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31 July 2017

ASX Limited
Centralised Company Announcements Office
Exchange Centre 20 Bridge Street
Sydney NSW 2000

ZAMIA METALS LIMITED: QUARTERLY ACTIVITIES REPORT FOR THE QUARTER ENDED 30th JUNE 2017

OCCUPATIONAL HEALTH AND SAFETY

There were no lost-time or injury incidents during the Quarter.

CORPORATE ACTIVITIES

Progress on Acquisition of Kirkham International Pte Ltd

As previously announced, on 10th October 2016, Zamia entered into a binding share sale and purchase agreement (**SSPA**) for the acquisition of all of the issued shares in Singapore-registered company, Kirkham International Pte Ltd (**Kirkham**). Kirkham owns 95% of PT Borneo Prima Coal Indonesia (**BPCI**), an Indonesian company which holds a mining permit for the Muara Teweh coking coal project in Central Kalimantan, Indonesia. The acquisition is subject to satisfaction of a number of conditions including a capital raising, and regulatory and shareholder approvals.

For the capital raising, the Company is preparing a prospectus that will comply with the conditions of the SSPA. Because of the planned change to the nature and scale of the Company's activities, Zamia must comply with Chapters 1 and 2 of the Listing Rules of the Australian Securities Exchange (**ASX**). It is taking far longer than anticipated to finalise capital raising to the satisfaction of all affected parties and to satisfy the ASX requirements. Zamia provided an update on these matters in an announcement to the ASX on 20th July; please refer to the Company's website to read the announcement.

An Extraordinary General Meeting (**EGM**) of shareholders will be called to approve the transaction. A Notice of Meeting & Explanatory Memorandum, which will include an Independent Expert's Report, will be sent to shareholders as soon as all regulatory requirements are satisfied.

Progress on Development of the Muara Teweh Project

Zamia's announcement on 20th July also provided a brief update on progress at the BPCI coking coal project in Central Kalimantan. Items of note are:

- A five-year mining contract has been signed;
- A contract for sale of the coal has been executed;
- Detailed mine planning and construction are well advanced, with first coal expected to be produced during August 2017.

CENTRAL QUEENSLAND EXPLORATION

Exploration Tenements

A number of Exploration Permits for Minerals are held by Zamia Resources Pty Ltd, a controlled Entity of Zamia Metals Limited.

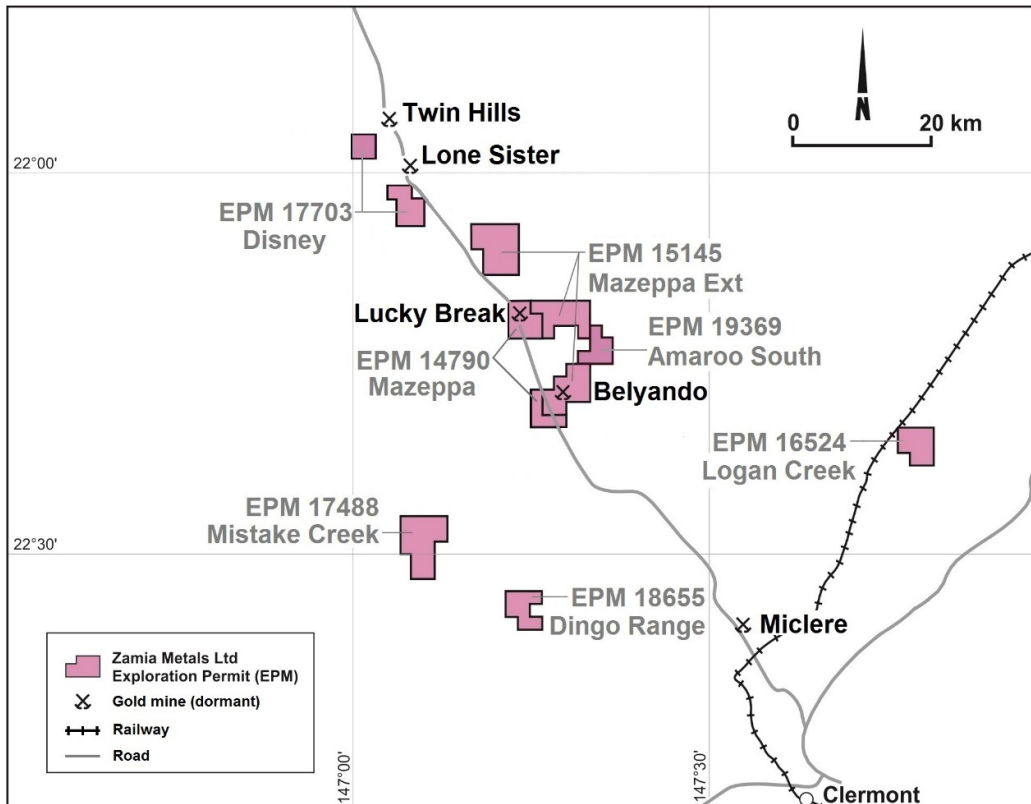
Tenement No	Project Name	Grant Date	Expiry Date	Status at 30.06.2017	Area km ² at 30.06.2017
EPM 14790	Mazeppa	12.01.2006	11.01.2021	Year 12	41
EPM 15145	Mazeppa Extended	11.08.2006	10.08.2017	Year 11	114
EPM 17488	Mistake Creek	05.11.2009	04.11.2017	Year 8	47
EPM 16524	Logan Creek	23.12.2010	22.12.2020	Year 7	25
EPM 17703	Disney	30.01.2012	29.01.2022	Year 6	32
EPM 19369	Amaroo South	30.01.2012	29.01.2022	Year 6	19
EPM 18655	Dingo Range	29.05.2013	28.05.2019	Year 3	22
TOTAL					300

Exploration Permits held by Zamia Resources Pty Ltd

Exploration Activities

Belyando Gold Project: Planning continues for a gradient array I.P. survey and other fieldwork. It is intended that the survey will be conducted when funds become available after completion of the Kirkham acquisition. Such a survey will assist in the determination of drill targets in and around Belyando.

Porphyry copper-gold targets: Zamia continues to seek a joint venture partner to fund follow-up exploration on identified targets.



Exploration permits held by Zamia Resources Pty Ltd as at 30th June 2017



Dr Ken Maiden
 Director, Zamia Metals Limited

Competent Person Statement

Dr Ken Maiden, MAIG, a Director of Zamia Metals Limited, compiled the geological technical aspects of this report. He has sufficient experience 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". Dr Maiden consents to the inclusion of the matters in the form and context in which they appear and takes responsibility for data quality.