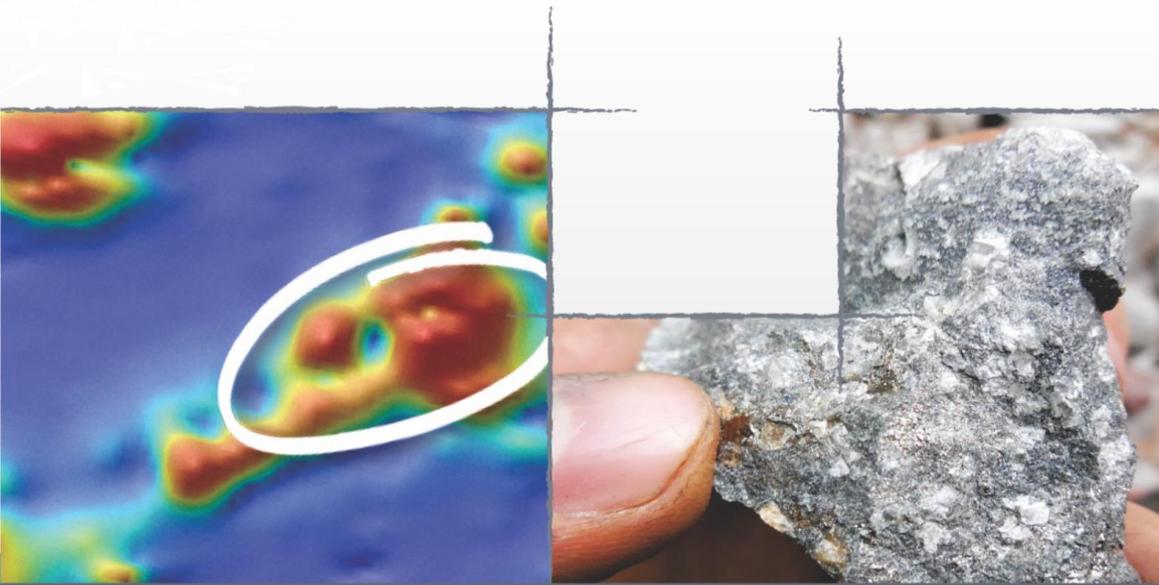


2016 AGM Presentation



Greg Jones
Managing Director



Disclaimer and Competent Persons Statement

This presentation contains forward looking statements that are subject to risk factors associated with mineral resource businesses. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially, including but not limited to: price fluctuations, actual demand, currency fluctuations, drilling and production results, reserve estimates, loss of market, industry competition, environmental risks, physical risks, legislative, fiscal and regulatory developments, economic and financial market conditions in various countries and regions, political risks, local community obstruction, project delay or advancement, approvals and cost estimates. Nothing in this material should be construed as the solicitation of an offer to buy or sell Variscan securities.

Compliance Statement

This presentation incorporates by reference the ASX announcement relating to the Porte-aux-Moines Mineral Resource estimation which was released to the market on 20 June 2016. The announcement is available from the Company's website at www.variscan.com.au or from the ASX. It contains the Competent Persons statements and the JORC Table 1 relating to the JORC 2012 Mineral Resource estimation. Variscan confirms that it is not aware of any new information or data that materially affects the information included in the announcement and that all material assumptions and technical parameters underpinning the resource estimate continue to apply and have not materially changed.

The information in this presentation that relates to Exploration Results is based on information compiled by Greg Jones, BSc (Hons), who is a member of the Australasian Institute of Mining and Metallurgy. Mr Jones is a Director of Variscan Mines Ltd and has sufficient experience which is 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". Mr Jones consents to the inclusion in this report of the information compiled by him in the form and context in which it appears.

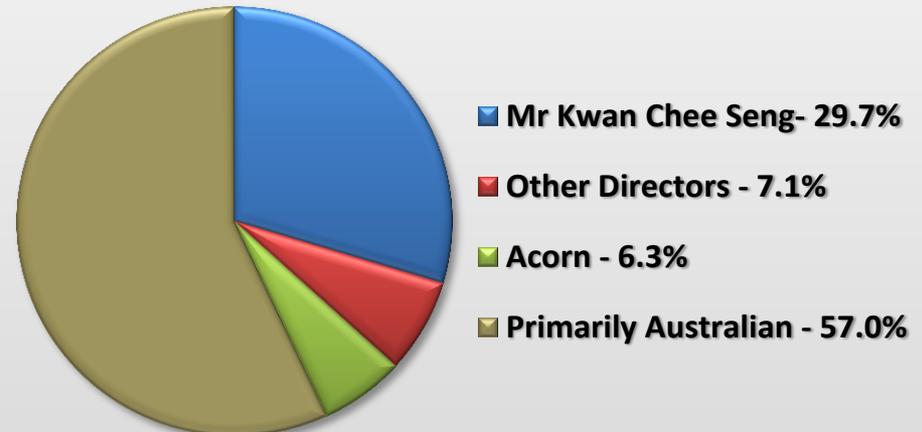
Company Snapshot

- **Two high grade deposits (zinc-rich and tungsten) with genuine mine potential**
- **Seven tenements**
- **Advanced projects only – old mines or prospects with high grade exploration results**
- **Only ASX company focused on France**
- **Most active explorer in the country**
- **Deep in-country experience and expertise**
- **Applying modern techniques in underexplored ‘First World’ jurisdiction**

Capital Structure

Shares (million) at 30 Sept	519
Options (million) at 30 Sept	188
\$ in bank at 30 Sept	\$1.6 million
Share Price	1.9 cents
Market Cap	\$10 million
Value of Investments	\$1.8 million

VARISCAN SHAREHOLDERS

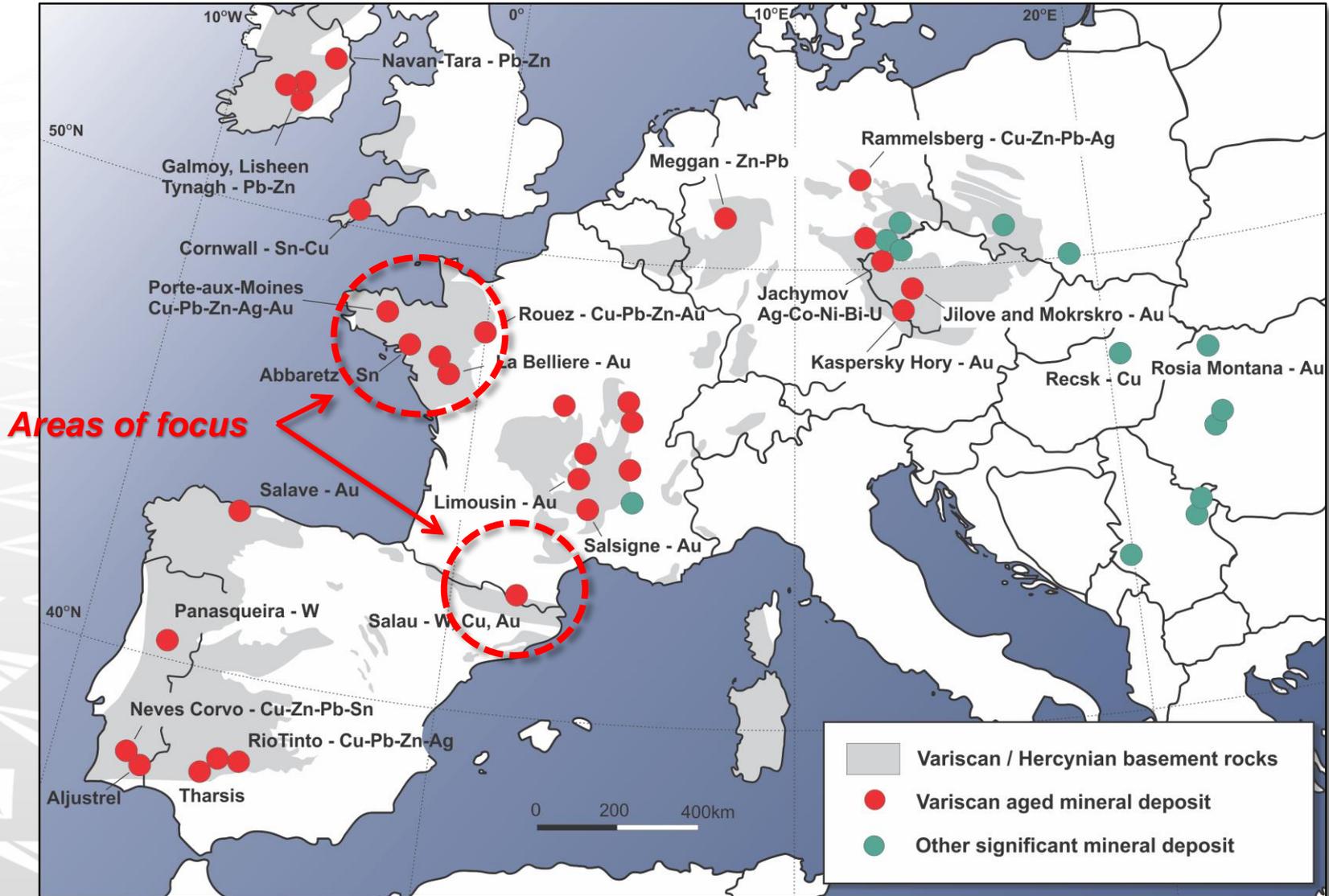


Last 12 months

- **JORC Mineral Resource estimate at Porte-aux-Moines (Merléac Project)**
 - ✓ **2.2Mt grading 6.0% zinc, 1.3% lead, 0.8% copper, 80.6 g/t silver and 0.9 g/t gold**
 - ✓ **First quartile in zinc equivalent grade**
- **Two VMS corridors with seven centres of mineralisation outlined at Merléac**
- **VTEM survey - 14 high priority massive sulphide targets identified**
- **Two strong gold prospects defined at St Pierre ready for drilling**
- **Couflens licence granted over Salau - previously one of the worlds highest grade tungsten mines**
- **First mineral exploration drilling in France for decades to commence shortly**
- **\$2.5M raised in June 2016 to help fund proposed gold and zinc drilling**
- **Continued sell-down of investment portfolio**

Good Progress

European Metallogeny

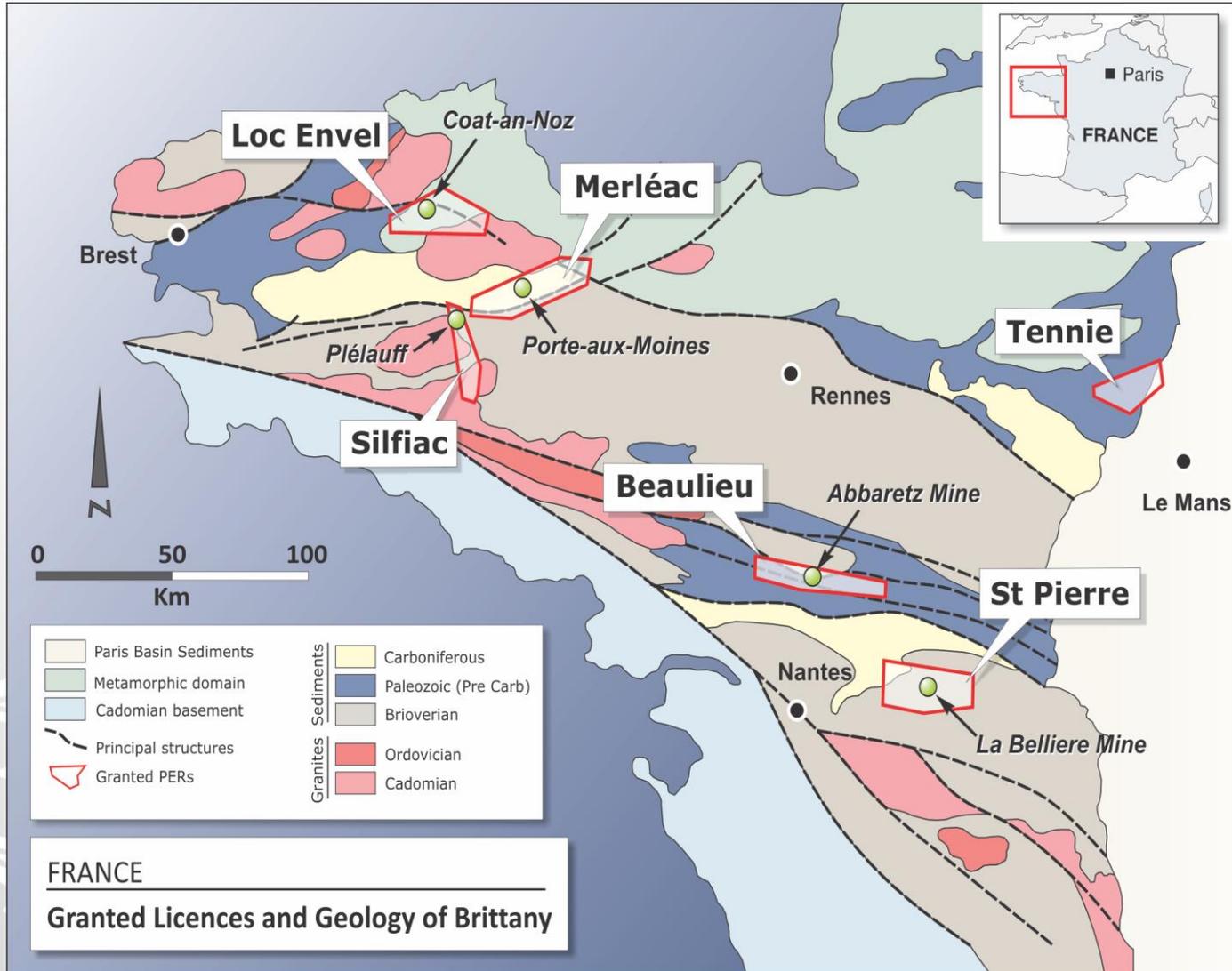


Project Portfolio

Project	Area (km ²)	Commodity	Significant old mines	High grades in exploration	Pre-JORC Resource	Type
Merléac	411	Zn, Pb, Cu, Ag, Au		✓	✓	VMS
Silfiac	173	Zn, Pb, Ag, Ge		✓	✓	Vein
Tennie	205	Zn, Pb, Cu, Au	✓			VMS
Beaulieu	278	Sn, W	✓		✓	Stockwork and vein
Loc Envel	336	W, Cu		✓	✓	Skarn and stockwork
St Pierre	386	Au	✓	✓		Shear hosted
Salau	42	W, Cu, Au	✓	✓	✓	Skarn

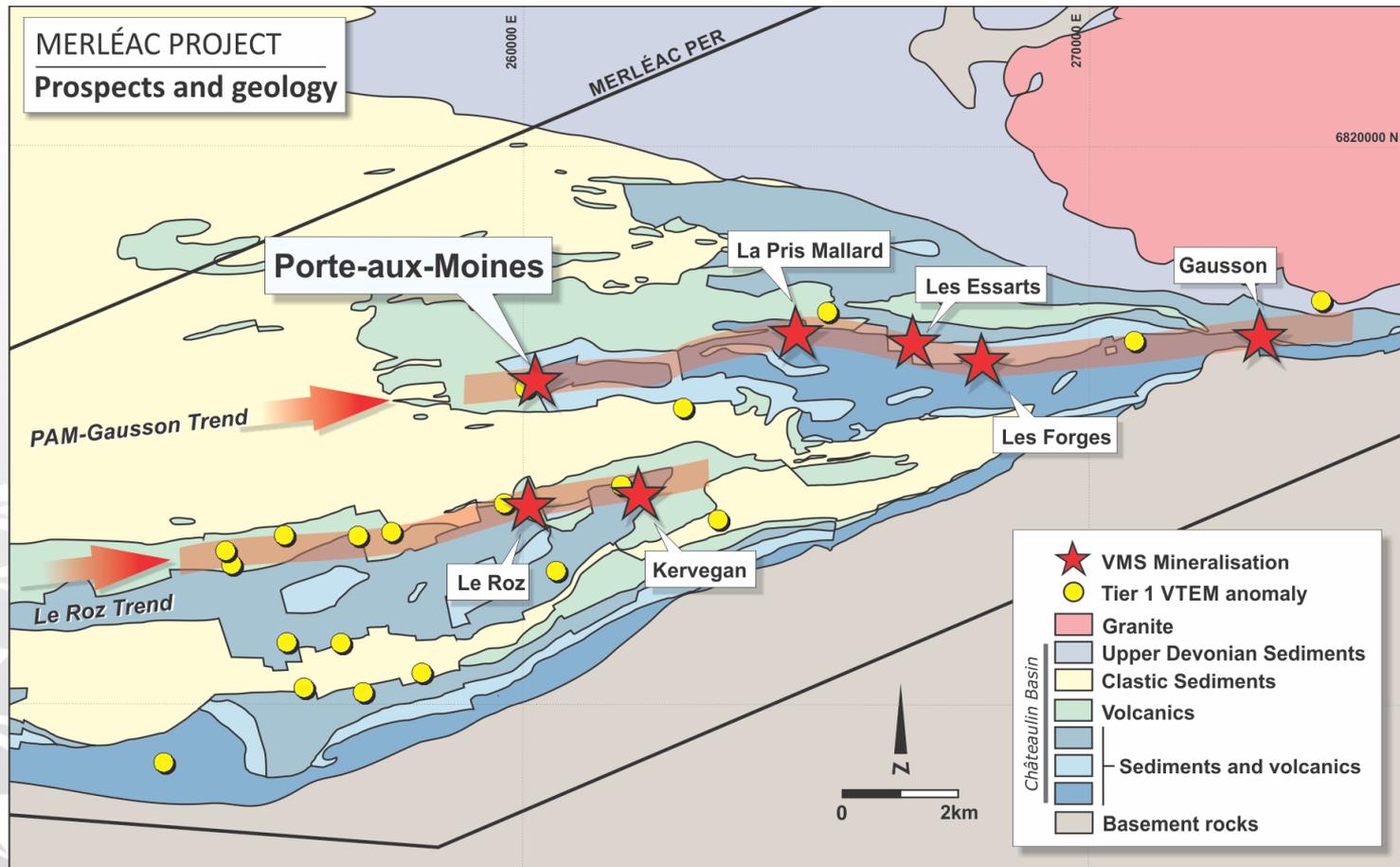
High Quality Advanced Assets

Projects in Brittany



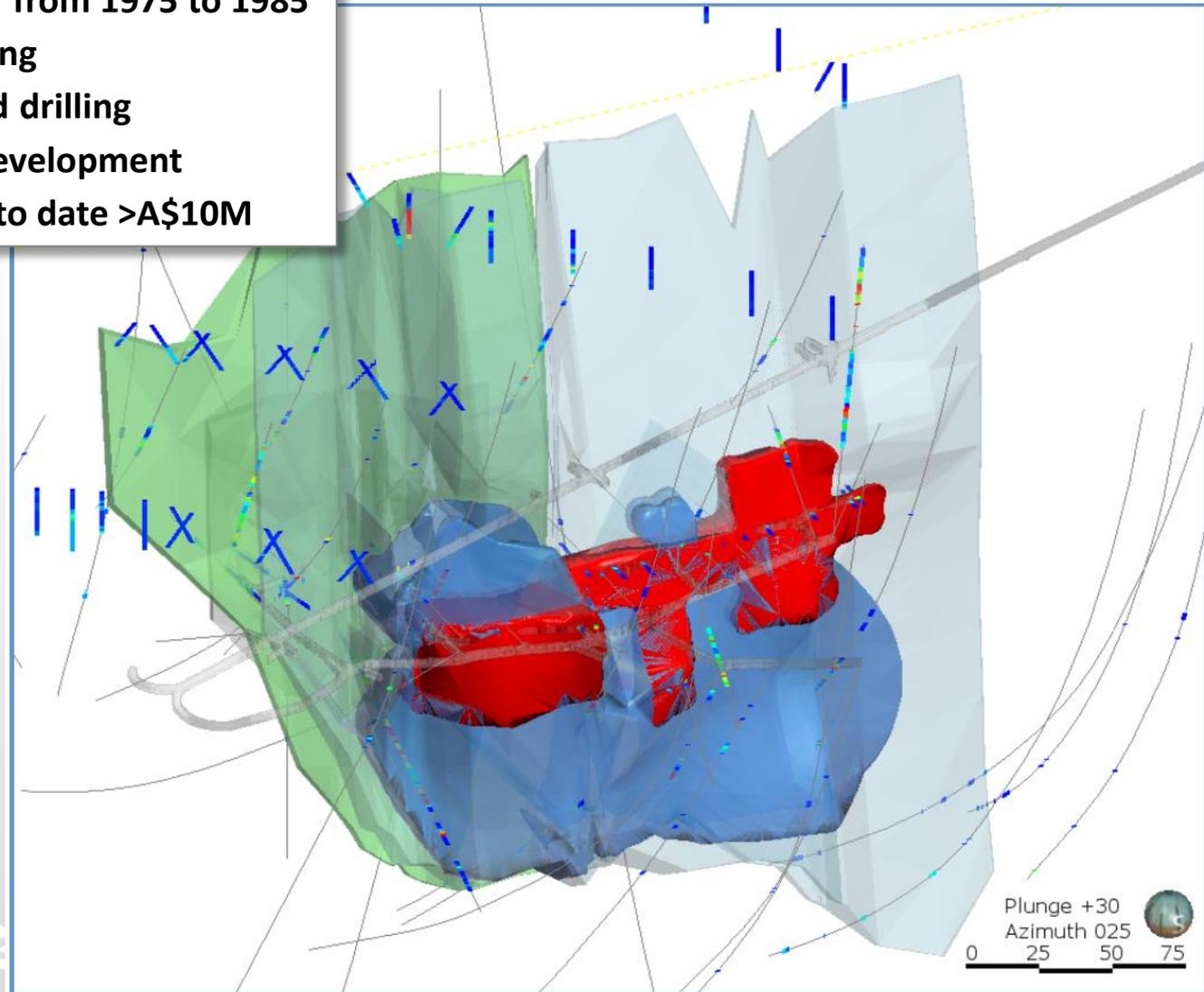
Merléac

- Volcanogenic massive sulphide (VMS) belt
- Advanced, high grade, Zn-Pb-Cu-Ag-Au deposit – Porte-aux-Moines (PAM)
- Numerous prospects – VMS cluster



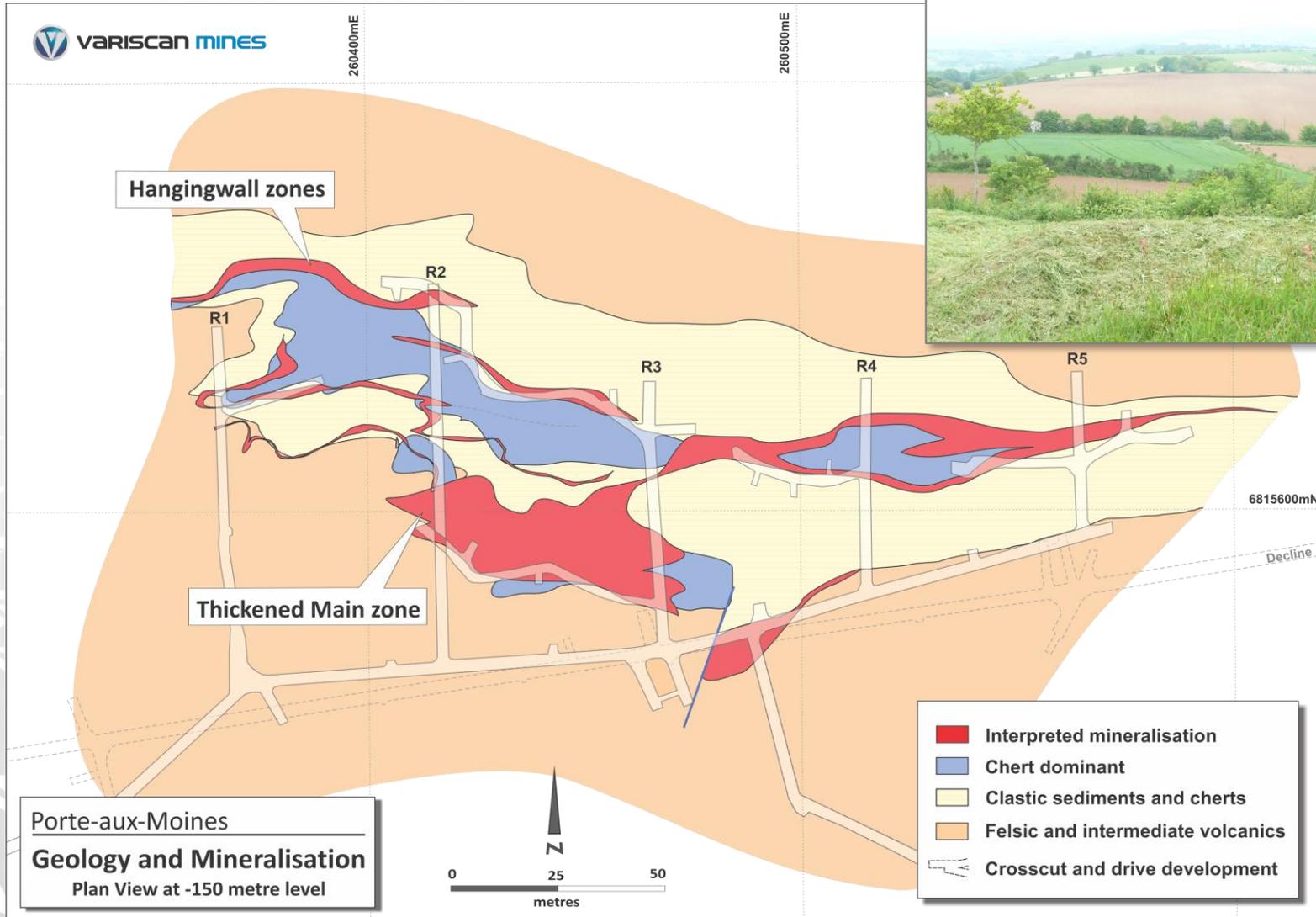
Porte-aux-Moines

- Extensive work by BRGM* from 1975 to 1985
 - 6,843m surface drilling
 - 2,830m underground drilling
 - 2km underground development
- Value of work completed to date >A\$10M



*Bureau de Recherches Géologiques et Minières - the French geological survey

Porte-aux-Moines

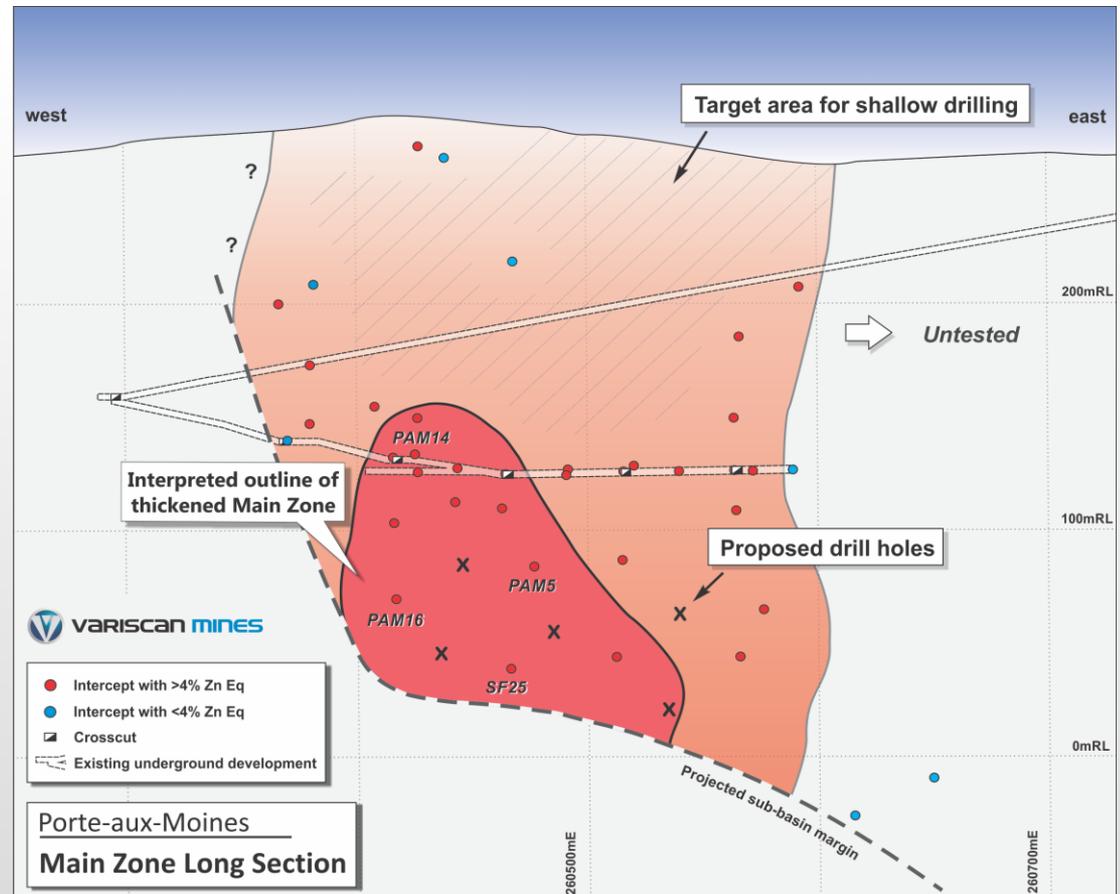


Porte-aux-Moines

Mineral Resource

2.2Mt grading 6.0% zinc, 1.3% lead, 0.8% copper, 80.6 g/t silver and 0.9 g/t gold*

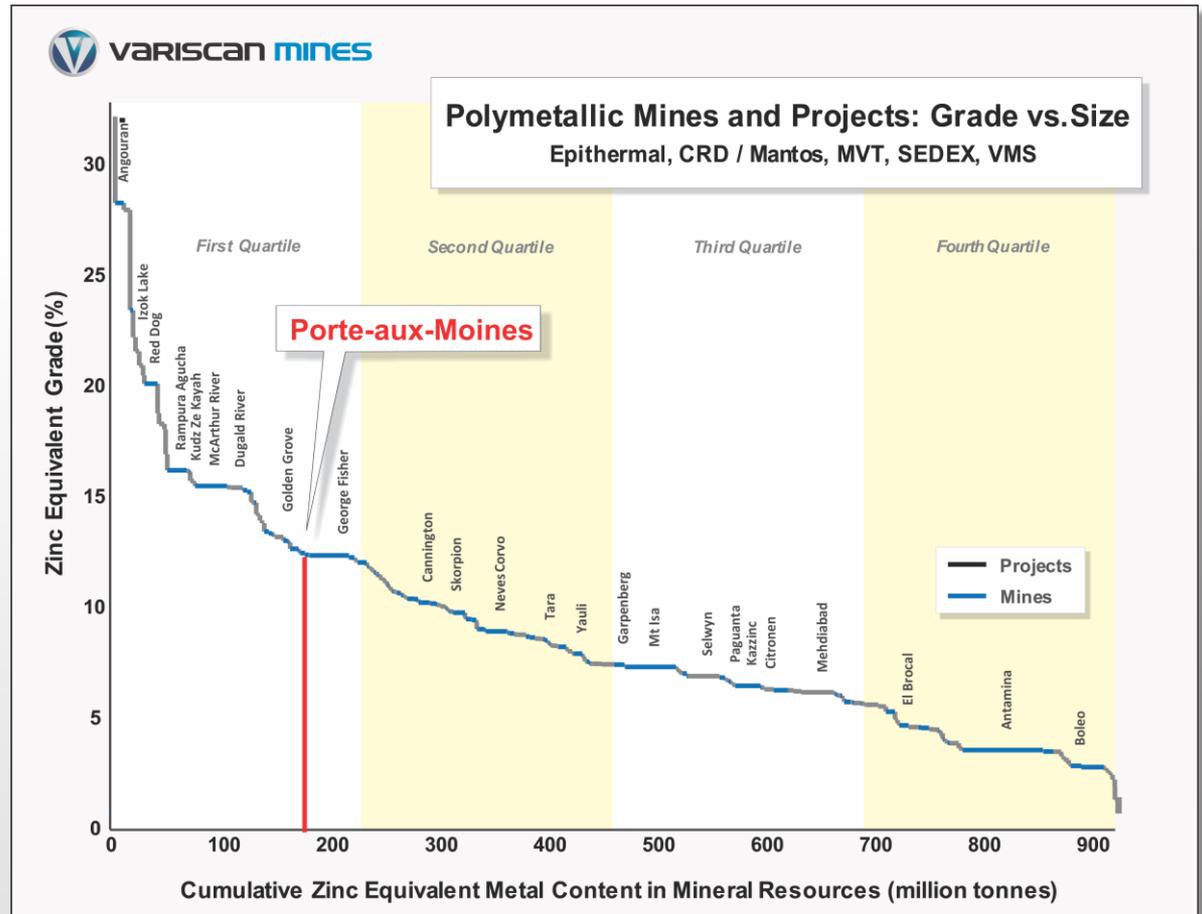
- Open along strike
- 1.1Mt at higher grades in Main Zone thickened lens
- Averaging 16.3m thick
- Drilling planned to commence shortly
- Initially 3 holes for 1000m
- High grade mineralisation anticipated



* Category	Tonnes Mt	Zn %	Pb %	Cu %	Ag g/t	Au g/t
Indicated	0.29	6.1	1.2	0.8	76.5	0.9
Inferred	1.91	5.9	1.3	0.8	81.2	0.9

PAM Mineral Resource

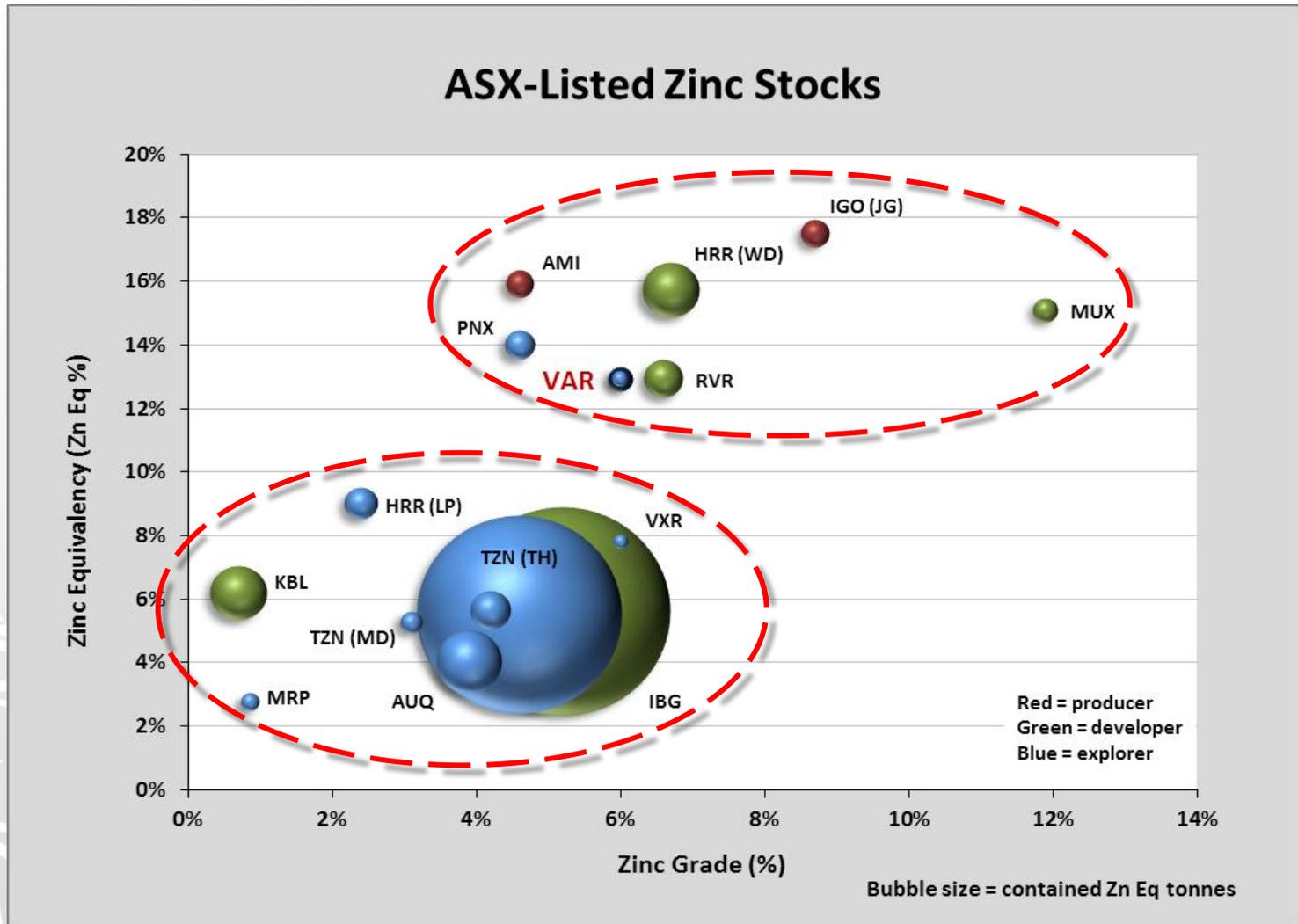
- High grade, high \$ value
- Top grade quartile against other zinc-rich deposits
- Similar in grade to other advanced Australian zinc projects such as Hayes and Thalanga
- Tonnage expansion to move into feasibility studies
- Initial target 3.5Mt+



Grade is King

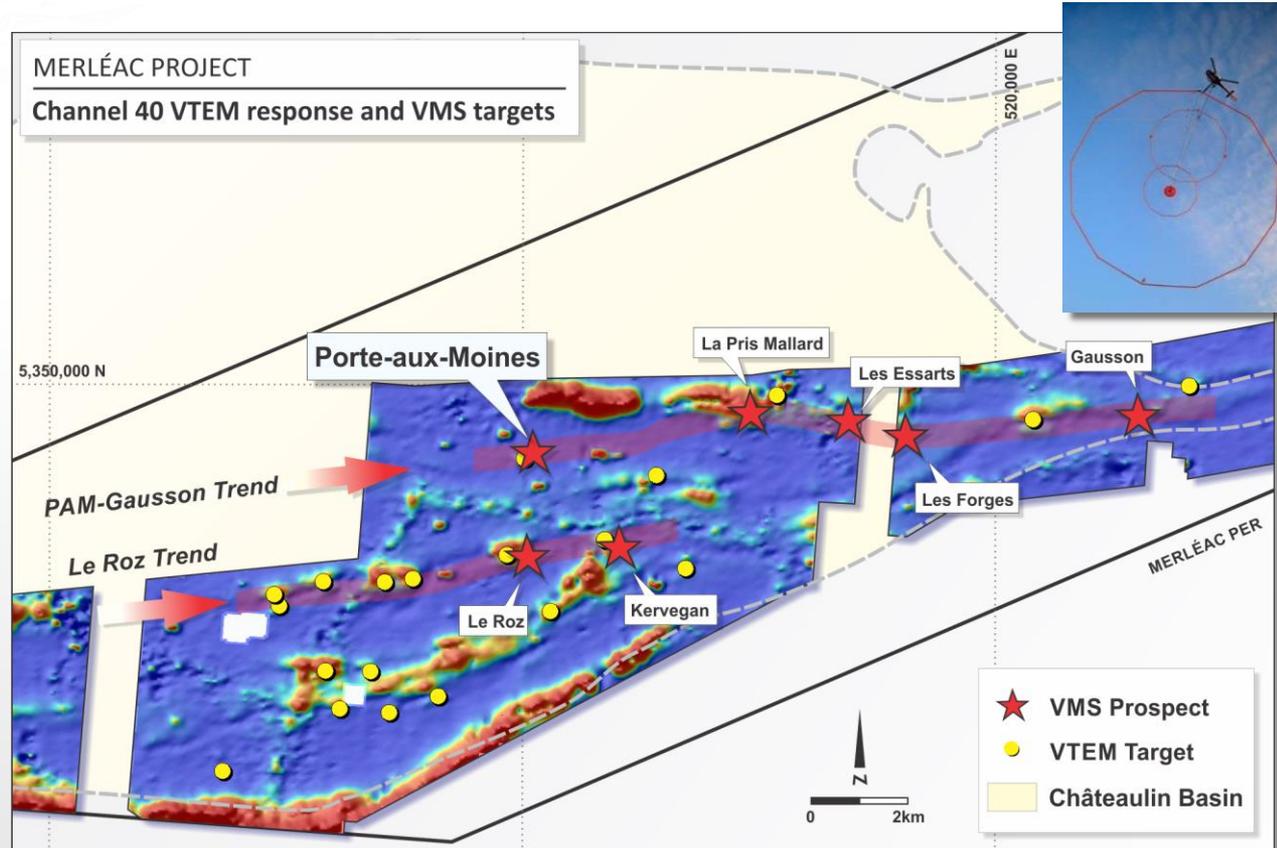
The zinc equivalent is based on Zn (US\$1,800 per tonne), Pb (US\$1,800 per tonne), Cu (US\$5,600 per tonne), Ag (US\$15 per ounce) and Au (US\$1,150 per ounce). The zinc equivalent calculation represents the total metal value for each metal, multiplied by a price based conversion factor and estimated metal recoveries (Zn–90%, Pb–85%, Cu–80%, Ag–60%, Au–70%), summed and expressed in equivalent zinc percent per tonne. The zinc equivalent calculation is intended as an indicative value only.

PAM Resource Comparison



Merléac Exploration

- Seven confirmed VMS prospects
- Two VMS trends over 22km
- Numerous VTEM anomalies requiring follow up
- Typical VMS cluster
- Former drilling returned ore grade intersections
- Les Essarts:

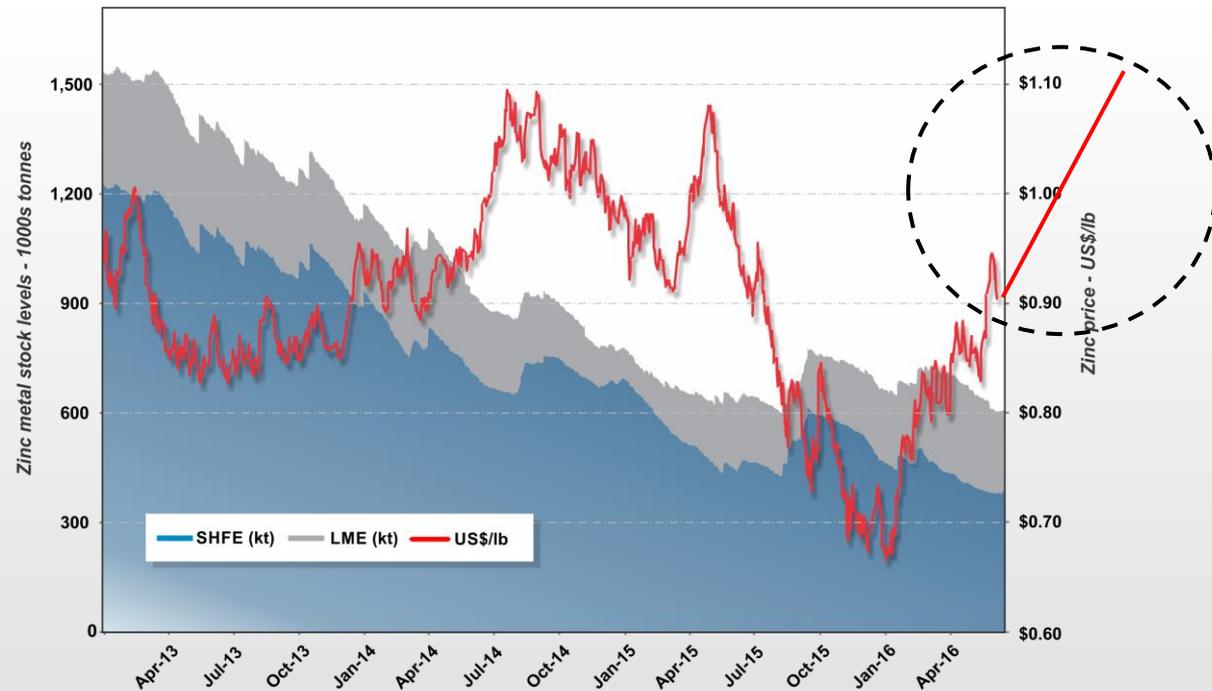


1.25 metres @ 7.0% zinc, 3.04% lead, 0.22% copper from 80 metres in LSS2, and 1.0 metre @ 5.49% zinc, 2.72% lead and 0.26% copper from 66 metres in LSS3

Outstanding regional potential

Zinc Price and Supply

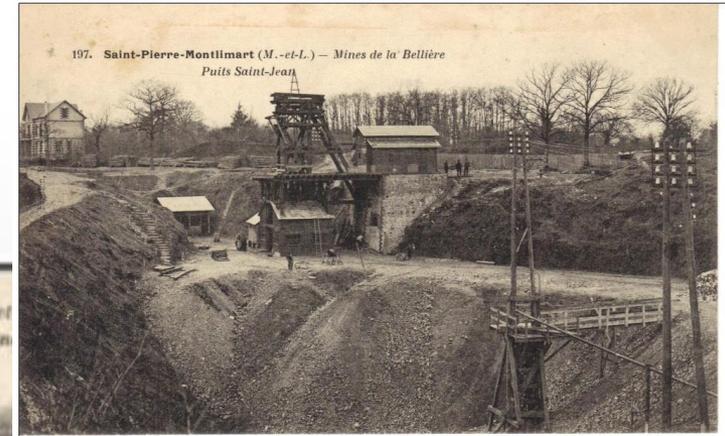
- Unsustainable zinc price to maintain production levels
- Significant recent mine closures creating global supply shortage
 - *Glencore: -500Kt*
 - *Nyrstar: -50Kt*
 - *MMG: Century -500Kt*
 - *Vendanta: Lisheen -160Kt*
- ~9% production off-line
- Falling warehouse stocks
- Falling smelter charges
- Supply deficit looming



Goldman Sachs (May 16) “Zinc has by far the most bullish supply-side dynamic”

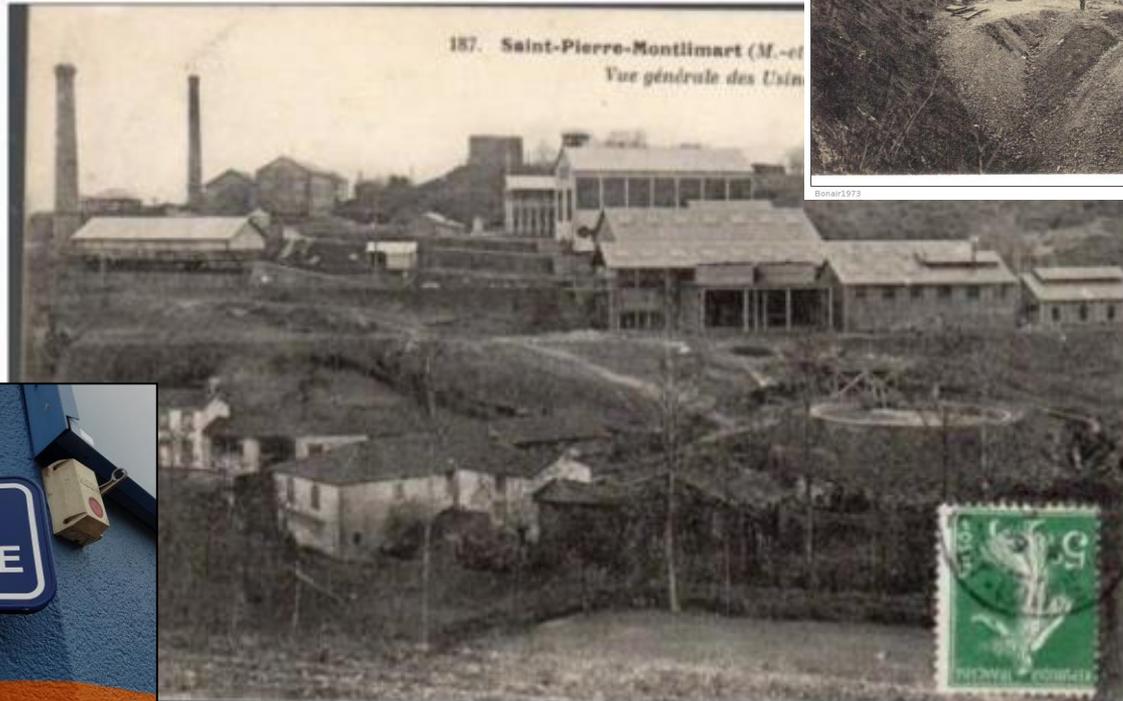
St Pierre Gold Project

- 386km² over France's third largest goldfield
- Produced 334,000oz Au to 1952
- Average production grade: 12g/t Au
- Max depth of 170m over a strike length of 1.6km
- Old drilling - shallow, thick, un-mined gold zones



Bonap1973

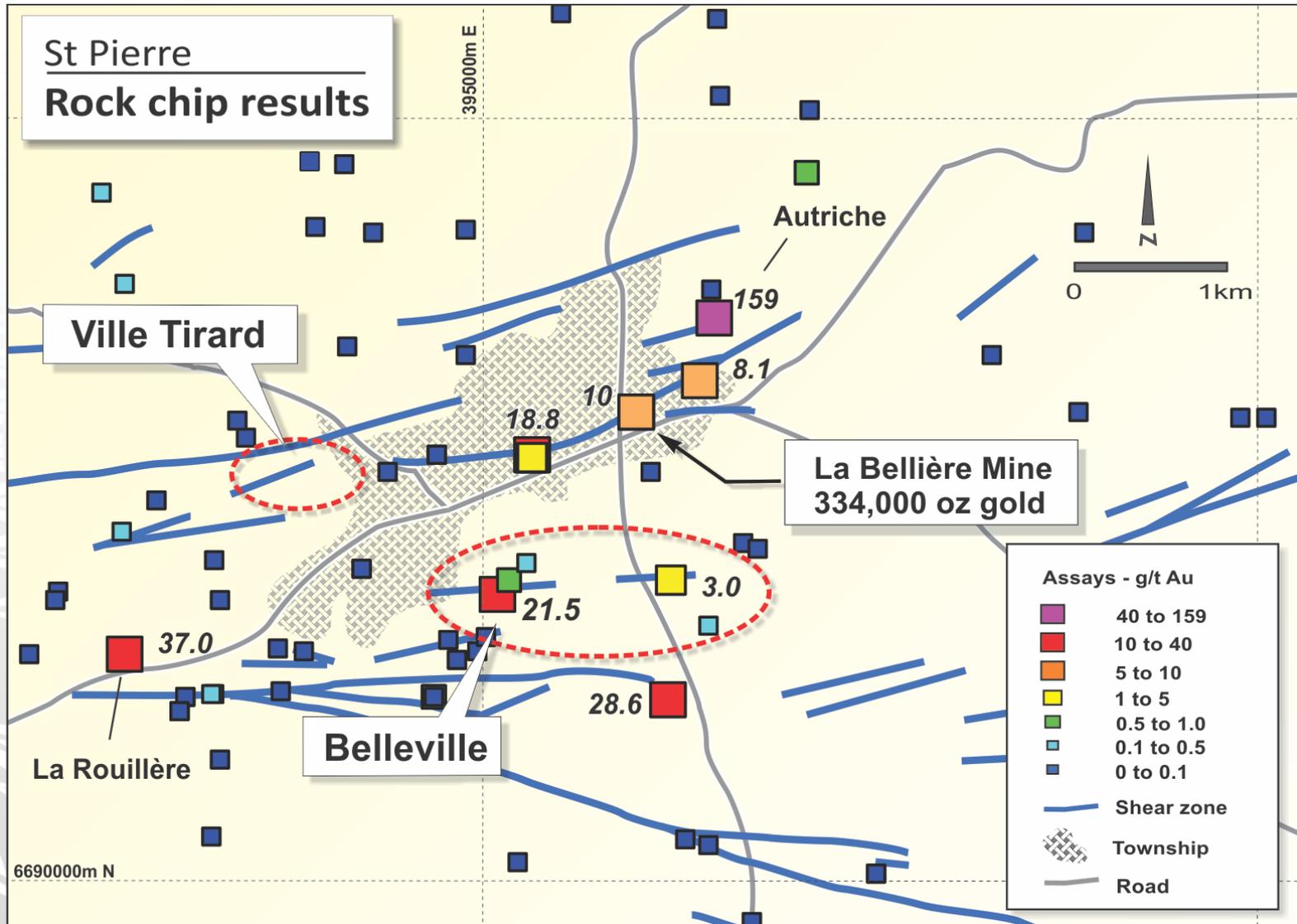
www.delcampe.net



www.delcampe.net

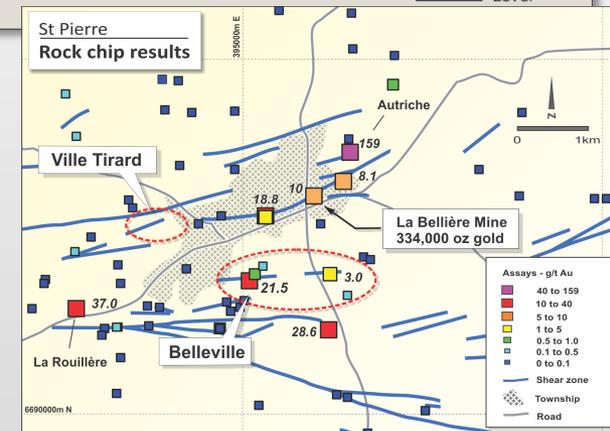
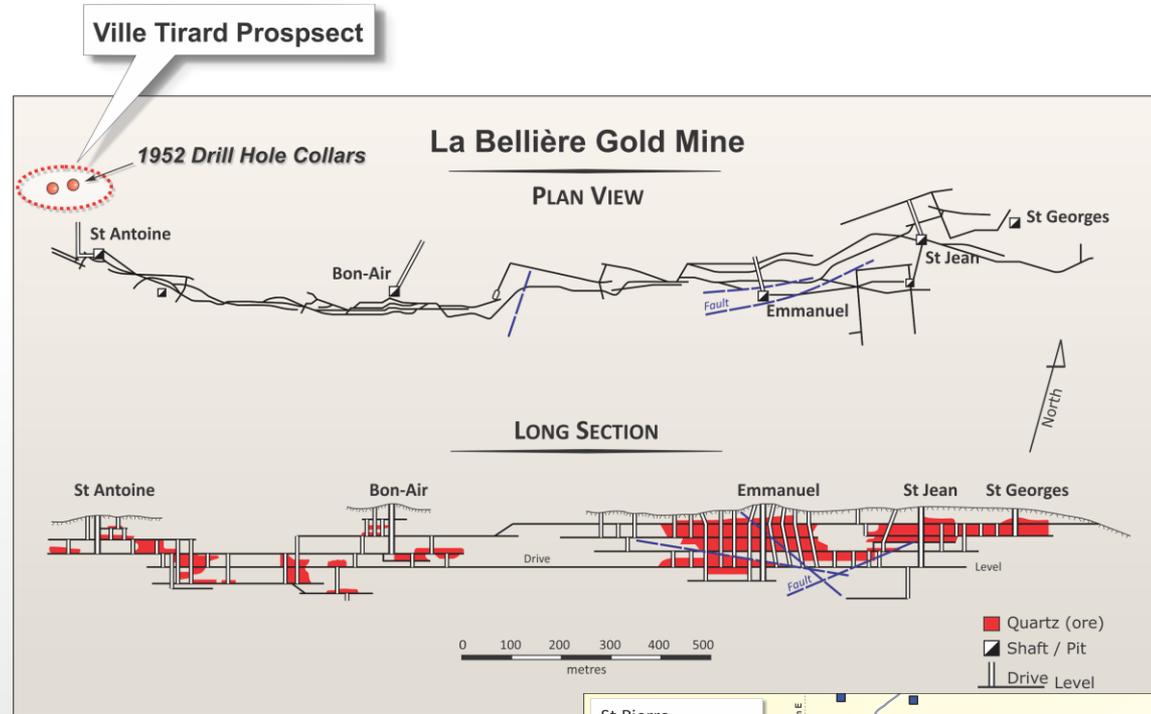


St Pierre Exploration

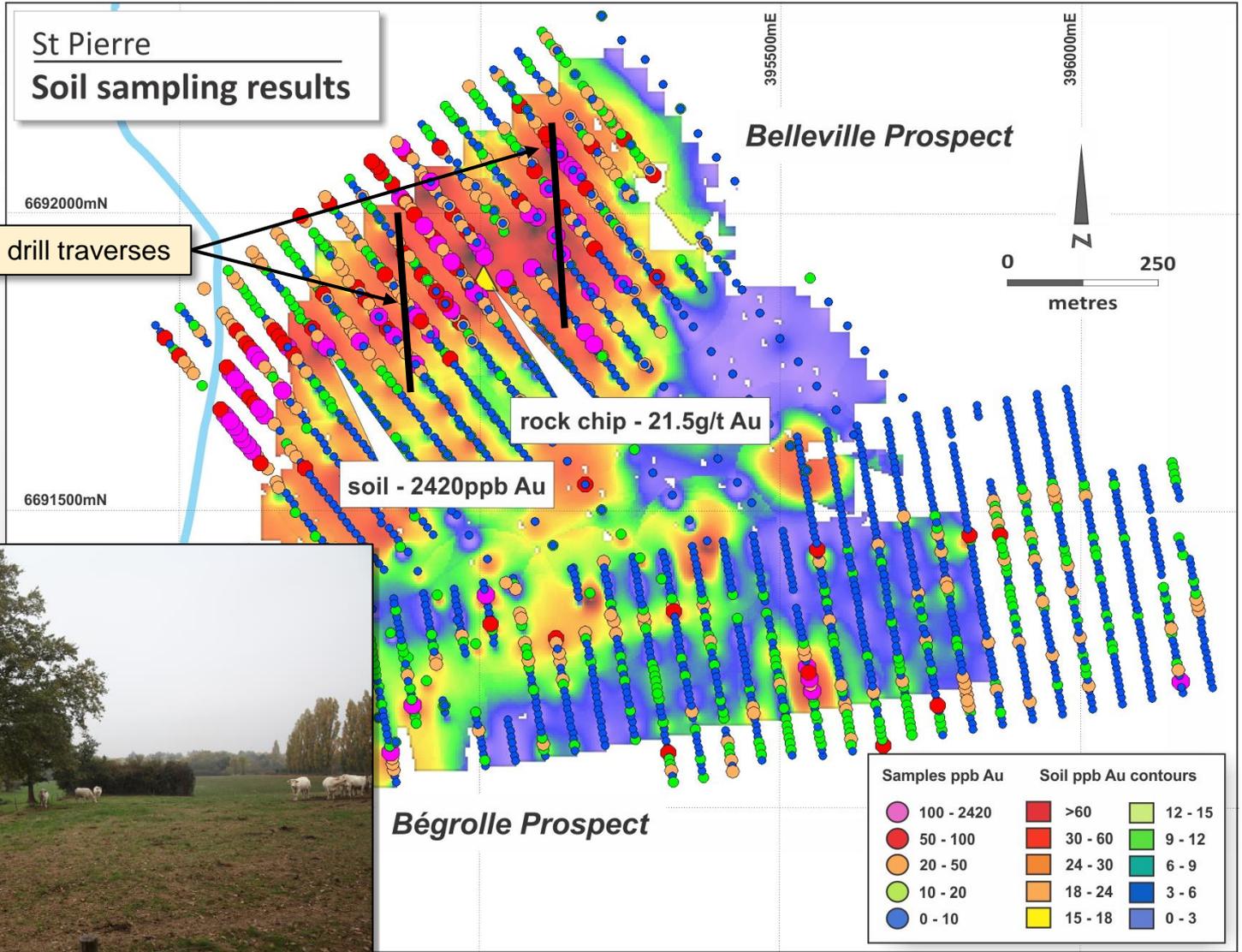


Ville Tirard Prospect

- Two holes drilled 1952
- Intersected strong gold mineralisation
- Near surface
- ~15-20 true thickness
- individual assays between 0.5 to 33g/t Au
- Averaging around 3-4g/t Au
- Two core holes planned
- First of the new Variscan drilling

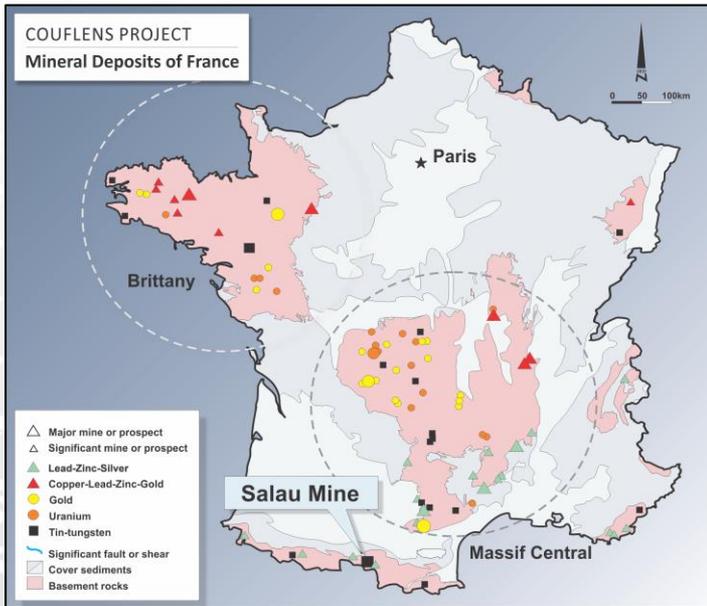


Belleville Prospect



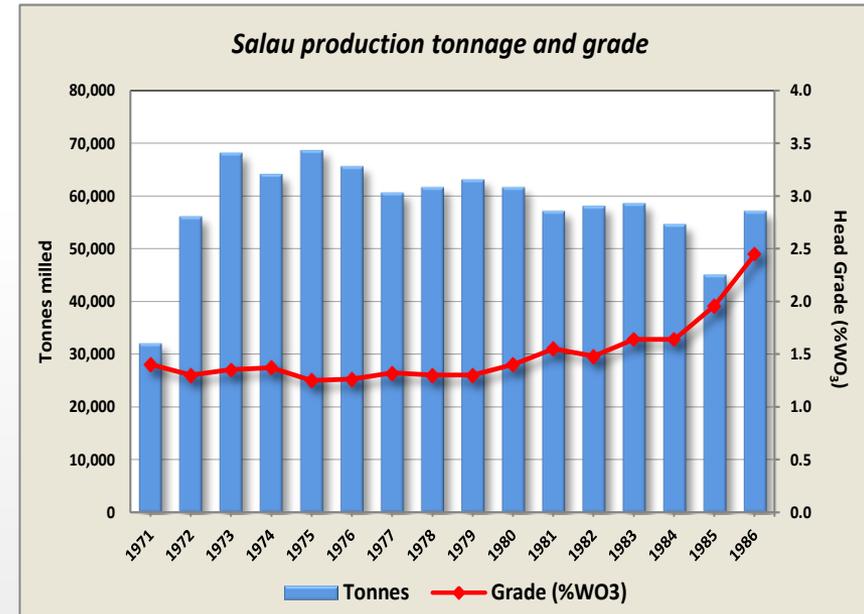
Couflens PER

- Covers Salau, formerly one of the world's highest grade tungsten mines
- Mine produced 0.93Mt at 1.5% WO_3 for around 11,500 tonnes of WO_3 in concentrate
- In the mine's latter years, production grades were 2.0 to 2.5% WO_3

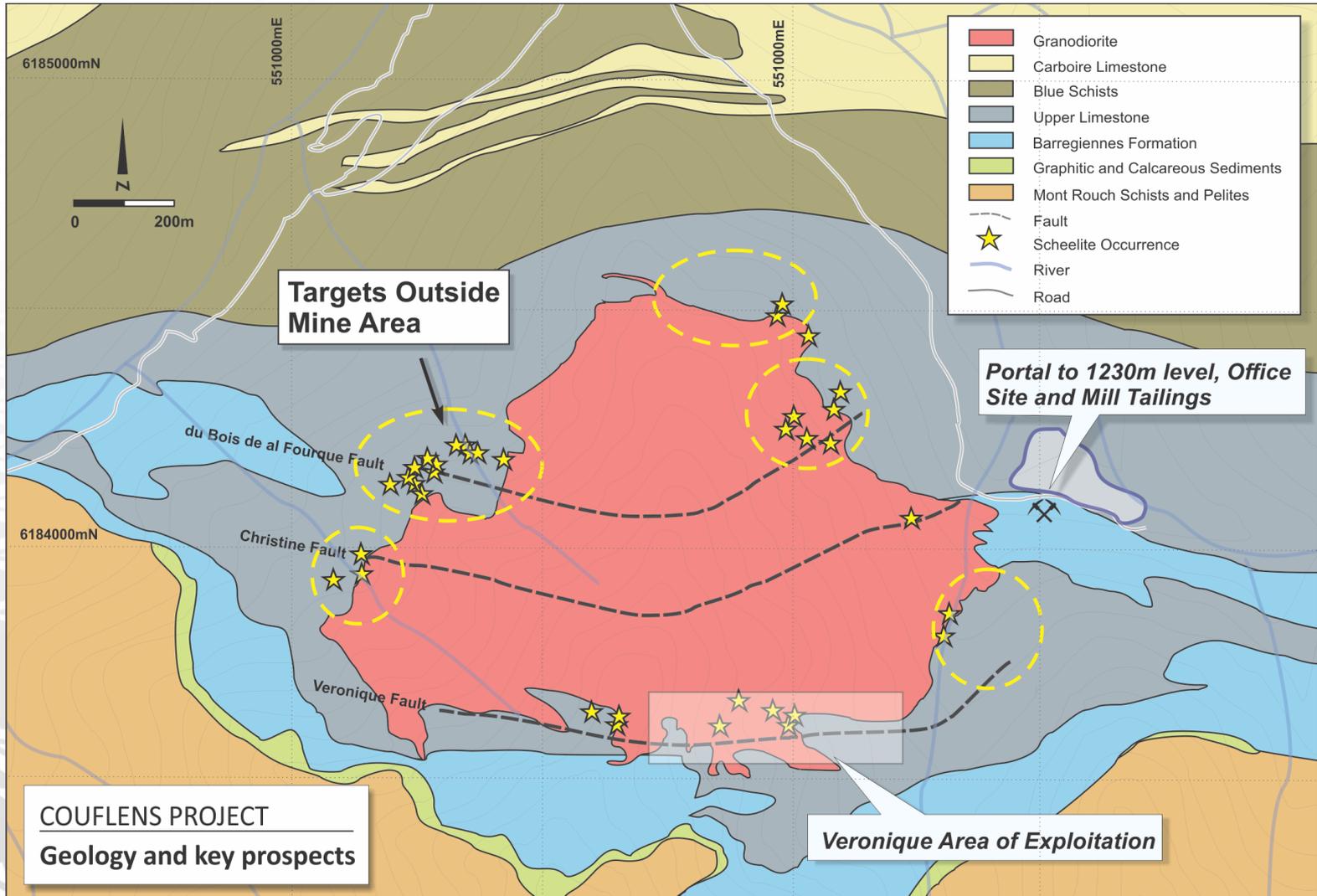


Salau and funding

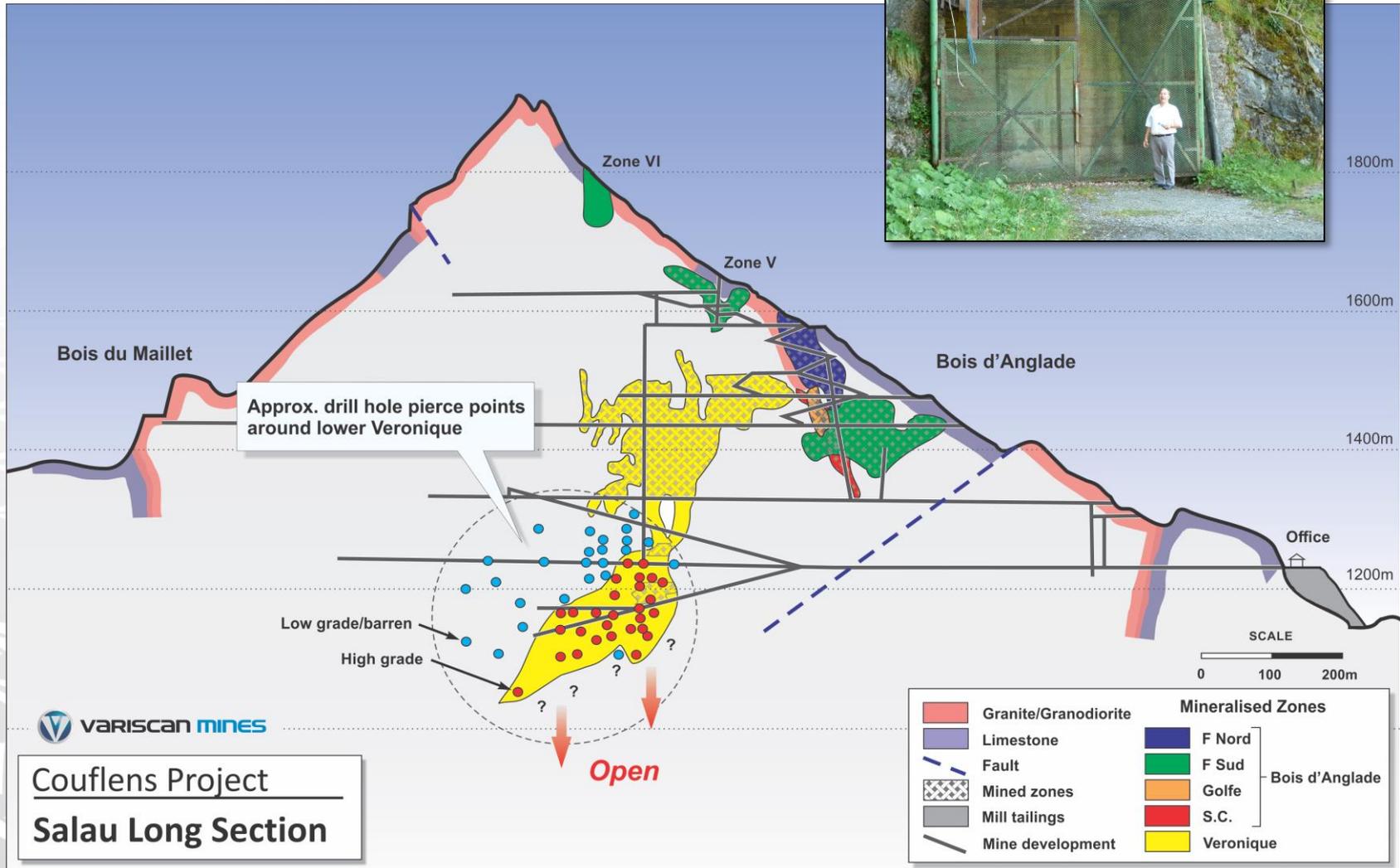
- Salau contains significant copper and gold values (circa 10g/t gold in Veronique)
- Previous drilling confirmed the continuation of the mineralised system, enabling the mine operator to calculate a non-JORC resource, which remains unmined and open at depth
- To fund exploration, a Joint Venture agreement has been executed between Ariege Tungsten SAS and Variscan
- Variscan is free-carried at 20% until a DFS is completed or total expenditure of €25 million (circa A\$36 million) is reached
- Salau has strong potential to be brought back into production, with initial work aimed at generating a 2012 JORC resource possibly leading towards mine feasibility studies



Salau Exploration



Salau Mine



Salau Pictorial



Variscan Highlights

- **Seven tenements**
- **Advanced, high grade zinc-rich deposit – PAM - genuine mine potential**
- **PAM 2012 JORC Mineral Resource – expand by one third to justify feasibility studies**
- **Clear zinc upside – supply shortfall appearing and price increase forecast**
- **High quality gold targets at St Pierre – drilling to start shortly**
- **Salau mine secured – very high grade tungsten (plus Cu/Au) with pre-JORC resource**
- **Strong likelihood to be reactivated**
- **Funding JV in place with Variscan free carried at 20% to DFS**

NEXT STEPS IN COMING MONTHS

- **PAM drilling to upgrade and potentially increase resource – initially 1000m**
- **St Pierre drilling – initially 1000m RC and 300m core**
- **Advance drill targets at Merléac to expand zinc resource**
- **Mine access work for Salau**

QUESTIONS?

VARISCAN MINES LIMITED

ABN: 16 003 254 395

Level 1, 80 Chandos Street, St Leonards NSW 2065

Postal: PO Box 956, Crows Nest NSW 1585

Telephone: +61 2 9906 5220

Facsimile: +61 2 9906 5233

Email: info@variscan.com.au

Website: www.variscan.com.au

ASX Code: VAR