

## **QUARTERLY ACTIVITIES REPORT**

### **For the period ending 31<sup>st</sup> March 2018**

The Board of Zeus Resources Limited is pleased to release its third Quarterly Activities Report covering the period ending 31<sup>st</sup> March 2018.

#### **Highlights**

- The Company has arranged another field visit to Laos gold project from 19<sup>th</sup> to 28<sup>th</sup> March 2018.

#### **Corporate and Financial**

- Quarterly administrative and other operational expenditures are within budget;
- The next board meeting will be held on 26<sup>th</sup> April 2018.

#### **Tenement Status**

No Changes to Zeus' granted tenement holdings occurred during the Quarter. Extension of Term documents were submitted for Lake Way Project, licences E53/1601, E53/1603 and E53/1604. The Extensions of Term have subsequently been granted for a further five year period ending 14<sup>th</sup> February 2023. Exploration licence E53/1604 was reduced voluntarily by 6 sub-blocks (18% of the area). Tenements are shown in Figure 1 and detailed in Table 1.

## Exploration Project Locations

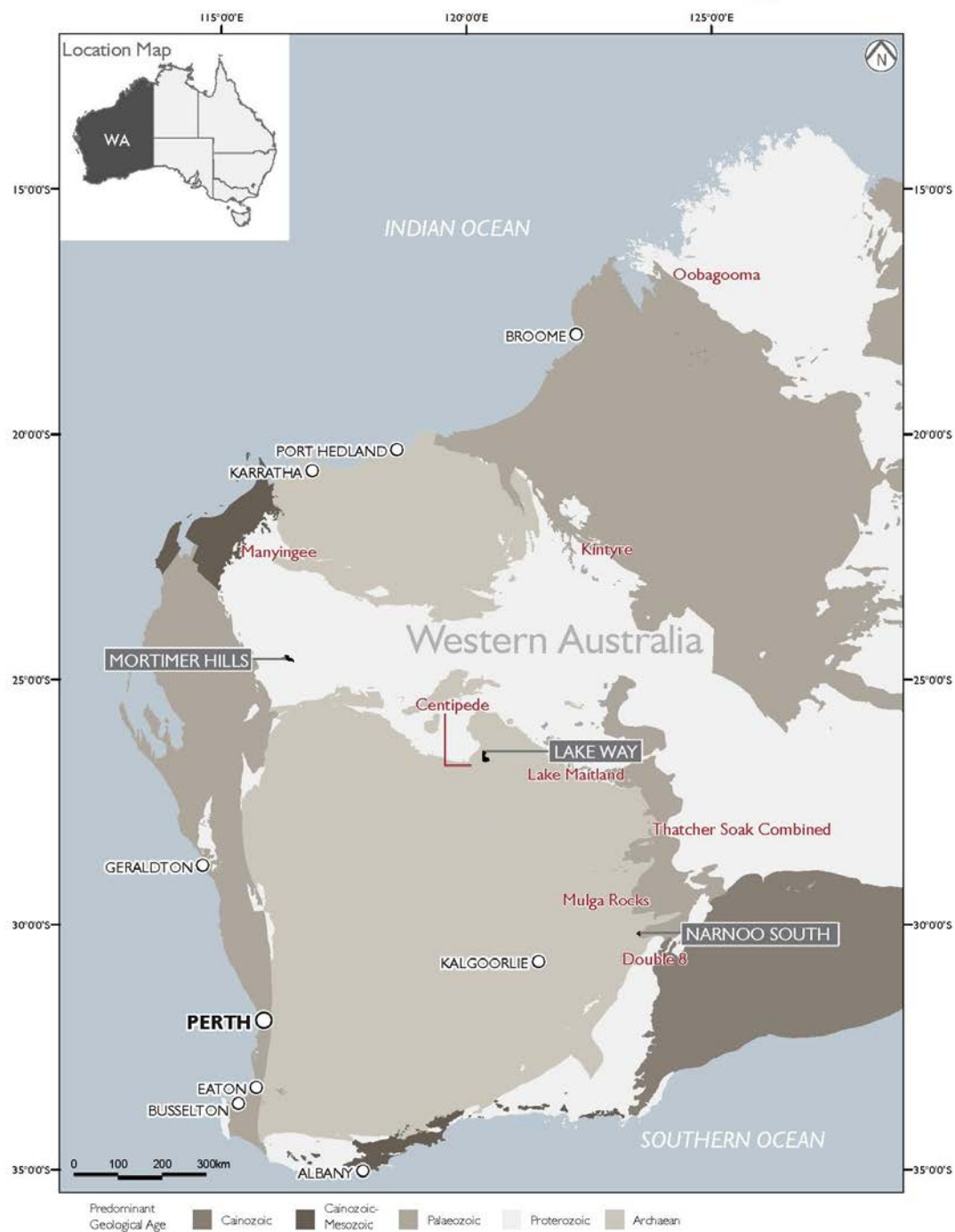


Figure 1. Zeus Resources Tenement Location Map.

Region	Project	Tenement	Status	Holder	Operator	Comments
Wiluna	Lake Way	E 53/1601	Granted	Zeus Resources Ltd	Zeus Resources Ltd	
		E 53/1603	Granted	Zeus Resources Ltd	Zeus Resources Ltd	
		E 53/1604	Granted	Zeus Resources Ltd	Zeus Resources Ltd	Reduced in size by 18%
Narnoo	Narnoo South	E 28/2097	Granted	Zeus Resources Ltd	Zeus Resources Ltd	
Gascoyne	Mortimer Hills	E 09/1618	Granted	Zeus Resources Ltd	Segue Resources Ltd	65% of the interest remaining
		E 09/2147	Granted	Zeus Resources Ltd	Zeus Resources Ltd	
Table 1. Zeus Resources Tenement Details						

### Exploration Program

No fieldwork was completed during the Quarter on the tenements managed by Zeus Resources Ltd.

### **Wiluna Project**

Zeus continues to explore options for follow up drilling on the Lake Way Project. The proposed drilling is a follow up to a successful drilling program conducted in December 2014 where prospective reduced sediments were determined to be widespread at depth within the Lake Way Palaeochannel, with a regionally extensive target sand horizon determined to be restricted to the palaeovalley axis.

The follow up drill program has been planned to target these prospective reduced palaeochannel sandstones within the Kukububba (Lake Way) Palaeochannel.

Approval for this drilling program has been granted by the DMP, with Aboriginal heritage clearance also obtained, for these drill locations within the Lake Way Project area.

During the quarter the licences reached their 5<sup>th</sup> anniversary since grant. Extensions of term for a period of five years were applied for and subsequently granted on the 10<sup>th</sup> of April. As part of this process exploration licence E53/1604 was reduced in area by 6 sub-blocks (18%). The relinquished area covered non-prospective parts of the licence overlying shallow basement rocks.

### **Narnoo Project**

The Narnoo South project remains an area of strong interest for Zeus, and as at the Wiluna Project options for follow up drilling of the Narnoo South (E28/2097) uranium prospect are currently being explored.

The follow up drilling program of 12 (priority 1) holes at Narnoo South is designed to confirm uranium grade and thicknesses within the Driller's Palaeochannel which was identified during the drilling program conducted in May 2015.

Approval for this drilling program has been granted by the DMP for these drill locations.

## **Gascoyne Project**

During March 2017, joint venture partner Arrow Minerals Ltd ("Arrow") carried out a follow-up stream sediment survey on E09/1618 over the Camel Hill Prospect, where anomalous results for Lithium Caesium Tantalum (LCT) indicator minerals had been identified. The stream sediment survey extended upon the previous exploration of prospective ground around Camel Hill within the metasediments of the Mount James Subgroup and Leake Springs Metamorphics.

The results from the stream sediment sampling within E09/1618 and the wider project area, showed a strong correlation amongst the Lithium Caesium Tantalum (LCT) Pegmatite pathfinder elements Li-Cs-Ta + Be, Rb, Nb, Sn. The sampling programs highlighted the potential of the Camel Hills areas to host LCT pegmatites by defining a low order Li-Cs-Ta-Rb anomaly which warrants further exploration. The results are being reviewed and additional stream sediment sampling and soil geochemical sampling programs will be planned accordingly.

No field exploration activities were undertaken during the quarter on the other Gascoyne Project licences managed by Zeus Resources Ltd.

### **Competent Person Statement:**

*Information in this release that relates to Exploration Results is based on information compiled by Mr Andrew Rust, who is a Member of the Australian Institute of Mining and Metallurgy (AusIMM). Mr Rust is a full time employee of Shearwater Australia Proprietary Limited. Mr Rust is engaged by Zeus Resources Limited as an independent consultant. Mr Rust has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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'. Mr Rust consents to the inclusion in this release of the matters based on his information in the form and context in which it appears.*