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Quarterly Activities Report

For the period ended 30 September 2018



Message from the CEO

I write to you today with confidence and gratification that our efforts in negotiating with the Solomon Islands Government have moved to the next stage with the formal granting of the San Jorge Mining Lease ('ML'), part of Axiom Mining's world class Isabel Nickel Project. It was an important milestone for the Company this quarter, and we are well on the way to commercialising one of the largest undeveloped nickel-laterite deposits in the Pacific, the Isabel Nickel Project.

We also made progress with our applications to develop other parts of the Isabel Nickel Project, the Kolosori tenement and Tenement D. The Solomon Islands Government granted Axiom a Letter of Intent ('LOI') over both of these areas allowing Axiom to now work toward obtaining agreements with the corresponding landowners of the regions. Upon reaching these agreements, the Government will grant Axiom the respective Prospecting Licence(s).

Following the formal granting of the San Jorge ML, the Solomon Islands Minister for Mines, Energy and Rural Electrification, the Honourable Bradley Tovosia, extended his congratulations and appreciation to Axiom saying, "The Isabel Nickel Project is to be an important part of our economy, and it's exciting to see real production now moving forward for everyone's benefit."

In line with our commitment to the government of the Solomon Islands and its people, Axiom once again was a sponsor of the Australia Solomon Islands Business Forum during the quarter. This key gathering – which was attended by the Solomon Islands Prime Minister, the Honourable Rick Hou – is a noteworthy demonstration of the Company's ongoing commitment and position to support economic growth and development for the nation as we engaged with the many attendees and discussed what lies ahead in 2019 and beyond.

We also welcomed Mr Jeffrey Markoff as the newest member to Axiom's Board of Directors during the period. Mr Markoff brings a wealth of legal, management and business development experience to Axiom. He is a lawyer and has a sophisticated mining and property investment background. Mr Markoff is a great advantage to the Board and we are happy to welcome him during such an exciting, transitional time for the Company. Further additions to the Board are expected over the coming months.

We are furthermore in the advanced stages of negotiating off-take agreements which will likely also include additional finance for mine development.

With all of these progressions in place, we are well-positioned to complete our first commercial shipment in Q1 2019. We are extremely pleased with the significant progress made over the past quarter in advancing the Isabel Nickel Project and look forward to providing regular updates upon the commencement of mining in December.

Ryan Mount, CEO

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Nickel Market

Nickel and Cobalt Update

Market demand for nickel continues to grow. According to a recent Australian Mining article, “The nickel industry should be prepared for shortages of 150,000 – 300,000 tonnes a year by the early 2020s...” The global call for stainless steel continues to steer demand with electric vehicle battery production expected to significantly grow over the next decade boosting supply requirements to the next level.

While the price of nickel, similar to the general global markets, remains volatile – the outlook is solid. According to a London Metals Exchange (LME) poll conducted in early October, nickel

was regarded as the base metal with the most potential in 2019. Comparing year-to-date periods up to September, average nickel prices were up 36% in 2018 compared to same timeframe last year.

The Shanghai Metals Market (SMM) estimates Chinese imports of nickel on a year-over-year basis being up approximately 17.3% as of July. According to a north China mill responsible for roughly 25% of the country's total exports in 2017, the US trade war has not had a negative impact on China's exports of stainless steel products.



Solomon Islands

Isabel Nickel Project

Tenements	Location	Area
San Jorge (ML)	San Jorge Island, Isabel Province	36 km ²
Kolosori (PL)*		
Tenement D (PL)*	Santa Isabel Island, Isabel Province	145 km ²

*Under application

San Jorge Mining Lease

As the Company progresses toward the expected first nickel shipment in Q1 2019, numerous development activities are currently underway. In October, Axiom commissioned two rigs and completed over 60 drill holes with more than 600 metres of grade control drilling undertaken to date.

Additional milestones achieved in this month include upgrading the camp in preparation for mine and port construction, bathymetric surveys of port and loading facilities and improvements to the road network. Drilling is initially focused on grade control for the trial shipment areas and later extensions to the life of mine drilling. Pit design and planning are underway for the shipment to provide material for customers and market first.

Further project development to occur in Q4 2018 includes detailed mine planning with concentration toward infrastructure and design requirements; expanding the camp facilities to accommodate the mining operation; and implementation of environmental controls including sedimentary containment facilities. A mobile equipment workshop and maintenance area is being developed, and timber has been purchased from local landowners to support camp expansion.

Axiom continues to base the mining schedule on practical achievability and profitability with minimal disturbance to the ground cover and surrounding environment. Community development agreements are ongoing and a ground-breaking ceremony is being planned.



Community Affairs

Awareness programs and employment

During the quarter, community consultation programs were conducted by Axiom as the Company continues to support local communities. As operations steadily expand, the effort is complimented with additional job creation in support of the local population.

In preparation for mining, a November employee engagement event is currently underway to discuss upcoming training opportunities and update current and future employees on what it means for the Company as we embark into a new phase of production.

Local events

The Sir Dudley Tuti College invited Axiom CEO, Mr Ryan Mount, as the guest of honour speaker at their graduation ceremony on Isabel Island. In addition to congratulating the students for their hard work and commitment, Mr Mount spoke about the future of education in the Solomon Islands. He mentioned how critical it is for teachers to maintain a high standard of professionalism in order to uphold a quality education system; and the need continue to develop programs that meet the expanding needs of the country's growing youth population in the future. Discussion was also had with regard to the top performing students gaining access to future employment at Axiom operations in the Isabel province.



West Guadalcanal

The West Guadalcanal PL was renewed by the Ministry of Mines, Energy and Rural Electrification in May 2017. The Phase I exploration program report last quarter included intense systematic trenching and regional to semi detailed geologic mapping activities in the Humvee prospect.

A total of 58 trenches were cleared and sampled. Total samples collected from these programs were 1,633 trench samples over 2,120m and 99 grab/float samples collected over 5.8 linear km of regional mapping.

Phase II of Axiom's exploration activities in West Guadalcanal commenced in Q2 2018 with a drilling program focusing on drilling targets identified in the Phase I exploration program.

A summary of the drilling statistics to Q3 2018 includes 6 diamond drill holes completed and at least 610m of drilling; 326 core samples have been sent for laboratory analysis. Assay results are due for release early next month.



Schedule of tenements

Mining tenements held as at 30 September 2018				
Country	Name and location	Tenement number	Interest held	Status
Solomon Islands	Isabel Nickel Project			
	San Jorge		80%	ML Granted
	Kolosori		80%	PL Application Approved (LOI issued)
	Tenement D		100%	PL Application Approved (LOI issued)
	West Guadalcanal Project			
	West Guadalcanal	PL 01/14	100%	Granted
Australia	Cardross Project, Chillagoe, Qld			
	Cardross	ML 20003	100%	Granted (Under Renewal)
	Cardross	EPM 19821	100%	Granted (Renewed)
	Mount Molloy Project, Mareeba, Qld			
	Mt Molloy copper mines	ML 4831	100%	Granted (Under Renewal)
	OK Mines Project, Chillagoe, Qld			
	OK North	ML 4805	100%	Granted
	OK South	ML 4806	100%	Granted
	OK Extended	ML 4809	100%	Granted
	OK Extended No. 2	ML 4813	100%	Granted
	OK	ML 5038	100%	Granted
Schedule of tenements abbreviations				
EPM	Exploration Permit for Minerals	PL		Prospecting Licence
ML	Mining Lease	LOI		Letter of Intent

Contacts and notes

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About Axiom Mining Limited

Axiom Mining Limited ('the Company') focuses on tapping into the resource potential within the mineral-rich Pacific Rim. Through dedication to forging strong bonds and relationships with the local communities and governments where we operate, Axiom Mining has built a diversified portfolio of exploration tenements in the Asia Pacific region. The Company also owns all majority holdings in highly prospective gold silver and copper tenements in North Queensland, Australia.

The Company is listed on the ASX. For more information on Axiom Mining, please visit www.axiom-mining.com

Disclaimer

Statements in this document that are forward-looking and involve numerous risk and uncertainties that could cause actual results to differ materially from expected results are based on the Company's current beliefs and assumptions regarding a large number of factors affecting its business, some of which may be outside the Company's control. There can be no assurance that (i) the Company has correctly measured or identified all of the factors affecting its business or their extent or likely impact; (ii) the publicly available information with respect to these factors on which the Company's analysis is based is complete or accurate; (iii) the Company's analysis is correct; or (iv) the Company's strategy, which is based in part on this analysis, will be successful.

The information in this ASX Announcement relating to exploration results for the West Guadalcanal Project is extracted from a release to the ASX on 11 February 2014 and 31 July 2015. Axiom is not aware of any new information or data that materially affects the information in the original market announcements and that all material assumptions and technical parameters underpinning these exploration results continue to apply and have not materially changed.

Competent Person's Statement

The information in this announcement that relates to Exploration Results is based on information compiled by Mr Clinton Rivers who is a member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Rivers has sufficient experience that is relevant to the styles of mineralisation and types of deposit under consideration and to the activity which is 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 Rivers is Group Exploration Manager for Axiom Mining Limited and consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

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SUSTAINABLE MINING PROJECTS

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THE BENEFITS FROM OUR
OPERATIONS AMONGST
ALL STAKEHOLDERS

PROTECT

THE WELLBEING OF OUR PEOPLE
& LOCAL COMMUNITIES THROUGH
SAFE & ENVIRONMENTALLY
RESPONSIBLE OPERATIONS