, Liontown has drilled 83 holes totalling 8,770.4m, comprising 81 RC holes for 8,415m and the two diamond core holes referred to above.

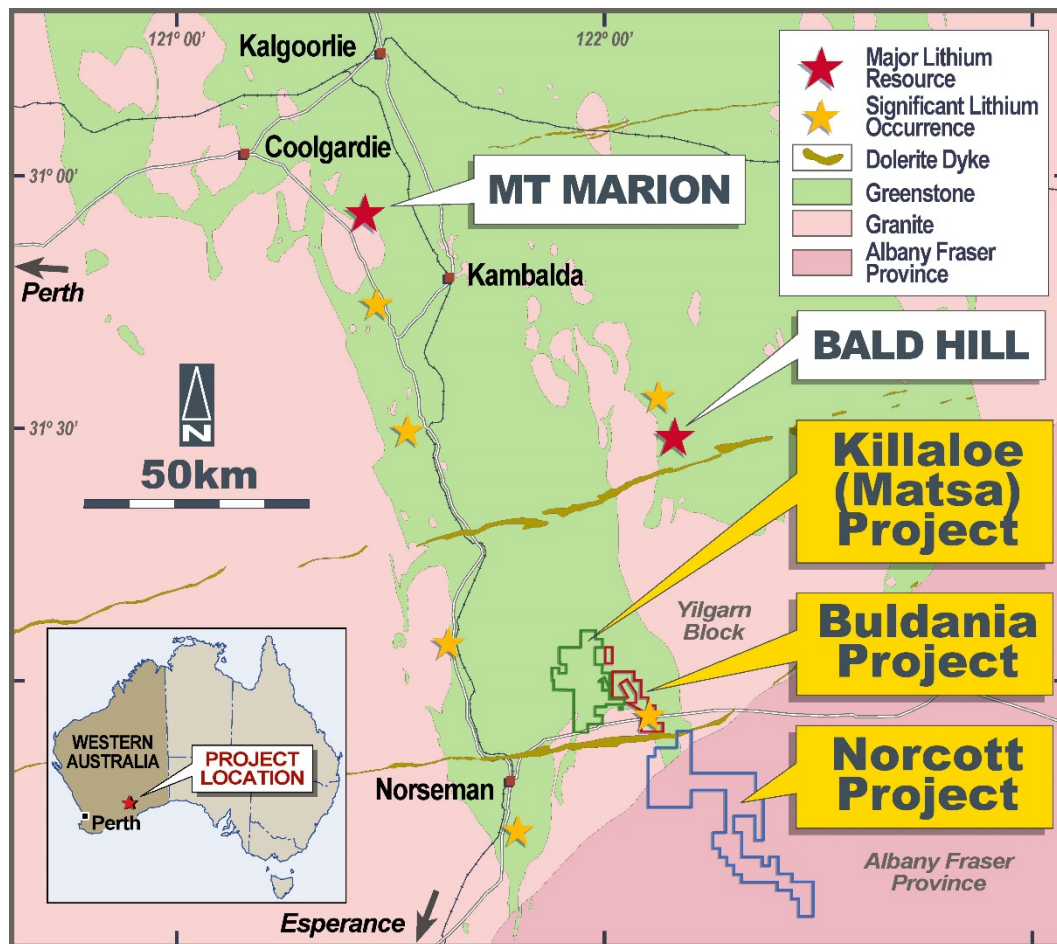


Figure 3: Lontown Projects in Norseman area – Location and regional geology.

At the Anna prospect, drilling has extended the lithium mineralisation at least 200m toward the south-east under shallow cover, confirming the presence of an extensive zone of spodumene-related lithium mineralisation.

Better results are listed in the highlights section and shown on **Figure 4**.

The mineralisation is open in all directions, with the Anna pegmatite body interpreted to have a minimum strike length of 650m and with surface widths varying between 50m in the north-west to 250m in the south-east (**Figure 4**).

The current program has also successfully confirmed the continuity of intersections reported earlier this year.

Following receipt of the latest results, Lontown expanded the drilling program to test for further strike extensions to the south-east. A second rig was contracted to drill three HQ diamond core holes, two of which have been completed (with assays pending). Data from the core holes will be used for geological, structural, geotechnical and metallurgical studies.

The recent results indicate multiple, moderately south-west dipping, lithium-mineralised pegmatites, which have been defined to a vertical dip of ~150m (**Figure 5**).

Geological modelling is continuing as a pre-cursor to preparing a maiden Mineral Resource estimate.

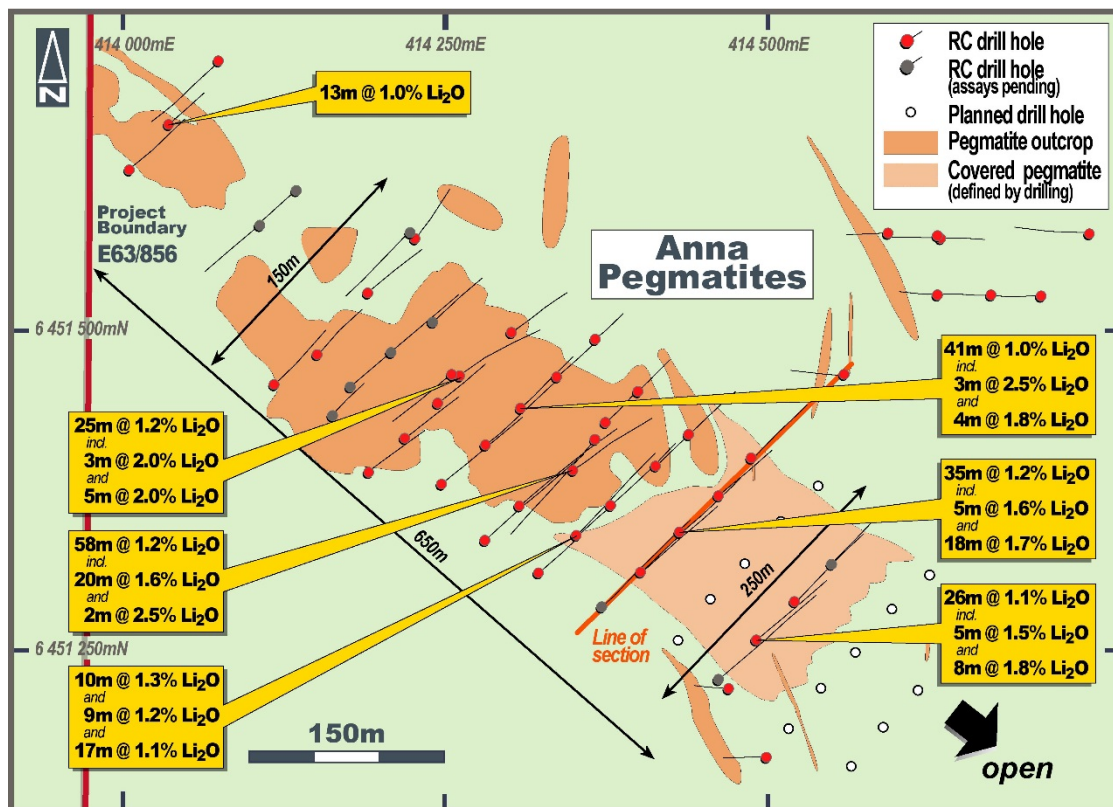


Figure 4: Buldania/Anna Prospect – Drill hole and geology plan showing better intercepts.

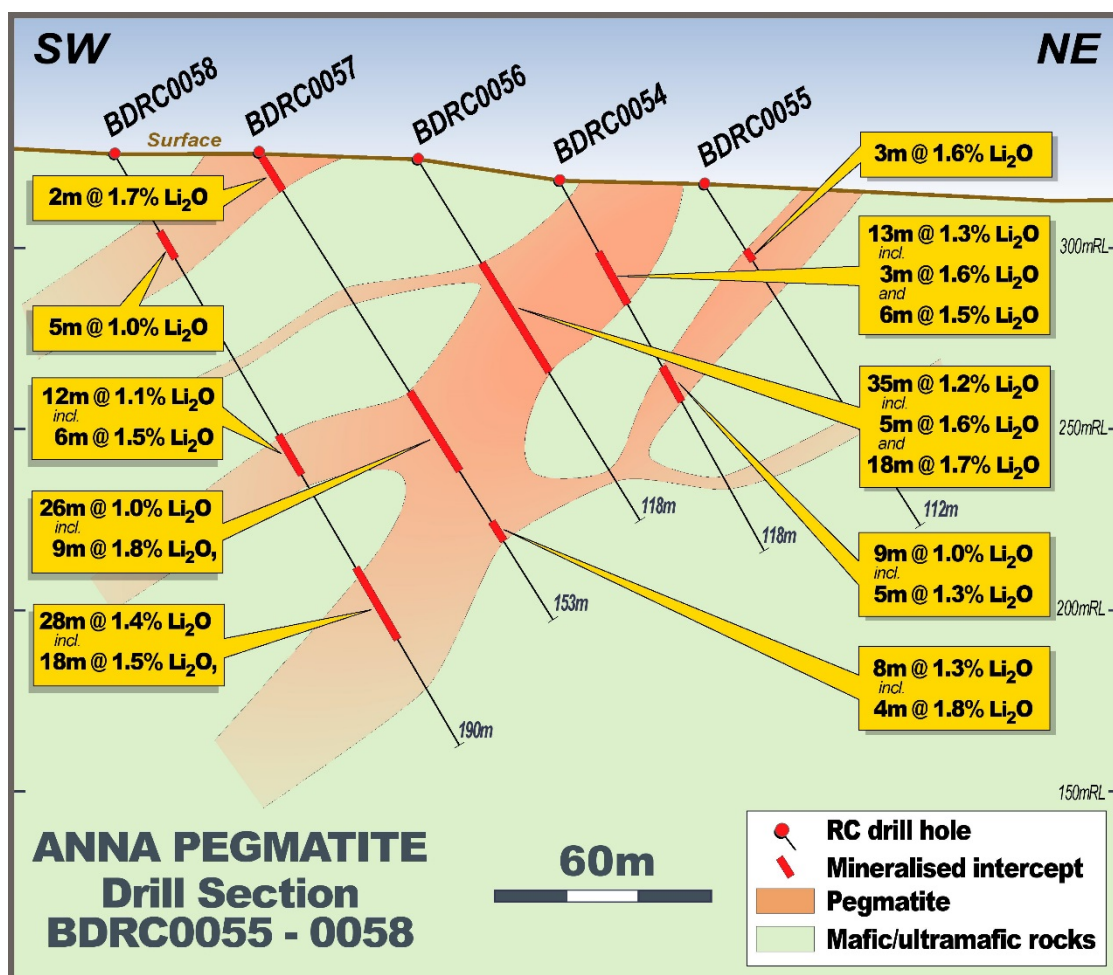


Figure 5: Buldania/Anna Prospect – New drill section (see Figure 4 for location).

3. Killaloe Project, WA (Liontown 80%-100%)

The ~163km² Killaloe Project is located immediately north-west of the Buldania Project and covers the strike extension of the same lithium-prospective stratigraphy (Figure 3).

During the Quarter, Liontown entered into an agreement to acquire the Killaloe Project from Matsa Resources Limited (ASX: MAT).

The acquisition significantly expands Liontown's footprint in the Norseman region. While there has been no previous lithium exploration on the project, it is considered highly prospective as it covers the immediate strike extension of the stratigraphy which hosts the Anna pegmatite at Buldania.

Liontown's initial focus will be geological mapping and geochemical sampling to define targets for drill testing.

The consideration to acquire the Killaloe Project comprised 20 million Liontown shares and a 1% NSR Royalty.

4. Norcott Project, WA (Liontown: right to 100%)

The Norcott Project is located immediately south-east of the Buldania Project and covers the strike extension of the same lithium-prospective stratigraphy (Figure 3). Liontown has acquired two Exploration Licences, including the rights to all metals, covering a total area of 370km².

Orientation soil sampling was completed at Norcott during the Quarter.

121 samples were collected and results indicate that it is an effective technique for detecting lithium mineralisation.

Further work will be designed and completed as part of a larger regional exploration program also incorporating the nearby Buldania and Killaloe Projects.

5. Toolebuc Vanadium Project, Qld (Liontown: 100%)

The Toolebuc Vanadium Project is located in NW Queensland, approximately 440km west of Townsville (Figure 6), in a region which hosts a number of large vanadium resources defined as part of previous exploration for hydrocarbons in oil shale. Liontown has five tenements which adjoin existing resources and the Project represents a low-cost entry into vanadium, a commodity that is part of the battery metal suite, critical to the future of energy storage.

During the Quarter, Liontown announced a maiden Inferred Mineral Resource estimate of approximately **83.7Mt @ 0.30% V₂O₅** for the Cambridge deposit, located within the Toolebuc Project (Figure 6).

The Mineral Resource, which was prepared by independent specialist resource and mining consulting group Optiro Pty Ltd, is summarised in Tables 3 and 4 below:

Table 3: Cambridge Deposit Mineral Resource as at July 2018

Resource category	Million tonnes	V ₂ O ₅ %	MoO ₃ ppm
Inferred	83.7	0.30	188
Total	83.7	0.30	188

- Notes:
- Reported above a V₂O₅ cut-off grade of 0.25%
 - Tonnages and grades have been rounded to reflect the relative uncertainty of the estimate

Table 4: Cambridge Deposit Mineral Resource reported by V₂O₅ grades

Cut-off V ₂ O ₅ %	Million tonnes	V ₂ O ₅ %	MoO ₃ ppm
0.15	185.4	0.25	161
0.20	148.1	0.27	172
0.25	83.7	0.30	188
0.30	34.5	0.34	202
0.35	7.9	0.38	217
0.40	1.7	0.42	226

The Mineral Resource estimate is reported and classified in accordance with the guidelines of the 2012 Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code; 2012).

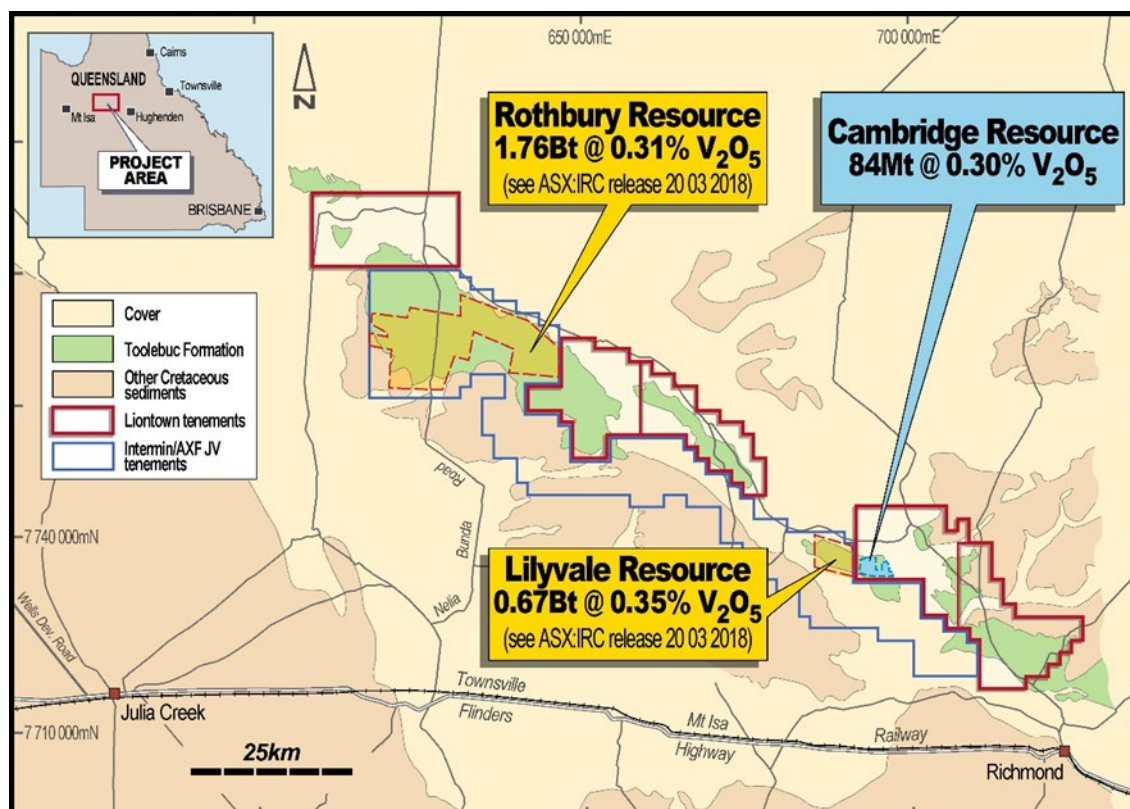


Figure 6: Toolebuc Vanadium Project – Location, regional geology and tenure showing mineral resources held by Intermin (in yellow) and Lontown's Cambridge deposit (in blue).

The drilling database used to define the mineralisation at Cambridge comprises 35 vertical aircore holes drilled by Intermin Resources Ltd in 2008, for a total of 832m.

Vanadium mineralisation at the Cambridge deposit is located within marine sediments of the Early Cretaceous Toolebuc Formation, a stratigraphic unit that occurs throughout the Eromanga Basin in Central Northern Queensland. The Toolebuc Formation is a flat-lying, early Cretaceous age sediment that consists predominantly of black carbonaceous and bituminous shale and minor siltstone with limestone lenses and coquinites. The mineralisation at Cambridge extends from 1m to 22m below surface (average 10m) and ranges in thickness from 2m to 17m, with an average thickness of 9.7m.

The Cambridge deposit is 5km long, up to 3km wide, and lies adjacent to and immediately east of the Lilyvale vanadium deposit, owned by Intermin Resources Ltd.

Cambridge Exploration Target

The Inferred Mineral Resource at Cambridge is open in all directions and Lontown has defined an Exploration Target area (**Figure 7**) based on the continuity of the mineralisation indicated by resource drilling by Intermin on the adjacent Lilyvale deposit and the extent of outcropping Toolebuc Formation shown on Queensland government geological maps.

Within this area it is estimated that there is an Exploration Target of **100Mt to 110Mt at an average grade of 0.28% to 0.32% V₂O₅**. The Exploration Target is additional to and adjacent to the Cambridge Inferred Mineral Resource. Lontown intends to drill this area to extend the Mineral Resource.

The potential quantity and grade of the Exploration Target is conceptual in nature as there has been insufficient exploration within these areas to estimate a Mineral Resource and it is uncertain if further exploration will result in the definition of Mineral Resources within these areas.

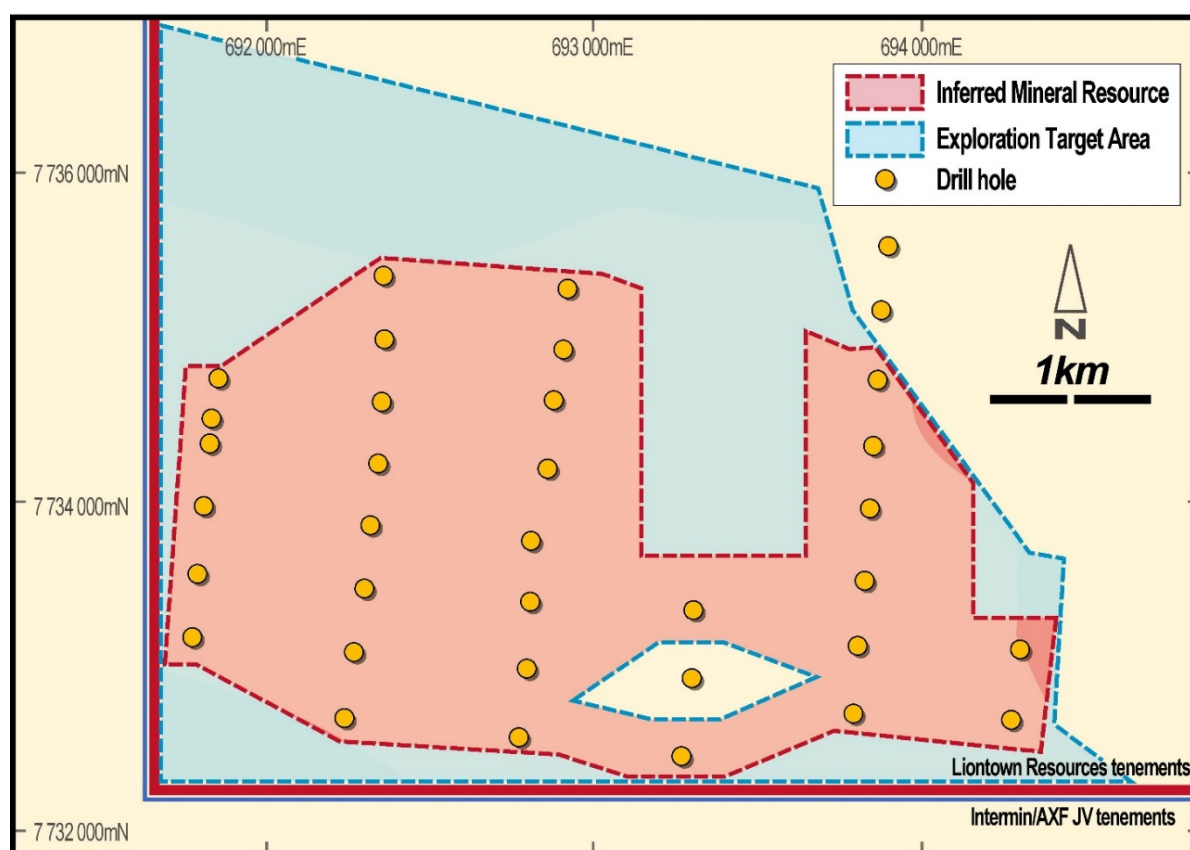


Figure 7: Cambridge area – Drill hole plan showing Inferred Mineral Resource and Exploration Target Areas.

Future Exploration and Evaluation

Further drilling is planned to extend the current resource area, collect samples for metallurgical test work and test other targets within project area. This work is conditional on finalising access negotiations with local land owners.

6. Tanzanian Projects


Due to its increasing focus on resource development activities at its Australian lithium and vanadium projects, Lontown has elected to relinquish its interests in the Jubilee Reef Gold Project in Tanzania. Upon completion of this process Lontown will cease to have any interests in Tanzania.

7. Tenement schedules and expenditures

In accordance with ASX Listing Rule 5.3, please refer to Appendix 1 for listing of tenements. In addition, during the Quarter the Company spent \$1,069,299 on exploration and evaluation activities (YTD: \$1,069,299) and \$340,389 on administration costs (YTD: \$340,389).

8. Corporate

At the end of the Quarter, Lontown's cash balance was \$2,522,808.



DAVID RICHARDS
Managing Director

24th October 2018

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The Information in this report that relates to Mineral Resources for the Kathleen Valley Project is extracted from the ASX announcement "Maiden 21 million tonne Lithium-Tantalum Mineral Resource sets strong growth foundation for Lontown at Kathleen Valley" released on the 4th September 2018 which is available on www.ltresources.com.au.

The Information in this report that relates to the Exploration Results for the Buldania Project is extracted from the ASX announcement entitled "Second significant lithium discovery in WA at Buldania" released on the 19th September 2018 respectively which is available on www.ltresources.com.au.

The Information in this report that relates to Mineral Resources for the Toolebuc Vanadium Project is extracted from the ASX announcement "Lontown Announces Maiden 84Mt Vanadium Resource" released on the 30th July 2018 which is available on www.ltresources.com.au.

The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

This announcement contains forward-looking statements which involve a number of risks and uncertainties. These forward looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more of the risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this announcement. No obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

APPENDIX 1

The following information is provided in accordance with ASX Listing Rule 5.3 for the quarter ended 30 September 2018:

1. Listing of tenements held in Australia (directly or beneficially):

Country	Project	Tenement No.	Registered Holder	Nature of interests
Australia	Kathleen Valley	M36/264	LRL (Aust) Pty Ltd (wholly owned subsidiary of Liontown Resources Limited).	100% - gold and nickel rights retained by other parties
		M36/265		
		M36/459		
		M36/460		
		E36/879	Liontown Resources Limited	100% - all metal rights
	Buldanian	E63/856	Avoca Resources Pty Ltd	100% of rights to lithium and related metals secured by Lithium Rights Agreement
		P63/1977		
	Norcott	E63/1824	Galahad Resources Limited	0% - application. Right to 100% of all metal rights secured by Agreement
		E63/1863	LRL (Aust) Pty Ltd (wholly owned subsidiary of Liontown Resources Limited).	100%
	Killaloe	E63/1018	80% Killaloe Minerals Pty Ltd (wholly-owned subsidiary of Matsa Resources Limited)/20% Cullen Resources Limited	Liontown has secured rights to 100% of Matsa's interest via a Sales Agreement. Transfer of tenure pending.
		E63/1199		
		E63/1646	Killaloe Minerals Pty Ltd (wholly-owned subsidiary of Matsa Resources Limited)	
		E63/1655		
		E63/1660		
		E63/1661		
		E63/1662		
		E63/1713		
		M63/0177		
		P63/2134		
	Norseman Regional	P63/2127	LRL (Aust) Pty Ltd (wholly owned subsidiary of Liontown Resources Limited).	0% - applications
		P63/2128		
		P63/2129		
	Toolebuc	EPM26490	Liontown Resources Limited	100%
		EPM26491		
		EPM26492		
		EPM26494		
		EPM26495		
	Moora	E70/5217	ERL (Aust) Pty Ltd (wholly owned subsidiary of Liontown Resources Limited).	0% - Application

APPENDIX 1 (cont.)

2. Listing of tenements held in Tanzania (directly or beneficially):

Country	Project	Tenement No.	Registered Holder	Nature of interests
Tanzania	Jubilee Reef	PL8125/2012	Liontown Resources (Tanzania) Limited	100%
		PL8304/2012		
		PL9711/2014	Currie Rose Resources (T) Limited	100% - pending transfer
		PL9973/2014	Liontown Resources (Tanzania) Limited	100%
		PL10222/2014	Currie Rose Resources (T) Limited	100% - pending transfer
		PL10599/2015	Liontown Resources (Tanzania) Limited	100%
		PL10894/2016		
		PL10907/2016		
		PL11134/2017		
		PL12356/2017	Chela Resources Limited	0% - Subject to an Option Agreement whereby Liontown has a right to acquire all shares in Chela Resources if the PMLs are converted to licenses that can be legally owned by a foreign entity
		PMLs 28341,28342, 28344, 28345, 28347, 28350, 28352, 28354, 28356, 28358, 28360, 28361, 28363, 28365, 28366		

3. Listing of tenements acquired (directly or beneficially) during the quarter:

Country	Project	Tenement No.	Registered Holder	Nature of interests
Australia	Killaloe	E63/1018	80% Killaloe Minerals Pty Ltd (wholly-owned subsidiary of Matsa Resources Limited)/20% Cullen Resources Limited	Liontown has secured rights to 100% of Matsa's interest via a Sales Agreement. Transfer of tenure pending.
		E63/1199		
		E63/1646	Killaloe Minerals Pty Ltd (wholly-owned subsidiary of Matsa Resources Limited)	
		E63/1655		
		E63/1660		
		E63/1661		
		E63/1662		
		E63/1713		
		M63/0177		
		P63/2134		
		EPM26491		
		EPM26492		
		EPM26494		
		EPM26495		
	Moora	E70/5217	ERL (Aust) Pty Ltd (wholly owned subsidiary of Liontown Resources Limited).	0% - Application

4. Tenements relinquished, reduced or lapsed (directly or beneficially) during the quarter:

No tenements relinquished, reduced or lapsed during the Quarter.

5. Listing of tenements applied for (directly or beneficially) during the quarter:

Country	Project	Tenement No.	Registered Holder	Nature of interests
Australia	Moora	E70/5217	ERL (Aust) Pty Ltd (wholly owned subsidiary of Liontown Resources Limited).	0% - Application

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

Liontown Resources Ltd

ABN

39 118 153 825

Quarter ended ("current quarter")

30 September 2018

Consolidated statement of cash flows	Current quarter \$A	Year to date (3 months) \$A
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(1,069,299)	(1,069,299)
(b) development	-	-
(c) production	-	-
(d) staff costs	(107,245)	(107,245)
(e) administration and corporate costs	(233,144)	(233,144)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	12,896	12,896
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other	-	-
1.9 Net cash from / (used in) operating activities	(1,396,792)	(1,396,792)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(1,209)	(1,209)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A	Year to date (3 months) \$A
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	1,090,258	1,090,258
	(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)	-	-
2.6	Net cash from / (used in) investing activities	1,089,049	1,089,049

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	-	-
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	(21,829)	(21,829)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other – Security Bond	(4,400)	(4,400)
3.10	Net cash from / (used in) financing activities	(26,229)	(26,229)

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,856,744	2,856,744
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,396,792)	(1,396,792)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	1,089,049	1,089,049
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(26,229)	(26,229)
4.5	Effect of movement in exchange rates on cash held	36	36
4.6	Cash and cash equivalents at end of period	2,522,808	2,522,808

5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A	Previous quarter \$A
5.1 Bank balances	1,522,808	1,522,808
5.2 Call deposits	1,000,000	1,000,000
5.3 Bank overdrafts	-	-
5.4 Other	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	2,522,808	2,522,808

Notes to cash flow

6. Payments to directors of the entity and their associates	Current quarter \$A
6.1 Aggregate amount of payments to these parties included in item 1.2	130,619
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	

Item 6.1 consists of the contractor fees and salary and superannuation paid to the Managing Director and related parties (\$86,814), Directors fees, PAYG and superannuation for non-executive directors for the current quarter (\$43,805).

7. Payments to related entities of the entity and their associates	Current quarter \$A
7.1 Aggregate amount of payments to these parties included in item 1.2	22,000
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	

Item 7.1 represents service charges paid to Chalice Gold Mines Ltd (a director related entity) for the provision of corporate services, office rent and technical personnel.

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A	Amount drawn at quarter end \$A
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
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.		

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9. Estimated cash outflows for next quarter	\$A
9.1 Exploration and evaluation	1,000,000
9.2 Development	-
9.3 Production	-
9.4 Staff costs	100,000
9.5 Administration and corporate costs	200,000
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	1,300,000

10.	Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1	Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	N/A	N/A	N/A	N/A
10.2	Interests in mining tenements and petroleum tenements acquired or increased	WA Moora E70/5217	Application	0%	0%

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:

Date: 24 October 2018

Company Secretary

Print name: Kym Verheyen

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.