



Queensland Mining Corporation Limited

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Quarterly Report

For the period ended 30 June 2017

18 July 2017

HIGHLIGHTS

Operations

- The scoping study on the White Range copper project, commenced this February by MEC Mining, is still underway and expected to complete in August 2017.
- Native Title and Cultural Heritage Management agreements with Mitakoodi and Mayi people have been successfully negotiated and executed for both ML90134 and ML90161 during the quarter.
- Exploration activities during current quarter have been focused on drill target definition in the Young Australian and Black Fort South prospects through geological mapping and XRF based soil sampling with priorities being selected for RC drill testing in next quarter.
- Significant environmental compliances have been completed at the Company's Mt Norma project to satisfy the regulatory requirements.

Corporate

- Ausmex Mining Group has exercised its option on the Cloncurry gold tenements
- The Company remains committed to the joint development of its White Range copper project and continues the dialog with interested parties for possible financial arrangements.
- The consolidation of shares was completed on 10 April 2017.

Exploration Activities

Exploration activities undertaken during the current quarter were mainly focused on target definition in both Young Australian and Black Fort South prospects within the White Range project. The work completed consists of detailed geological mapping and limited XRF based soil-rock chip sampling. In addition, the scoping study on the White Range copper project is still underway and expected to complete in August 2017.

Young Australian Prospect

The Young Australia prospect consists of four mining leases (100% QMC interest) and surrounding six sub-blocks within EPM 18912 which is owned by Chinova Resources and from which QMC has the exclusive rights to explore for mineralization until June 2020. QMC also has an option to require Chinova Resources to apply for a mining lease over all or any part of these six sub-blocks for QMC within the timeframe of the agreement. The prospect also forms part of the Company's flagship White Range project.

The Young Australian prospect is centered approximately 70km south of Cloncurry in northwest Queensland (Figure 1). QMC has carried out intense exploration in the area from 2008 to 2015 with a total of 69 RC holes being drilled for 8,950m. A JORC resource update undertaken in July 2016 reported a total resource of 5.1Mt@ 0.79% Cu, including 2.2 Mt @ 0.93% Cu in the indicated category and 2.9Mt @ 0.68% Cu in the inferred category, for the Young Australian deposit. It is worth noting that this resource is open towards north along strike.

In addition, QMC's exploration program in 2015 discovered a new mineralized zone (Tank Hill Zone) up to 1,000m long located about 300m east of the main Young Australian mineralized zone. The best hole drilled on this new zone yielded 26m@ 1.56% Cu from 59m. Subsequent geological reconnaissance has identified more breccia outcrops 300m further to the northeast of the Tank Hill zone. In addition, much of the valley between the main Young Australian zone and the Tank Hill zone is covered with shallow alluvium, which could effectively mask any mineralization to be found by previous explorers.

Exploration work carried out by QMC during the current quarter mainly included geological mapping over the entire JV area. The mapping was conducted at a 1:2,500 scale and identified a significant breccia zone in the central north of the prospect, approximately 2,000m northeast of the existing Young Australian resource. This new breccia zone trends near E-W and corresponds to the shoulder of the Young Australian anticline. The strike length of the breccia zone is about 300m and the width is up to 30m. Limited hand held XRF results show a maximum value of 0.36% Pb for the breccia zone. Sporadic copper grass was also noted in some parts of the breccia zone (Figure 2). Historic geochemical surveys have overlooked this breccia zone as survey lines ran sub parallel to its strike in an east to west orientation.

QMC's work program in the next quarter will consist of hand held XRF soil sampling and lab based rock chip sampling to evaluate several prospective targets for drill testing. This includes the Tank Hill zone and the newly discovered breccia outcrop in the central north of the JV area (Figure 3). Costeaming over the covered area will commence to outline possible visible copper

mineralization and elevated geochemistry with an objective to find new copper mineralization under cover. The first drilling program aimed to test the northern extension of the current resource and any new targets from the Tank Hill to the newly discovered breccia zones is expected to commence in the next quarter.

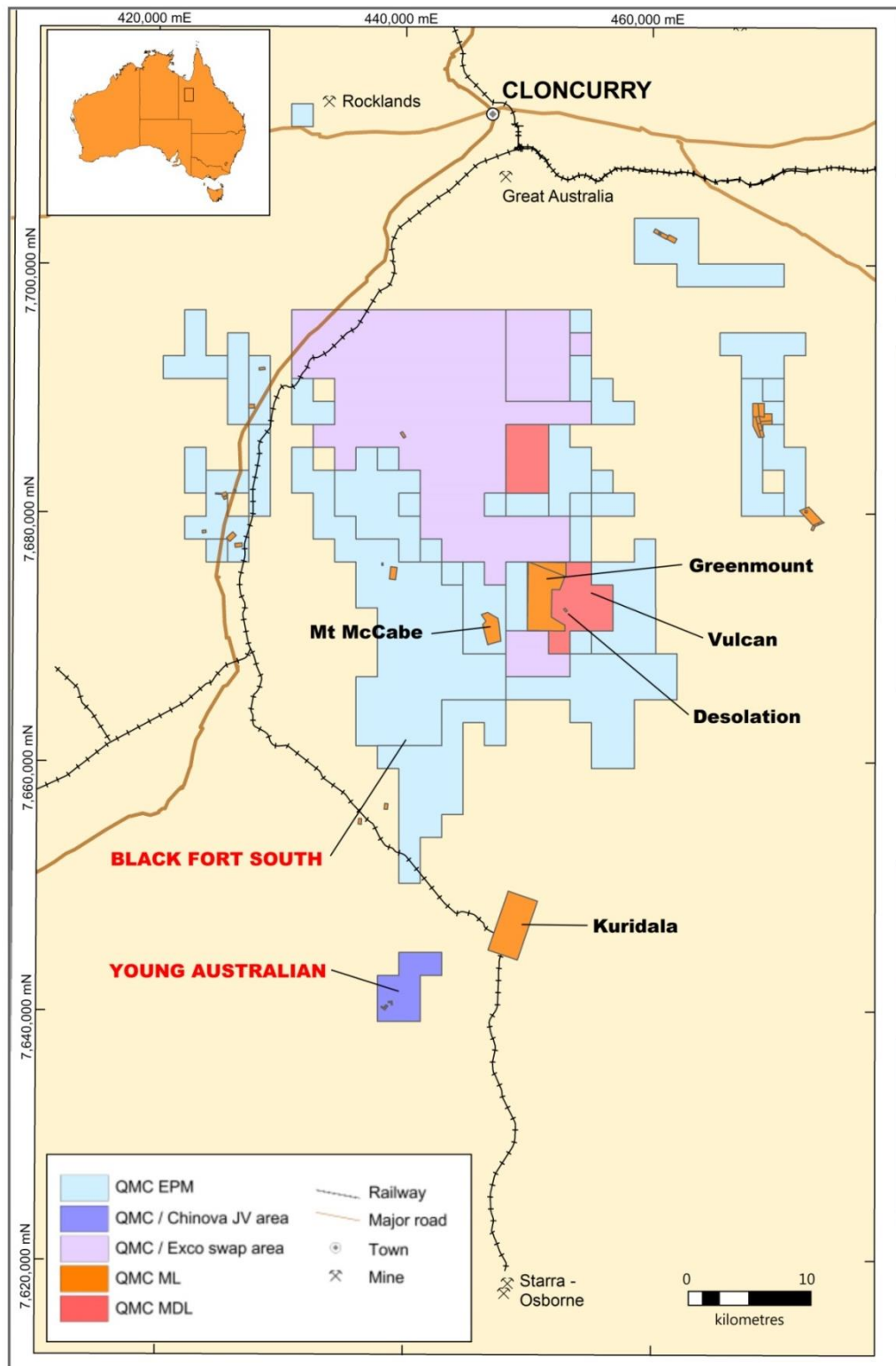


Figure 1 Regional location of main prospects in the White Range area



Figure 2 Newly identified breccia zone in central north of the Young Australian prospect with intense copper grass (looking approximately west)

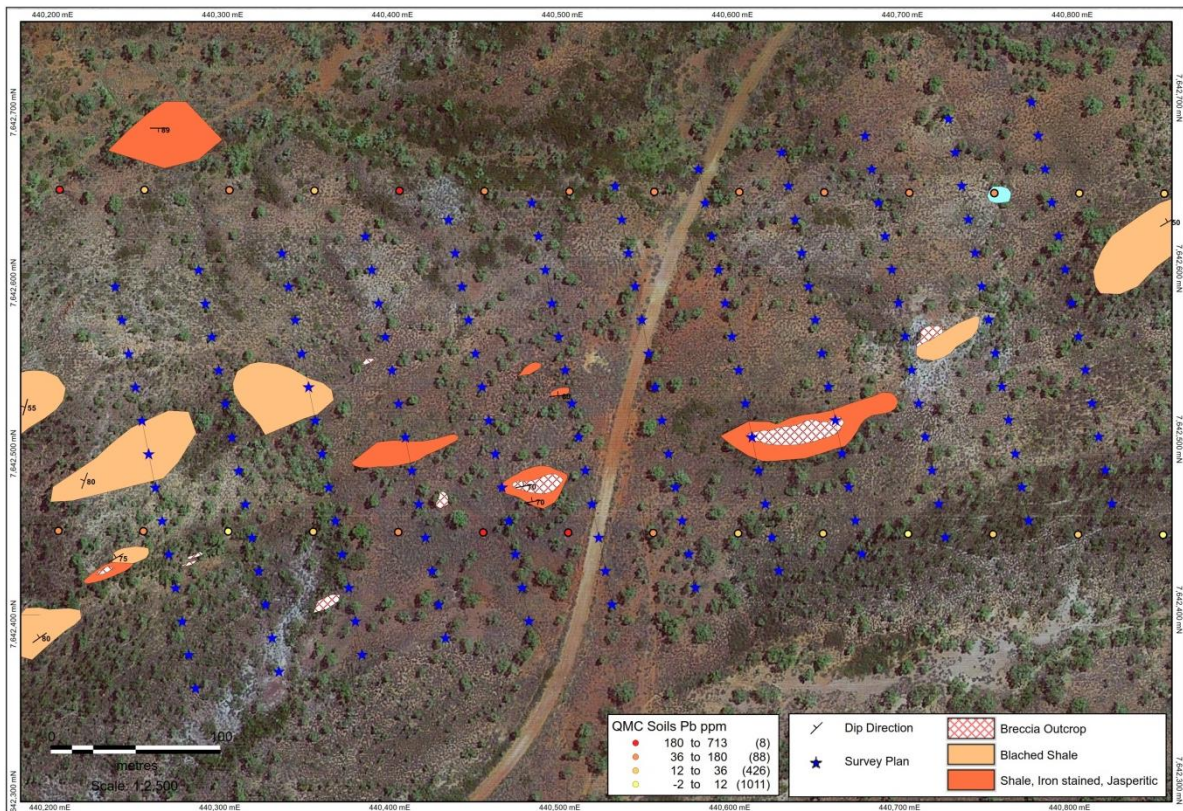


Figure 3 Planned geochemical survey over the newly discovered breccia zone in Young Australian

Black Fort South Prospect

The Black Fort South prospect is located approximately 50km south-southwest of Cloncurry and 12 kilometres southwest of Greenmount and forms part of the White Range project (Figure 1). The surrounding tenement is EPM17602 which is in JV with Findex Pty Ltd (15%). The prospect is about 4km south of Black Fort where QMC undertook two phases of RC and diamond drilling in 2010 and 2014, respectively.

The local geology comprises calcareous and ferruginous siltstone, shales, phyllite, metavolcanics and jaspilite rocks of the Overhang Jaspilite unit of the Mid Proterozoic Mary Kathleen Group. The same unit also hosts the large Rocklands copper deposit near Cloncurry which is currently being mined by Cudoco Limited. The sedimentary sequence has been strongly deformed with the development of NE trending folds and NNE striking faults and shear zones showing widespread alteration and brecciation.

Previous exploration has identified several copper geochemical anomalies on or near the noses of folds defined by black shale and quartzite beds. One RC hole partially testing the northern target in 2011 returned encouraging result of 28m@ 0.15% Cu from 6m.

Detailed geological mapping was undertaken during the quarter for an area of ca. 2km (N-S) by 1km (E-W) in Black Fort South. The mapping has identified several outcrops with intense ductile breccia and complex deformation. Ironstone alteration is very common and tends to be associated with silification and carbonate alteration in the jaspilite unit with occasional malachite staining (Figure 4). QMC will continue to assess the area with hand held XRF soil sampling and lab based rock chip sampling in the next quarter with the aim to define priority targets for drill testing.

Scoping Study on the White Range Project

The Company's White Range project is the subject of a feasibility study completed by the previous owner Matrix Metals in 2005. The study covered the Greenmount, McCabe, Vulcan and Kuridala prospects and supported an annual copper cathode production of 15,000t for a mine life of 6.2 years with a total net profit of \$74m. However, there have been considerable changes in key factors such as the addition of Desolation and Young Australian prospects to the project, the size of resources, copper prices and exchange rates since then. In line with the Company's strategy to bring the White Range project into production, a scoping study has commenced by MEC in February 2017. The study is directed towards a preliminary financial analysis of the project under the current market conditions. The work to be undertaken mainly includes pit optimization of all the six deposits currently comprising the White Range project (Greenmount, McCabe, Vulcan, Kuridala, Desolation and Young Australian), pit design, production schedule and financial modelling with up-to-date costing parameters. So far the pit optimization, pit design and production schedule have been completed. The cost model of the project is currently underway and financial modelling will commence in late July. It is expected the whole study will be completed sometime in August 2017.



Figure 4 Complexly deformed ferruginous jaspilite outcrop with malachite staining in Black Fort South. The physical contrast between jasper and black shale beds facilitates the development of brecciation along the contact

Native Title Agreement

During the quarter, the Company successfully negotiated and executed both Native Title and Cultural Heritage Management agreements with Mitakoodi and Mayi people for ML90134 and ML90161. ML90134 hosts the Greenmount copper deposit, which is the single largest resource within the White Range project. The execution of the agreements has cleared the way for the mining lease to be renewed accordingly.

Environmental Compliance

Numerous environmental compliance actions were taken during the quarter at Mt Norma, the Company's copper sulphate plant which is under care and maintenance since August 2008, to satisfy the EA requirements. This includes re-calculation of financial assurance, earthmoving and reinforcement of the creek bank near the current leaching pad.

Corporate Activities

Ausmex Mining Group Ltd (ASX code: AMG) exercised the option (Cloncurry Option) to acquire 80% interest in the Company's Cloncurry gold tenements on 15 May 2017 through a cash payment of \$1,000,000 and issue of 12,500,000 AMG shares at a price of \$0.08. This exceptional outcome will not only allow QMC to focus on its core-asset White Range project but also provide the much needed working capital under the tough market conditions.

The parties also agreed to extend the option period of the North Cloncurry Option to 15 September 2017. The option covers certain exploration tenements and mining leases which include the Morris Creek, Flamingo and Jessievale projects. The option allows Ausmex to acquire 100% of these tenements and leases by paying \$500,000 to QMC in cash.

The Company also remains committed to the joint development of its White Range copper project and continues the dialog with interested parties for possible joint venture or financial arrangements.

The 10 to 1 consolidation of shares was completed on 10 April 2017 with new holding statements dispatched to shareholders on the same date. The number of ordinary shares on issue immediate after the consolidation was 295,548,020 and the number of 2018 unlisted option was adjusted to 2,000,000.

For further details please contact:

Mr Eddy Wu

CEO

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Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled by Dr Guojian Xu, a Member of Australasian Institute of Mining and Metallurgy. Dr Xu is a consultant to Queensland Mining Corporation Limited through Redrock Exploration Services Pty Ltd. Dr Xu has sufficient experience deemed relevant to the style of mineralization and type of deposit under consideration and to the activity, which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting Results, Mineral Resources and Ore Reserves. Dr Xu consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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

Queensland Mining Corporation Limited

ABN

61109962469

Quarter ended ("current quarter")

30 June 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(301)	(2,005)
(b) development		
(c) production		
(d) staff costs		
(e) administration and corporate costs	(225)	(683)
1.3 Dividends received (see note 3)		
1.4 Interest received	30	82
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Research and development refunds	163	163
1.8 Other (provide details if material)		
-Option fee received	3	153
-GST Refund	16	94
-Payroll & PAYG Tax paid	(24)	(110)
1.9 Net cash from / (used in) operating activities	(338)	(2,306)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment		
(b) tenements (see item 10)		
(c) investments		

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
(d) other non-current assets		
2.2 Proceeds from the disposal of:		
(a) property, plant and equipment		66
(b) tenements (see item 10)		
(c) investments	1,568	1,568
(d) other non-current assets		44
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	1,568	1,678
3. Cash flows from financing activities		
3.1 Proceeds from issues of shares		4,709
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		(30)
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 (provide details if material)		
3.10 Net cash from / (used in) financing activities	0	4,679
4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	3,784	963
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(338)	(2,306)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	1,568	1,678
4.4 Net cash from / (used in) financing activities (item 3.10 above)		4,679
4.5 Effect of movement in exchange rates on cash held		
4.6 Cash and cash equivalents at end of period	5,014	5,014

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'000	Previous quarter \$A'000
5.1 Bank balances	133	130
5.2 Call deposits	1,830	618
5.3 Bank overdrafts		-
5.4 Term Deposits	3,051	3,036
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	5,014	3,784

6. Payments to directors of the entity and their associates

- 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

**Current quarter
\$A'000**

65

Payment to Lakshman Jayaweera

-Director fee

\$18

Payment to Eddy Wu

- Director fee

\$25

Payment to Jun Qiu

-Director fee

\$12

Payment to Joyce Wang that Joyce Wang is an alternate Director

-Accounting and taxation services

\$10

7. Payments to related entities of the entity and their associates

- 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

**Current quarter
\$A'000**

14

Mining exploration entity and oil and gas exploration entity quarterly report

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
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'000
9.1 Exploration and evaluation	250
9.2 Development	
9.3 Production	
9.4 Staff costs	
9.5 Administration and corporate costs	200
9.6 Other (provide details if material)	
9.7 Total estimated cash outflows	450

Mining exploration entity and oil and gas exploration entity quarterly report

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	ML90083, QLD	ML	100%	0%
		ML2517, QLD	ML	100%	0%
		ML2541, QLD	ML	100%	0%
		ML2549, QLD	ML	100%	0%
		ML2709, QLD	ML	100%	20%
		ML2713, QLD	ML	100%	20%
		ML2718, QLD	ML	100%	20%
		ML2719, QLD	ML	100%	20%
		ML2741, QLD	ML	100%	20%
		ML2742, QLD	ML	100%	20%
		ML2750, QLD	ML	100%	20%
		ML2752, QLD	ML	100%	20%
		ML2763, QLD	ML	100%	20%
		EPM14163, QLD	EPM	100%	20%
		EPM14475, QLD	EPM	100%	20%
		EPM15858, QLD	EPM	100%	20%
	EPM18286, QLD	EPM	100%	20%	
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: 18/7/2017

Print name: Pipvide Tang

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.

Appendix 1 QMC Tenement Schedule as at 30 June 2017

Tenement Name	Tenement Number	Location	Interest at Beginning Quarter	Interest at End Quarter	Acquired during Quarter	Disposed during Quarter	JV Partner/Farm-in Party
Notlor	EPM13091	NW QLD	Exclusive exploration right	Exclusive exploration right	--	-	Exco Resources
Cloncurry South	EPM 13336	NW QLD	100%	100%	-	-	
White Range #1	EPM 14148	NW QLD	100%	100%	-	-	
White Range #2	EPM 14163	NW QLD	100%	20%	-	80%	Ausmex
White Range #4	EPM 14475	NW QLD	100%	20%	-	80%	Ausmex
Tommy Creek	EPM 15706	NW QLD	100%	100%	-	-	
Duck Creek South	EPM 15718	NW QLD	100%	100%	-	-	
Kuridala South	EPM 15740	NW QLD	Exclusive exploration right	Exclusive exploration right	-	-	Exco Resources
Sunny Mount	EPM 15858	NW QLD	100%	20%	-	80%	Ausmex
Mt Norma	EPM 15879	NW QLD	100%	100%	-	-	
White Range Consolidated	EPM 15897	NW QLD	100%	100%	-	-	
Jessievale	EPM 16078	NW QLD	100%	100%	-	-	
Mt Brownie	EPM 16628	NW QLD	100%	100%	-	-	
Mt Sheaffer	EPM 16976	NW QLD	100%	100%	-	-	
Top Camp	EPM17602	NW QLD	85%	85%	-	-	Findex
Flamingo West	EPM 18106	NW QLD	100%	100%	-	-	
Elder Creek	EPM 18286	NW QLD	100%	20%	-	80%	Ausmex
Slaty Creek	EPM 18440	NW QLD	100%	100%	-	-	
Gold Reef Dam	EPM 18663	NW QLD	100%	100%	-	-	
Wedgetail	EPM18912	NW QLD	Exclusive exploration right for 6 sub-blocks	Exclusive exploration right for 6 sub-blocks	-	-	Ivanhoe Cloncurry Mines Pty Limited
Jackeys Creek	EPM25669	NW QLD	100%	100%	-	-	

Copper Canyon East	EPM25849	NW QLD	100%	100%	-	-	
Strathfield	EPM26011	NW QLD	100%	100%	-	-	
Florence Creek	EPM26131	NW QLD	0%	100%	100%		
COPPER CANYON	MDL 204	NW QLD	100%	100%	-	-	
GREENMOUNT	MDL 205	NW QLD	100%	100%	-	-	
MOUNT NORMA	ML2506	NW QLD	100%	100%	-	-	
ANSWER	ML 2517	NW QLD	100%	0%	-	100%	
WINSTON CHURCHILL	ML 2518	NW QLD	100%	100%	-	-	
VULCAN	ML 2519	NW QLD	100%	100%	-	-	
SALLY	ML 2535	NW QLD	100%	100%	-	-	
DULCE	ML 2537	NW QLD	100%	100%	-	-	
BELGIUM	ML 2541	NW QLD	100%	0%	-	100%	
DULCE EXTENDED NO 2	ML 2544	NW QLD	100%	100%	-	-	
TRUMP	ML 2549	NW QLD	100%	0%	-	100%	
MOUNT NORMA NO 2	ML 2550	NW QLD	100%	100%	-	-	
MOUNT NORMA NO 3	ML 2551	NW QLD	100%	100%	-	-	
GILDED ROSE	ML 2709	NW QLD	100%	20%	-	80%	Ausmex
BUTTON	ML 2711	NW QLD	100%	100%	-	-	
GILDED ROSE EXTENDED EAST	ML 2713	NW QLD	100%	20%	-	80%	Ausmex
GILDED ROSE EXTD WEST	ML 2718	NW QLD	100%	100%	-	-	
GILT EDGE EXTENDED EAST 1	ML 2719	NW QLD	100%	20%	-	80%	Ausmex
MT FREDA	ML 2741	NW QLD	100%	20%	-	80%	Ausmex
EVENING STAR	ML 2742	NW QLD	100%	20%	-	80%	Ausmex
EVENING STAR NORTH EXT	ML 2750	NW QLD	100%	20%	-	80%	Ausmex
MT FREDA EXTENDED	ML 2752	NW QLD	100%	20%	-	80%	Ausmex
EVENING STAR NORTH	ML 2763	NW QLD	100%	20%	-	80%	Ausmex
NEW DOLLAR	ML 2777	NW QLD	100%	100%	-	-	
HORSESHOE	ML 2778	NW QLD	100%	100%	-	-	
MOUNTAIN MAID	ML 2779	NW QLD	100%	100%	-	-	

TOP CAMP NO 5 (TWO MILE)	ML 2788	NW QLD	100%	100%	-	-	
LITTLE BEAUTY	ML 7498	NW QLD	100%	100%	-	-	
YOUNG AUSTRALIAN 2	ML 7511	NW QLD	100%	100%	-	-	
YOUNG AUSTRALIAN	ML 7512	NW QLD	100%	100%	-	-	
YOUNG AUSTRALIAN 2	ML 90081	NW QLD	100%	100%	-	-	
MT MCCABE	ML 90082	NW QLD	100%	100%	-	-	
STUART	ML 90083	NW QLD	100%	0%	-	100%	
YOUNG AUSTRALIAN EXTENDED	ML 90084	NW QLD	100%	100%	-	-	
CHINAMEN	ML 90088	NW QLD	100%	100%	-	-	
AUSTRALIAN	ML 90099	NW QLD	100%	100%	-	-	
NEW SNOW BALL	ML 90103	NW QLD	100%	100%	-	-	
MOSSY'S DREAM	ML 90104	NW QLD	100%	100%	-	-	
GREENMOUNT	ML 90134	NW QLD	100%	100%	-	-	
MT MCNAMARA	ML 90149	NW QLD	100%	100%	-	-	
PHIL'S FIND	ML 90161	NW QLD	100%	100%	-	-	
MT NORMA SURROUND 1	ML 90172	NW QLD	100%	100%	-	-	
MT NORMA SURROUND 2	ML 90173	NW QLD	100%	100%	-	-	
MT NORMA SURROUND 3	ML 90174	NW QLD	100%	100%	-	-	
MT NORMA SURROUND 4	ML 90175	NW QLD	100%	100%	-	-	
MT NORMA SURROUND 5	ML 90176	NW QLD	100%	100%	-	-	
MT DEBBIE	MC 4348	NW QLD	100%	100%	-	-	
MT DEBBIE 2	MC 4349	NW QLD	100%	100%	-	-	
MT DEBBIE NO 1	MC 4350	NW QLD	100%	100%	-	-	

2012 JORC Code

Section 2 – Reporting of Exploration Results

Criteria	Explanation
<i>Mineral Tenement and Land Tenure Status</i>	<ul style="list-style-type: none"> • The Young Australia project consists of four MLs (7511, 7512, 90084, 90099) and six sub-blocks within EPM 18912 located approximately 70km southwest of Cloncurry • The four MLs are 100% owned by QMC's subsidiary North Queensland Mines Pty Ltd. ML7511 comprises 3 ha and expires 30/10/2021. ML7512 is 2 ha, expiry 30/10/2021. ML90084 is 5ha, expiry 30/04/2017 (renewal lodged). ML90099 is 5ha, expiry 31/05/2016 (renewal lodged). • EPM 18912 is owned by Chinova Resources. QMC is operating under a joint venture agreement with Chinova and has exclusive exploration rights of six sub-blocks until June 2020.
Exploration done by other parties	<p>The area has undergone small scale mining within the ML's from the early 1900s until the 1960s, at which point drilling (44 percussion holes, 8 diamond holes) and geophysical surveys (self-potential) were completed by MIM and Carpentaria.</p> <p>Exploration has also been completed within the wider area since the 1960s and has included:</p> <ul style="list-style-type: none"> • MIM, Carpentaria (1963 – 1967): geological mapping, geophysical surveys, and drilling at Tank Hill, Main pit area, Hidden Treasure prospects • BHP (1973 – 1975): geological mapping, soil sampling • CRAE (1975 – 1976): steam sediment sampling, rock chip sampling • CRAE, Arimco, Ivanhoe (1989 – current): ground held under continuous tenure (conditional relinquishments) since 1989. Soil sampling at Trinity, Sigma, Card Game. Drilling at Card Game. RAB drilling at Dairy Bore. • Additional licenses have been held in the past, but work was focused outside the current area
Geology	<ul style="list-style-type: none"> • The Young Australian deposit consists of copper mineralisation that is probably controlled by NE trending, sub-vertical shear zones developed within the carbonaceous Answer Slate. Mineralisation comprises malachite, chrysocolla, cuprite, chalcocite and chalcopyrite.

	<ul style="list-style-type: none"> The Tank Hill, Tank Hill North, East Drift, and Hidden Treasure prospects are also thought to have potential for shear-hosted copper mineralisation and also occur within the Answer Slate
Drill hole information	<ul style="list-style-type: none"> No relevant drilling for this report
Data aggregation method	<ul style="list-style-type: none"> No data aggregation was employed
Relationship between mineralisation widths and interception lengths	<ul style="list-style-type: none"> No such information is available at the moment
Diagrams	<ul style="list-style-type: none"> See Figure 1, 2 and 3
Balanced reporting	<ul style="list-style-type: none"> The accompanying document is considered to represent a balanced report
Other substantive exploration data	<ul style="list-style-type: none"> Refer to body of report for additional geological information
Further work	<ul style="list-style-type: none"> XRF and lab based soil and rock chip sampling, costeaning and RC drilling

Criteria	Explanation
Mineral Tenement and Land Tenure Status – Black Fort South	<ul style="list-style-type: none"> EPM17602 “Top Camp-Iron Ridge’ located approximately 40km south-southwest of Cloncurry and is JV with Findex Pty Ltd (15%). The EPM currently consists of 47 sub-blocks and will expire on 20 October 2020.
Exploration done by other parties	<ul style="list-style-type: none"> Cyrus Gold carried out -80# soil sapling over prospect area at a grid pattern of 400m x100m, rock chipping and costeaning plus drilling of 7 RC & diamond holes in the early 1990s One of the costeans returned 52m@ 0.82% Cu, including 10m @2.41% Cu In 2004 Orion Gold (former Goldstar) carried out gravity survey over the area In 2010 QMC drilling 5 RC holes with the best intersection of 17m@ 1.51% Cu In 2014 QMC drilled a diamond hole of 394m deep, intersecting 8m@ 0.78% Cu
Geology	<ul style="list-style-type: none"> Structurally controlled copper-gold mineralization in the calcareous and ferruginous siltstone, shales, phyllite, metavolcanics and jaspilite rocks of the Overhang Jaspilite unit of the Mary Kathleen Group
Drill hole information	<ul style="list-style-type: none"> No drilling was completed yet
Data aggregation method	<ul style="list-style-type: none"> No data aggregation was used
Relationship between mineralisation widths and interception lengths	<ul style="list-style-type: none"> No such information available at the moment
Diagrams	<ul style="list-style-type: none"> Figure 1 and Figure 4
Balanced reporting	<ul style="list-style-type: none"> The accompanying document is considered to represent a balanced report
Other substantive exploration data	<ul style="list-style-type: none"> Sporadic copper mineralization in the form of malachite veins, stockworks and

	disseminations were noticed in the surveyed area plus very strong multiphase deformation
Further work	<ul style="list-style-type: none">• XRF and lab based soil and rock chip sampling