ASX Announcement — 31 October 2018

Quarterly Report
For the three months ending 30 September 2018

Aeon Metals Limited

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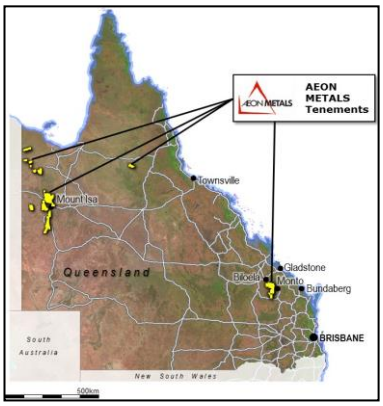
ASX Code - AML

Shares on Issue: 586m
Share Price: $0.255
Market Capitalisation: $149m
Cash (30 Sept 2018): $7.0m

All mineral resources projects located in Queensland:



Aeon Metals Ltd ("Aeon" or "the Company") commenced a planned 30,000m drill program at the Company's 100% owned Walford Creek Project in April 2018 and that program remained the focus of activity during the quarter.

Aeon completed approximately 32,000m of drilling between April 2018 to the end of the quarter. This represents the largest current base metal exploration drill campaign in Australia. With the onset of the wet season, drilling is being concluded as of today with some 36,000m having been drilled. Initially the program was for an aggregate of 30,000m but drilling was extended in light of the strong results. Assay results for the more recently completed holes are likely to be available progressively until late December. An upgraded Resource calculation utilising all the 2018 drilling is expected for February 2019.

The 2018 drilling program consisted of:

1. **Drilling inside the current Resource** – utilising 25,028m of drilling with the aim of upgrading the confidence level of the JORC Resource to facilitate Project Development and increasing the tonnes and grade; and

2. **Drilling along strike from the current Resource** – utilising 10,306m to target the prospective stratigraphy for new mineral zones beyond the defined Resource. In addition, targets generated from the seismic program completed in June 2018 (two-thirds funded by the Queensland Government through their 'CEI' or Collaborative Exploration Initiative) were drilled.

The 2018 drilling program has confirmed the geological model, stratigraphic continuity and the subsequent interpreted wireframing for the Resource that was based on all the previous drilling. Infill holes targeting untested gaps in the Resource and particularly the Py3 have consistently supported typical grades for that zone.

The large strike extent of the known Walford Creek mineral system is unlike anything currently being drilled in Australia. The 2018 drill campaign has now identified mineralised stratigraphy with potentially 'ore-grade' copper and cobalt over approximately 10 kilometres. This mineralisation has been intersected in the following holes west of the current resource:

- WFPD 292 – 2.5km along strike
- WFPD 304 – 3.7km along strike
- WFPD 352 – 4.6km along strike
- WFPD 378 – 5.7km along strike

A sample of significant assay intercepts announced to date[1] include:

2018 Drilling - Significant Intercepts						
Hole No.	Intersect	Cu	Co	Ag	From	Location
	m	%	%	g/t	m	
WFDD272	14	1.33	0.19	35	186	Marley
WFRC274	13	1.03	0.08	30	168	Vardy
WFPD280	33	1.60	0.08	28	145	Vardy
	incl 17	*2.72*	*0.10*	*33*	*161*	
WFPD281	9	1.83	0.21	15	83	Vardy
	and 21	1.38	0.23	33	171	
WFPD283	19	1.37	0.17	18	199	Vardy
WFPD292	18	1.39	0.11	32	390	Exploration
	incl 7	*2.35*	*0.19*	*38*	*398*	
WFRC295	21	1.40	0.07	17	77	Vardy
	incl 11	*2.37*	*0.10*	*20*	*86*	
WFPD298	16	2.13	0.24	27	161	Vardy
	and 38	0.76	0.12	38	276	
	incl 16	*1.24*	*0.18*	*59*	*295*	
WFRC299	29	0.73	0.14	21	90	Vardy
	incl 11	*1.36*	*0.21*	*17*	*108*	
WFDH304	19	1.20	0.10	23	348	Exploration
WFDD305	16	2.41	0.23	34	241	Marley
WFDD308	15	1.39	0.28	42	196	Marley
WFPD313	32	2.02	0.17	33	171	Marley
	incl 19	*3.20*	*0.21*	*38*	*183*	
WFDD336	19	1.44	0.20	25	178	Marley
WFDD339	26	1.65	0.22	26	242	Marley
WFDH346	20	1.00	0.11	28	408	Exploration
WFDH352	42	2.55	0.29	41	332	Exploration
WFDH363	47	1.59	0.15	30	152	Marley
	incl 27	*2.25*	*0.21*	*30*	*170*	
WFDH378	13	3.73	0.27	49	300	Exploration
	incl 9	*5.10*	*0.36*	*59*	*300*	

[1] Reference should be made to the relevant ASX announcements for full details of these and other drill results.

During the quarter, a total of 67 holes were completed for 16,743m of drilling (NB – some of these holes had been previously pre-collared as RC). By the end of the quarter, drilling had progressed well within the Marley Resource with 2 drill rigs focussing on upgrading the current JORC Resource to an Indicated status which will facilitate the development of the Walford Creek Project. Drilling inside the Vardy Resource is now complete and sufficient to achieve a significant upgrade in JORC confidence level to a Measured and Indicated Resource category.

Exploration drilling outside of the Resource also progressed well during the quarter with significant hits particularly into the Py3 unit returning very encouraging results. As can be seen from the results of holes WFPD292, WFDH304, WFDH352 and recent hole WFDH378, Resource level grades are being recorded from the Py3 unit in these wide spaced holes. This once again confirms the exploration team's view that this is a large basin scale mineral system whose boundaries have yet to be defined.

Additional geotechnical holes were drilled during the quarter to improve the estimation of pit wall angles and underground opening sizes.

Timing of release of all the outstanding assay results from the 2018 program is a function of completion of core cutting and assay lab turnaround time. Unfortunately, due to the significant increase in exploration and mining activity which has occurred this year there is now peak demand for core analysis at all the major laboratories. This has already lengthened the time taken to analyse our cores and this will also impact on the timing of outstanding assays results.

The Company is also progressing a Feasibility Study for the mining and processing of both the Copper Lode and Cobalt Peripheral Resources. The Study is refining metallurgical process parameters set out in the 18 April 2017 Cobalt Roasting Scoping Study, which includes a concentrator to produce separate copper, lead and zinc concentrates, and a roaster to produce a cobalt rich calcine, sulphuric acid, and possibly zinc and silver.

The metallurgical testwork program continued during the quarter with extended elemental analysis conducted on the 19 locked cycle test products generated to date. The tests show that all the cobalt concentrates produced from the locked cycle testwork have a product quality suitable for roasting and subsequent leach. Batch roasting trials commenced at Outotec facilities in Germany and are expected to be completed by the end of November 2018. Following roasting, laboratory cobalt leach tests will be undertaken to determine metal recoveries.

The long lead environmental work items required to obtain an Environmental Authority for the development of the Walford Creek Project continued during the quarter with work on the following:

Water Management Plan

The Company has commenced the development of a Water Management Plan to provide background information for inclusion in the Environmental process for the Walford Creek Project. Last quarter, three 200mm diameter production water bores were drilled into the Vardy proposed pit area along with five 100mm diameter monitoring bores to enable data gathering on the ground water aquifer. It was established that only one aquifer is present in this region between 60m and 90m in depth.

During the quarter pump testing to determine volume and flow characteristics of the aquifer were carried out. This consisted of step testing a production bore at four drawdown rates and then drawdown of this bore in a 10-day continuous test. Drawdown was measured in all the monitoring holes and the production hole using vented and non-vented Insitu Level troll pressure transducers. From the results of the Step testing a continuous pump rate of 20l/sec was selected for the test. This resulted in drawdown being recorded by loggers in all monitoring holes within a 600m radius. Measurement of the recovery of water level in the aquifer is ongoing.

Long Term Kinetic Leach Test Work

Long term kinetic leach work to evaluate waste rock and tailings geochemistry began in June with the assaying of 300 samples for acid generating potential and acid neutralising potential. From these results a series of long-term leach cells has been setup to determine a management plan for the disposal and rehabilitation of waste rock and tailings for the Project. In addition, background soil sampling and soil pitting has been carried out to provide information on the existing soils' metal characteristics and to provide information on materials suitable for site rehabilitation work.

Surface Water Management Plan

Consultants have been engaged to assist with the surface water management plan. This work will be used to assist with the positioning of infrastructure away from flood prone areas and with the design of site drainage and infrastructure protection.

No significant exploration work was undertaken on the Company's other exploration tenements during the quarter.

Corporate

On 3 August, the Company entered into a nonbinding Memorandum of Understanding ("MOU") with Mitsubishi Corporation ("MC") for the sale of Aeon's Sulphuric Acid into offshore markets. MC is the leading marketer and trader of Sulphuric Acid in the Asia Pacific region.

Under the processing methodology being assessed in the Walford Creek Feasibility Study currently underway, Aeon will produce Sulphuric Acid as a by-product and a number of opportunities for domestic sales of this acid are being assessed. Although domestic acid sales are expected to have a higher revenue netback for Aeon, the relationship with MC will provide Aeon with new insights into the acid market and a possible backstop to the domestic market.

The 2018 Annual General Meeting will be held on Monday, 12 November 2018.

Exploration & Evaluation Expenditure

During the quarter, the Company expended approximately $4.439m on exploration and evaluation activities.

As at 30 September 2018, the Company had available cash of approximately $7.0m.

Appendix 5B

The Company's Appendix 5B cash report is attached.

For more information, please contact:

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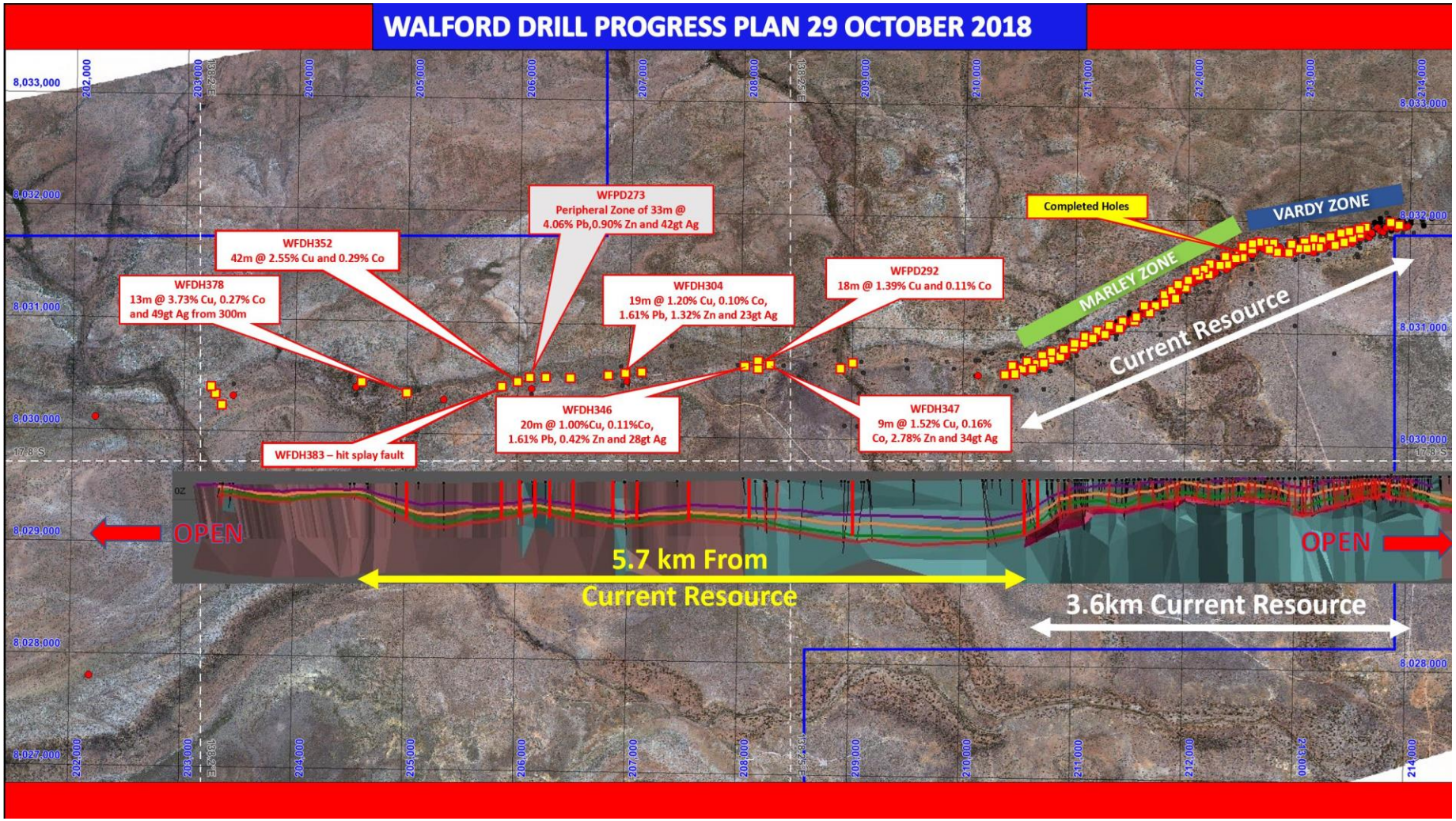

Figure 1: ***Walford Creek Project. Plan and scaled long section showing current resource, drilling and interpreted stratigraphy along the strike of the Fish River Fault***

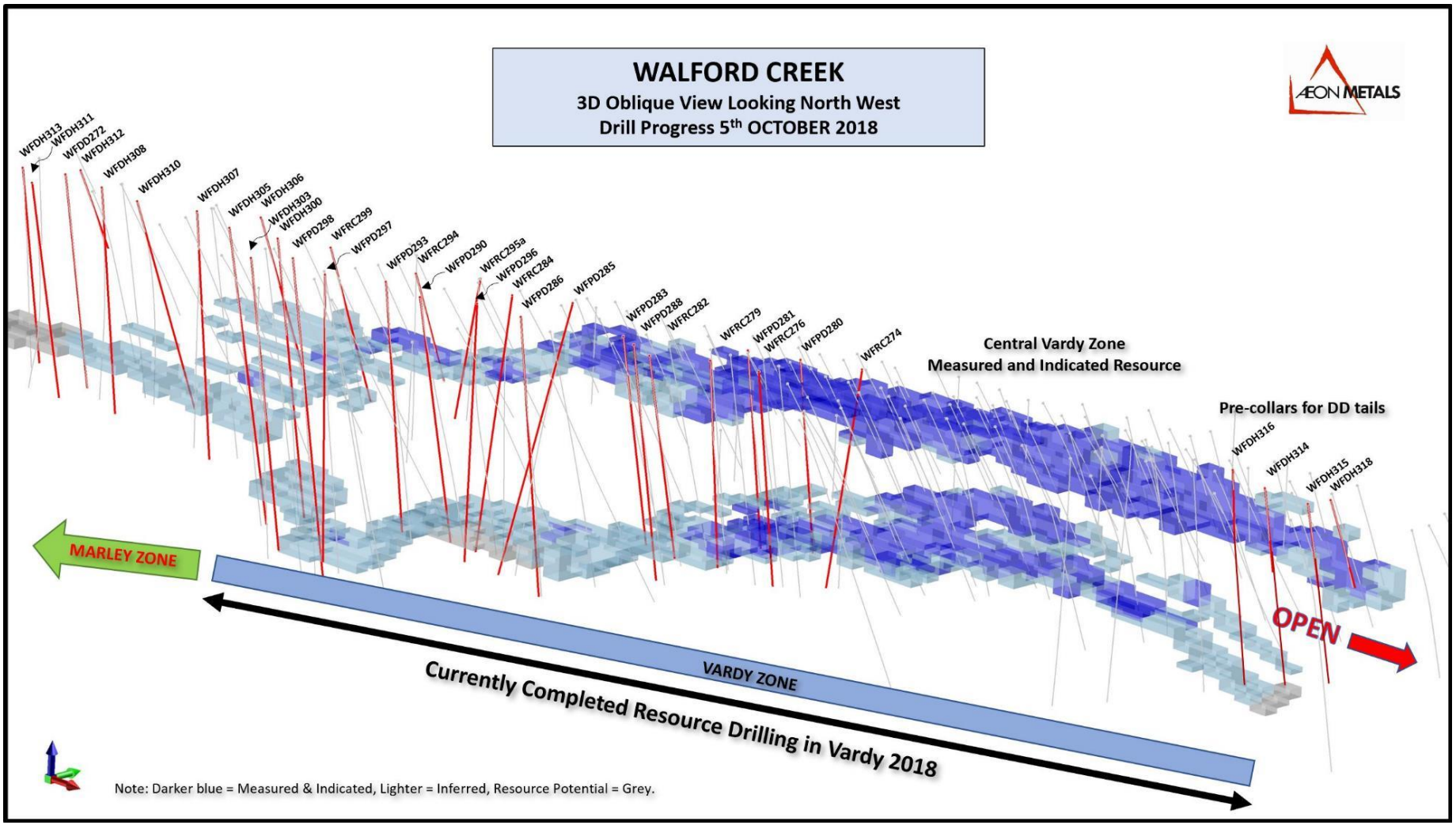

Figure 2: 2018 drilling (red drill strings) within Vardy.

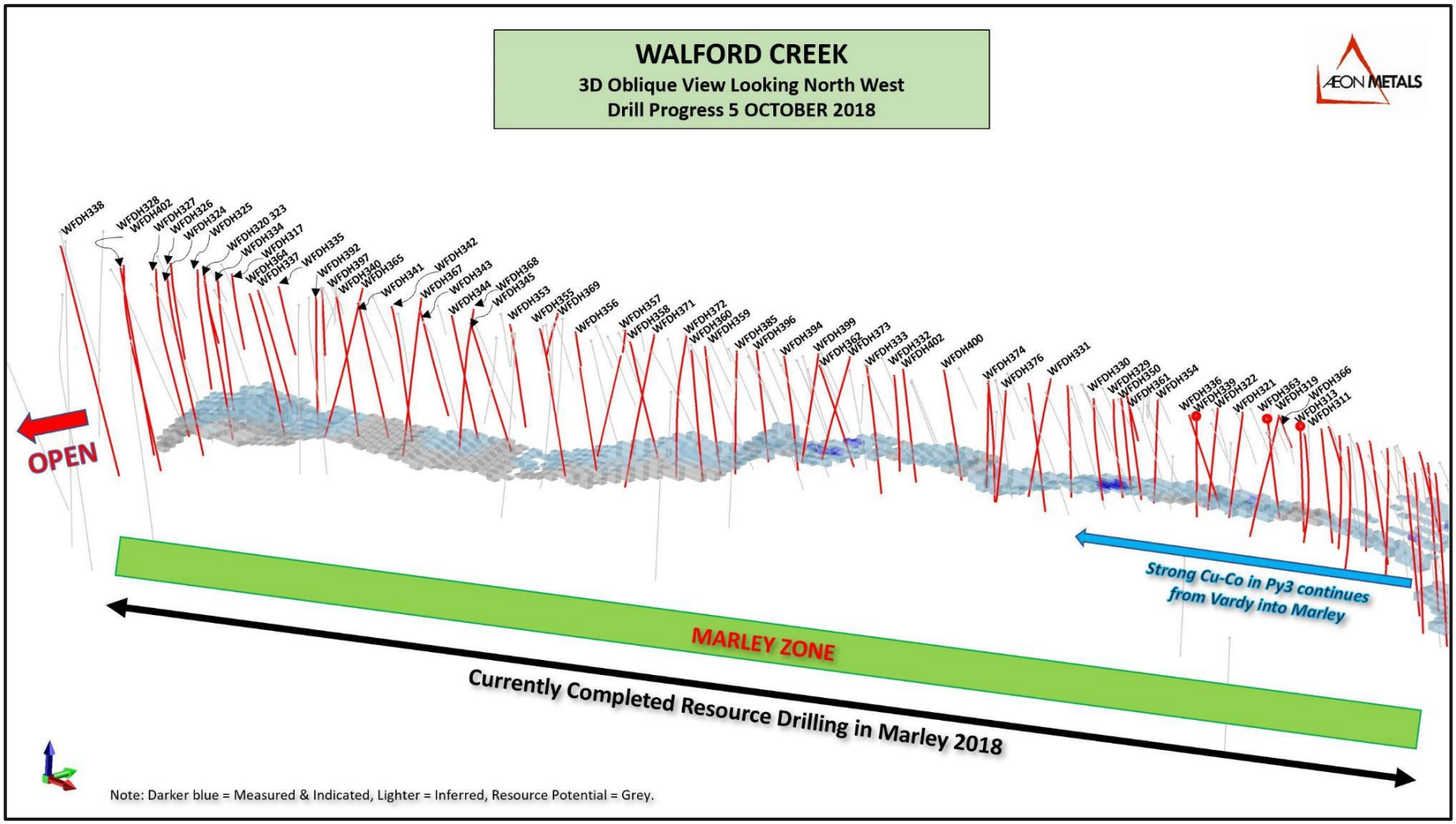

Figure 3: 2018 drilling (red drill strings) within Marley.

APPENDIX 1 - TENEMENT HOLDINGS AS AT 30 SEPTEMBER 2018

TENEMENT HOLDER	TENEMENT I.D.	LOCATION	INTEREST HELD
Aeon Metals Limited	EPM 14628	Northwest of Monto, Qld	100%
Aeon Metals Limited	EPM 15921	Northwest of Monto, Qld	100%
Aeon Metals Limited	EPM 17001	Northwest of Monto, Qld	100%
Aeon Metals Limited	EPM 17002	Northwest of Monto, Qld	100%
Aeon Metals Limited	EPM 17060	West of Monto, Qld	100%
Aeon Metals Limited	MDL 462	Northwest of Monto, Qld	100%
Aussie NQ Resources Pty Ltd	EPM 18359	South of Georgetown, Qld	100%
SLW Queensland Pty Ltd	EPM 19029	West of Monto, Qld	60%
Aeon Walford Creek Limited	EPM 11898	Mount Isa West	80%
Aeon Walford Creek Limited	EPM 13412	Mount Isa South	80%
Aeon Walford Creek Limited	EPM 13413	Mount Isa South	80%
Aeon Walford Creek Limited	EPM 13682	Mount Isa South	80%
Aeon Walford Creek Limited	EPM 14040	Mount Isa South	80%
Aeon Walford Creek Limited	EPM 14220	Walford Creek	100%
Aeon Walford Creek Limited	EPM 14233	Mount Isa South	72%
Aeon Walford Creek Limited	EPM 14694	Mount Isa North	80%
Aeon Walford Creek Limited	EPM 14712	Constance Range	80%
Aeon Walford Creek Limited	EPM 14713	Constance Range	80%
Aeon Walford Creek Limited	EPM 14821	Mount Isa South	80%
Aeon Walford Creek Limited	EPM 14854	Walford Creek	100%
Aeon Walford Creek Limited	EPM 14935	Constance Range	80%
Aeon Walford Creek Limited	EPM 15156	Mount Isa South	80%
Aeon Walford Creek Limited	EPM 15186	Constance Range	80%
Aeon Walford Creek Limited	EPM 15911	Mount Isa South	100%
Aeon Walford Creek Limited	EPM 16921	Mount Isa North	100%
Aeon Walford Creek Limited	EPM 17297	Mount Isa South	100%
Aeon Walford Creek Limited	EPM 17300	Mount Isa North	100%
Summit Resources (Aust) Pty Ltd	EPM 17513	Mount Isa North	20%
Summit Resources (Aust) Pty Ltd	EPM 17514	Mount Isa North	20%
Summit Resources (Aust) Pty Ltd	EPM 17519	Mount Isa North	20%
Aeon Walford Creek Limited	EPM 18395	Mount Isa West	100%
Aeon Walford Creek Limited	EPM 18552	Walford Creek	100%
Aeon Walford Creek Limited	EPM 18769	Mount Isa West	100%

APPENDIX 2 - COMPETENT PERSONS STATEMENT

The information in this report that relates to Aeon Metals Limited's exploration results is based on information compiled by Mr Dan Johnson who is a Member of the Australian Institute of Geoscientists and who has sufficient experience relevant to the style of mineralisation 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 of Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code"). Mr Dan Johnson is a full-time employee of Aeon Metals Limited and consents to the inclusion in the presentation of the exploration results in the form and context in which they appear.

APPENDIX 3 – 2018 DRILL PROGRAM SIGNIFICANT INTERCEPTS TO DATE

2018 Drilling												
Hole No.	Easting	Northing	AZI	Dips	Intersect		From	To	Cu	Co	Pb	Zn	Ag
			degrees	degrees	m		m	m	%	%	%	%	g/t
WFDD272	212632	8031757	3	-80.00	11		97	108	0.64	0.14	0.00	0.00	15
					And	3	183	186	0.00	0.05	4.42	1.40	44
					And	14	186	200	1.33	0.19	0.35	0.52	35
					And	7	208	215	0.67	0.08	0.90	0.12	23
WFPD273	206123	8030453	0	-80.00	33		240	273	0.08	0.06	4.06	0.90	42
					Incl	22	247	269	0.10	0.08	5.70	1.20	57
WFRC274	213484	8031920	185	-82.00	10		17	27	0.00	0.00	0.74	0.00	107
					And	3	32	35	0.02	0.06	2.00	2.16	31
					And	21	50	71	0.00	0.09	0.12	3.10	13
					And	8	58	66	0.02	0.13	0.50	5.15	17
					And	5	66	71	0.00	0.09	0.09	1.88	11
					And	2	81	83	6.14	0.06	0.00	0.17	15
					And	13	168	181	1.03	0.08	1.66	0.44	30
WFRC275	203336	8030323	332	-70.00	4		71	75	0.26	0.05	0.00	0.00	5
					And	14	98	112	0.06	0.02	0.04	0.06	6
WFRC276	213430	8031842	0	-82.00	11		176	187	0.68	0.09	0.17	0.10	14
WFRC277	203427	8030188	330	-84.00	22		176	198	0.00	0.00	0.00	0.00	1
WFDD278	203353	8030302	335	-82.00	16		133	149	0.25	0.05	0.12	0.12	25
					And	12	164	176	0.26	0.00	0.22	0.74	5
WFRC279	213380	8031830	0	-84.00	3		186	189	0.65	0.10	0.08	0.36	20
					And	4	190	194	0.03	0.03	5.00	0.21	29
WFPD280	213430	8031894	0	-82.00	18		23	41	0.67	0.14	0.14	0.23	20
					Incl		9	30	1.07	0.20	0.10	0.38	20
					And	26	51	77	0.23	0.12	0.36	3.52	17
					Incl	8	59	67	0.03	0.13	0.70	7.55	19
					And	33	145	178	1.60	0.08	2.20	0.71	28
					Incl	17	161	178	2.72	0.10	3.66	0.22	33
					And	2	178	180	0.35	0.06	47.00	0.16	137

WFPD281	213380	8031878	0	-82.00	10		41	51	0.47	0.11	0.13	0.46	16
					And	13	69	82	0.00	0.14	0.21	2.91	17
					And	9	83	92	1.83	0.21	0.19	0.74	15
					And	2	154	156	1.53	0.17	0.11	0.41	22
					And	4	156	160	0.01	0.04	0.88	3.23	26
					And	21	171	192	1.38	0.23	2.02	0.84	33
WFRC282	213332	8031801	0	-78.00	3		198	201	0.47	0.06	0.16	0.12	25
WFPD173	208179	8030593	0	-75.00	3		232	235	0.00	0.02	0.00	0.77	1
					And	28	263	291	0.00	0.01	0.00	0.23	3
					Incl	2	283	285	0.00	0.02	0.00	1.30	5
					And	17	350	367	0.06	0.03	3.18	2.91	42
					Incl	12	351	363	0.05	0.03	4.01	3.02	47
WFPD283	213280	8031824	0	-79.00	3		37	40	0.01	0.01	1.09	4.70	5
					And	6	106	112	1.17	0.08	0.18	0.11	6
					And	19	199	218	1.37	0.17	0.53	0.35	18
WFRC284	208103	8031830	180	-83.00	7		39	46	0.71	0.00	0.04	0.50	6
					And	5	81	86	0.02	0.05	0.58	2.35	32
					And	3	91	94	0.05	0.06	5.88	2.54	32
					And	9	94	103	0.67	0.13	0.26	0.17	15
					And	9	214	223	0.01	0.01	1.22	1.08	23
					Then	19	223	242	1.20	0.13	0.31	0.55	27
WFPD285	213179	8031855	180	-73.00	21		35	56	0.30	0.05	0.78	2.76	22
					Incl	3	38	41	0.30	0.03	3.73	12.12	51
					And	2	54	56	0.00	0.05	0.64	4.34	34
					And	10	73	83	0.14	0.06	4.60	1.17	27
					And	7	87	94	1.10	0.04	0.06	0.02	5
					And	17	94	111	0.16	0.10	0.37	1.12	16
					And	12	234	246	0.10	0.03	0.69	0.30	19
WFPD286	213180	8031790	0	-82.00	3		47	50	0.03	0.00	0.05	1.02	3
					And	25	52	77	0.01	0.02	0.03	0.10	11
					And	5	108	113	0.00	0.07	0.12	0.47	14
					And	5	228	233	0.04	0.02	1.13	0.51	18
					And	39	233	272	0.51	0.06	0.06	0.22	16

WFRC287	206916	8030486	0	-75.00	Abandoned Hole due to swing								
WFPD288	213301	8031812	0	-80.00	15		204	219	0.72	0.10	0.21	0.12	13
					Incl	7	204	211	1.00	0.11	0.22	0.08	23
					And	5	220	225	0.02	0.02	1.99	0.83	23
WFPD289	206925	8030536	0	-76.00	10		376	386	0.17	0.04	0.04	0.05	23
WFPD290	213080	8031760	0	-78.00	7		224	231	0.00	0.01	0.42	1.24	22
					And	16	231	247	0.56	0.05	0.67	0.47	23
WFRC291	208179	8030583	0	-80.00	Abandoned Hole due to swing								
WFPD292	208170	8030582	0	-83.00	2m		368	370	0.00	0.03	0.75	3.38	4
					And	16	374	390	0.02	0.02	0.48	1.66	15
					Incl	9	381	390	0.04	0.03	0.69	2.19	16
					And	18	390	408	1.39	0.11	0.63	0.51	32
					Incl	7	398	405	2.35	0.19	0.29	0.63	38
WFPD293	213030	8031767	0	-82.00	9		86	95	0.00	0.03	0.39	1.13	17
					And	6	112	118	0.00	0.06	0.03	1.62	20
					And	18	124	142	0.24	0.09	2.75	1.69	20
					And	2	235	237	0.00	0.02	0.60	1.11	46
					And	11	240	251	0.72	0.09	0.19	0.20	23
WFRC294	213030	8031804	0	-70.00	26		67	93	0.51	0.10	1.20	1.19	19
					And	15	73	88	0.71	0.13	1.96	1.80	23
					Incl	9	73	82	0.87	0.13	0.15	0.44	19
					And	4	82	86	0.19	0.07	5.62	5.32	31
					Then	2	86	88	0.98	0.21	2.79	0.91	25
WFRC295	213077	8031839	180	-80.00	21		77	98	1.40	0.07	1.09	0.56	17
					Incl	11	86	97	2.37	0.10	1.45	0.76	20
					And	6	109	115	0.31	0.11	0.23	1.58	12
WFPD296	213127	8031786	0	90.00	6		112	118	0.00	0.06	0.07	0.36	14
					And	3	222	225	0.06	0.03	1.38	0.66	29
					Then	21	225	246	0.57	0.09	0.29	0.27	25
WFPD297	212980	8031739	340	-85.00	27		90	117	0.01	0.04	0.09	1.00	12
					And	6	259	265	0.01	0.03	1.47	0.63	36

WFPD298	212929	8031749	0	-80.00	17		34	51	0.01	0.01	0.14	3.94	12
					And	4	104	108	0.13	0.03	0.24	5.64	19
					And	19	142	161	0.14	0.07	0.36	1.43	17
					Then	16	161	177	2.13	0.24	1.53	0.47	27
					And	6	268	274	0.03	0.06	3.03	6.29	43
					And	38	276	314	0.76	0.12	1.24	0.31	38
					Incl	16	295	311	1.24	0.18	2.10	0.47	59
WFRC299	212927	8031798	0	-70.00	29		90	119	0.73	0.14	1.31	3.26	21
					Incl	7	101	108	0.63	0.10	3.53	9.57	34
					Then	11	108	119	1.36	0.21	1.08	1.61	17
					And	5	130	135	0.10	0.03	0.29	5.15	30
WFDH300	212879	8031779	0	-80.00	28		141	169	0.14	0.07	0.17	0.26	28
					And	3	240	243	0.67	0.04	0.52	0.31	24
					And	6	262	268	0.53	0.10	0.08	0.05	20
WFDH301	204638	8030371	0	-83.00	3		36	39	0.05	0.04	1.45	0.62	18
WFDH302	206924	8030547	0	-73.00	Abandoned Hole								
WFDH303	212904	8031720	0	-80.00	10		126	136	0.00	0.06	0.06	0.87	5
					And	8	278	286	0.24	0.05	0.18	0.09	33
WFDH304	206924	8030552	0	-75.00	19		348	367	1.20	0.10	1.16	1.32	23
					Incl	2	359	361	3.28	0.17	10.08	6.17	58
WFDH305	212830	8031766	0	-78.00	4		173	177	0.20	0.04	0.02	0.24	10
					And	49	241	290	1.23	0.12	0.08	0.09	25
					Incl	16	241	257	2.41	0.23	0.08	0.18	34
WFDH306	212827	8031809	0	-69.00	1		91	92	2.85	0.07	0.07	0.28	24
					And	7	105	112	0.40	0.09	0.08	0.19	10
					And	2	159	161	0.12	0.01	0.36	1.90	22
WFDH307	212778	8031777	0	-83.00	2		87	89	0.09	0.00	0.18	1.90	3
					And	4	151	155	0.00	0.06	0.03	0.08	16
					And	9	224	233	1.20	0.19	0.11	0.08	26
WFDH308	212676	8031757	20	-84.00	22		196	218	1.15	0.24	1.07	0.55	34
					Incl	15	196	211	1.39	0.28	1.51	0.67	42
WFDH309	208880	8030575	0	-85.00	4		367	371	0.01	0.07	0.08	1.66	5
					And	10	525	535	0.07	0.02	0.03	0.03	7

WFDH310	212724	8031754	0	-69.00	9		118	127	0.11	0.05	0.03	0.12	17
					And	13	187	200	0.51	0.12	0.11	0.15	25
					Incl	7	191	198	0.77	0.13	0.13	0.09	29
WFDH311	212628	8031717	0	-78.00	5		198	203	0.35	0.07	0.03	0.02	11
					And	12	208	220	0.00	0.03	0.77	1.70	40
WFDH312	212630	8031776	0	-65.00	3		55	58	0.28	0.17	1.34	0.55	25
					And	21	67	88	0.25	0.14	0.22	0.60	14
					Incl	5	74	79	0.76	0.30	0.52	1.14	21
WFDH313	212592	8031740	340	-75.00	17		74	91	0.29	0.09	0.18	0.18	16
					And	6	153	159	1.58	0.16	0.07	0.12	19
					Then	1	159	160	0.00	0.02	0.57	3.78	39
					And	32	171	203	2.03	0.17	2.57	0.55	33
					Incl	19	183	202	3.20	0.21	3.93	0.61	38
WFDH319	212531	8031748	175	-75.00	24		62	84	0.42	0.05	0.03	0.16	10
					Incl	9	73	82	0.50	0.07	0.04	0.23	1
WFDH336	212429	8031623	0	-66.00	4		69	73	0.29	0.07	0.50	1.71	9
					And	14	164	178	0.00	0.06	1.93	3.82	67
					Then	19	178	197	1.44	0.20	0.09	0.19	25
WFDH339	212430	8031638	325	-70.00	12		62	74	0.04	0.03	0.05	1.12	7
					And	12	158	170	0.04	0.14	7.43	5.49	93
					Then	26	170	196	1.65	0.22	0.08	0.09	26
WFDH346	208085	8030605	0	-83.00	2		294	296	0.00	0.13	0.05	5.30	8
					And	20	408	428	1.00	0.11	1.61	0.42	28
WFDH347	208282	8030594	0	-83.00	8		378	386	0.00	0.02	0.53	2.68	15
					And	3	390	393	0.08	0.06	2.89	2.88	59
					And	24	395	419	0.90	0.10	0.49	1.30	28
					Incl	9	400	409	1.52	0.16	0.63	2.78	34
WFDH352	206004	8030425	0	-83.00	3m		302	305	0.00	0.03	0.28	3.59	30
					And	10	308	318	0.00	0.03	1.32	2.87	34
					Then	4	318	322	1.40	0.09	0.93	1.45	24
					And	42	332	374	2.55	0.29	0.70	0.35	41
WFDH363	212530	8031720	0	-78	47		152	199	1.59	0.15	1.07	0.49	30
					Incl	27	170	197	2.25	0.21	0.71	0.47	30

WFDH378	204905	8030296	0	-83	19		274	293	0.07	0.06	4.84	4.23	87
					And	4	296	300	0.08	0.08	2.41	4.57	209
					And	13	300	313	3.73	0.27	0.20	0.49	49
					Incl	9	300	309	5.10	0.36	0.25	0.65	59

+Rule 5.5

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

AEON METALS LIMITED

ABN	**Quarter ended ("current quarter")**
91 121 964 725	30 September 2018

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	(4,439)	(4,439)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(433)	(433)
	(e) administration and corporate costs	(419)	(419)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	42	42
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Research and development refunds	-	-
1.8	Other (provide details if material)	(430)	(430)
1.9	**Net cash from / (used in) operating activities**	**(5,679)**	**(5,679)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire:		
	(a) property, plant and equipment	(4)	(4)
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (12 months) $A'000**
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(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**	**(4)**	**(4)**

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	-	-
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**	**-**	**-**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	12,702	12,702
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(5,679)	(5,679)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(4)	(4)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**7,019**	**7,019**

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	7,019	12,702
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**7,019**	**12,702**

6.	Payments to directors of the entity and their associates	Current quarter $A'000
6.1	Aggregate amount of payments to these parties included in item 1.2	210
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

Included are the payment of Superannuation and Directors fees to the directors H. Collins, P. Harris, and I Wong. Additionally, the fees paid to S. Lonergan for directors fees and secretarial services are included.

7.	Payments to related entities of the entity and their associates	Current quarter $A'000
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

8.	**Financing facilities available** *Add notes as necessary for an understanding of the position*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
8.1	Loan facilities	Nil	Nil
8.2	Credit standby arrangements	30	Nil
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.

The company maintains an ANZ Credit Card Facility totalling $30,000, with a rate of 17.74%PA on purchases. This facility is split evenly across three separate cards, and the full $30,000 is undrawn.

9.	**Estimated cash outflows for next quarter**	**$A'000**
9.1	Exploration and evaluation	2,500
9.2	Development	-
9.3	Production	-
9.4	Staff costs	367
9.5	Administration and corporate costs	150
9.6	Other (provide details if material)	-
9.7	**Total estimated cash outflows**	**3,017**

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	EPM 14712	Relinquished 2 Sub-Blocks	100	100
		EPM 14713	Relinquished 3 Sub-Blocks	100	100
		EPM 14040	Relinquished 1 Sub-Block	100	100
		EPM 14233	Relinquished 2 Sub-Blocks	100	100
		EPM 14821	Relinquished 5 Sub-Blocks	100	100
		EPM 17300	Relinquished 1 Sub-Block	100	100
		EPM 11897	Lapsed	100	0
		EPM 17511	Surrendered	20	0
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: ..... Date: .....31 Oct 2018.....
(Managing Director)

Print name: .....Hamish Collins.....

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.