

QUARTERLY ACTIVITIES REPORT

For the Quarter ended 31 December 2017

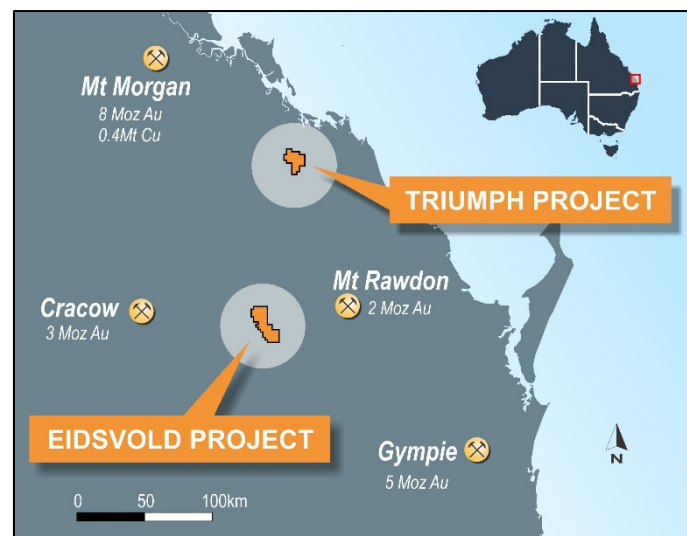
HIGHLIGHTS

Triumph Gold Project

- **Additional near surface high-grade Au-Ag mineralisation intersected at New Constitution prospect**
- Results include:
 - **4m @ 13.2g/t Au, 21g/t Ag** from 87m (TDH130)
 - including **2m @ 25.6g/t Au, 40g/t Ag** from 88m
 - **6m @ 4.2g/t Au, 15g/t Ag** from 112m (TDH133)
 - **3m @ 6.3g/t Au, 10g/t Ag, 0.2% Zn** from 53m (TDH136)
- New Constitution represents the first of five initial target areas under the current drill programme aimed at the **development of multiple near surface open pit operations**
- 5000m drill programme underway

Eidsvold Gold Project

- **Large scale untested gold targets** associated with magnetic lows along strike from historical goldfield
- Drilling in 2017 successful in intersecting **gold mineralisation associated with magnetic lows**
- Genuine first mover opportunity within the highly prospective **280km² intrusive complex** with **Airborne EM and magnetic geophysical survey** planned to commence in early April to accelerate exploration



Corporate

- Rights Issue completed with shortfall **heavily oversubscribed**
- **Excess demand** partially met through additional placement of \$500,000

Metal Bank Limited (ASX:MBK)

Metal Bank Limited ('MBK' or 'the Company') is pleased to outline below the activities for the Quarter ended 31 December 2017 ('Quarter').

Business Overview

Metal Bank Limited is in the business of mineral exploration and development with a strategy focussed on creating shareholder value by building a successful resource company.

The eastern Australian exploration projects of **Triumph** and **Eidsvold** are both centred on historical goldfields and represent intrusion related gold systems (IRGS) within the northern New England Orogen of eastern Australia. This region hosts several gold mines including the Cracow (3Moz Au), Mt Rawdon (2Moz Au) gold mines and the historical Mt Morgan deposit (8Moz Au).

After multiple near surface high-grade Au-Ag intersections from drilling at the **Triumph project** over the last 18 months, the Company is now focussed on developing an open pit mining concept at Triumph, based on five feeder pits (with potential for additional pits). Drilling targeting a high-grade Au-Ag near surface resource to support this concept is underway.

Drilling at **Eidsvold project** during 2017 was successful in intersecting gold mineralisation below cover sediments associated with regional geophysical magnetic lows which represents a significant advance in our exploration targeting model/strategy at Eidsvold. Gold mineralisation associated with magnetic low responses is a common geophysical response in many Eastern Queensland intrusion related gold deposits. A combined airborne EM and magnetic geophysical surveys is planned for completion in early April covering the large, prospective intrusive complex. Drilling of geophysical/structural targets concealed by sedimentary cover will follow these surveys.

The funds raised through the recent rights issue and placement will be used to accelerate and expand the Company's exploration programmes at the Triumph and Eidsvold projects and for general working capital.

Triumph Project (100% MBK)

The Triumph Project is an intrusion related gold camp centred about the historical high-grade Norton goldfield (mined in the late 1800's and again in the 1990's) located between Mt Rawdon (2Moz Au) gold mine and the historical Mt Morgan (8Moz Au and 0.4Mt Cu) mine in the Northern New England Orogen, south-east Queensland.

MBK is advancing multiple near-surface high-grade Au-Ag targets to define a JORC compliant resource and develop a near surface open pit mining operation.

Early exploration by MBK on the Triumph project identified widespread high-grade Au-Ag mineralisation defining an extensive, overlooked 15km² gold camp centred on an historical goldfield and almost completely concealed (95%) beneath shallow cover sediments.

Systematic exploration over the outcropping areas, which constitute approximately 5% of the entire gold camp, has defined ten high-grade Au-Ag targets with four drill tested returning high-grade results including¹:

- **10m @ 26.9g/t Au, 165 g/t Ag, and 6% Zn from 51m (New Constitution)**
- **4m @ 13.2g/t Au, 21g/t Ag from 87m (New Constitution)**
- **15m @ 10.3g/t Au, 76g/t Ag from 9m (Bald Hill)**
- **18m @ 4.0g/t Au, 15g/t Ag from surface (Big Hans)**
- **3m @ 6.5g/t Au, 13g/t Ag from 6m (Super Hans)**

An extensive drill programme is currently in progress on the Triumph project which is to include approximately 5000m of reverse circulation (RC) drilling across the New Constitution, Advance, Big Hans, Super Hans, and Bald Hill prospects. Bedrock drilling is also to be completed across the gold system to investigate priority targets beneath shallow sedimentary cover and includes further follow-up drilling on the Chief Adachi bulk tonnage target.

Triumph Project – New Constitution Prospect - High-Grade Au-Ag

Drilling during the Quarter continued to define additional near surface high-grade Au-Ag mineralisation within a 200m long x 70m section of the >1.5km target mineralised zones at New Constitution. Nine reverse circulation (RC) drill holes were completed for a total of 1142m.

The new drill results highlight a broad vein network of high-grade mineralised structures (multiple subparallel and crosscutting veins) not previously recognised, significantly contributing to the potential resource upside. They also support the Company's near-term strategy to define an initial near surface high-grade gold JORC resource for a multiple shallow open pit mining scenario. In addition to infill drilling, excellent potential exists to define further extensions to the mineralized zone.

¹ MBK ASX Release 05 September 2016, 20 June 2016, 07 August 2017, 17 January 2018

Refer to Figure 1 showing a plan of the New Constitution prospects and latest drill results; refer to Figure 2 showing the location of prospects on the Triumph project.

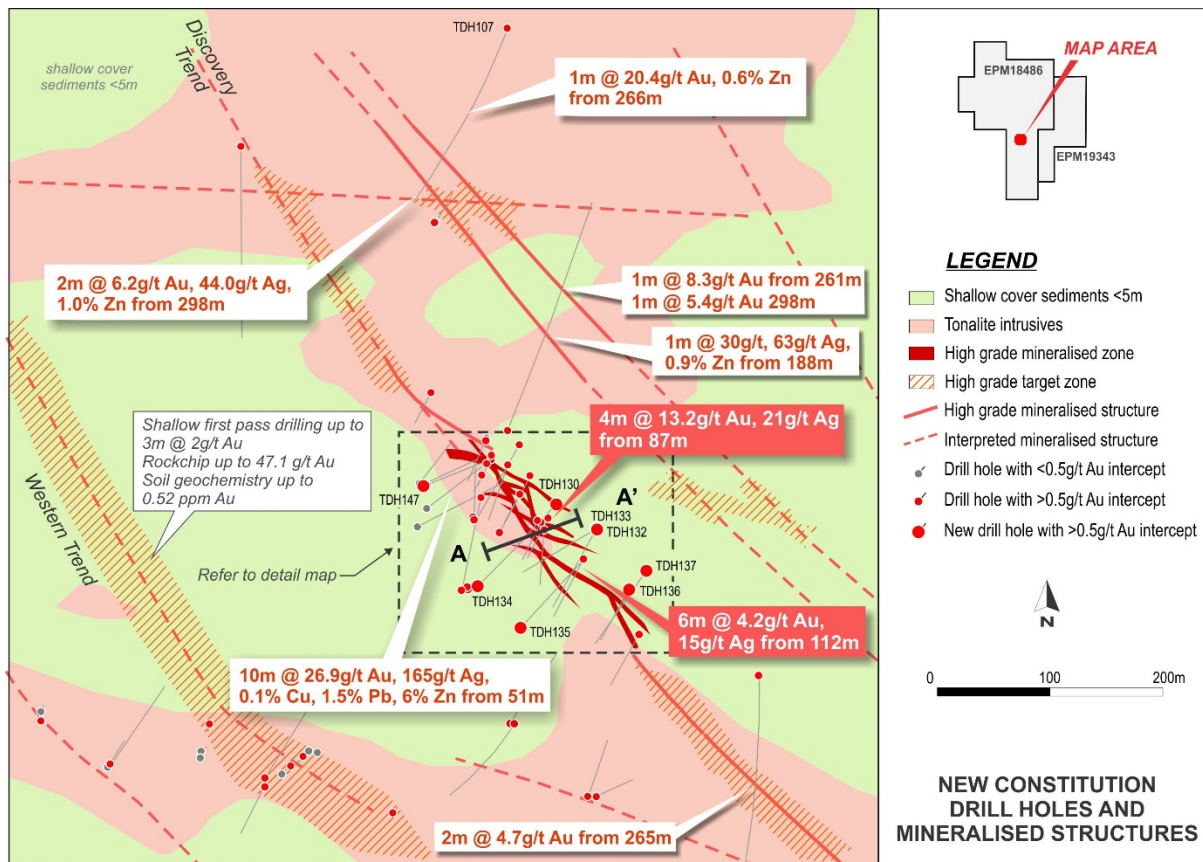


Figure 1: Location of New Constitution showing infill drilling of high-grade Au-Ag mineralised zone and location of 'discovery corridor' plan. Location of New Constitution is shown in Figure 2.

Over 1.5km of prospective strike has been identified along two main parallel structural trends ('discovery trend' and the 'western trend') at New Constitution with only 200m of strike systematically drilled on the 'discovery trend' to date (refer to Figure 1). Excellent potential exists to intersect additional near surface high-grade Au-Ag mineralisation along these underexplored structures.

Refer to Table 1 showing a summary of all significant results intersected from this drill programme.

The New Constitution prospect consistently shows elevated Zn associated with the high-grade gold mineralisation. This is interpreted to represent the 'outer halo leakage' similar to other large intrusion related gold deposits of eastern Australia with drilling to date intersecting only the peripheral or 'outer zones' of a potentially larger gold system. Metal zoning patterns within large intrusion related deposits of Eastern Australia provide an extremely useful targeting tool to guide exploration towards the centre of the system. The Mt Wright Au deposit (1.3Moz Au) in North Queensland is a great example of discovery through the definition of an outer Zn halo above the gold deposit.

Table 1: Summary of new drill results at New Constitution².

Hole ID	Significant Results (<i>0.5g/t Au cut-off</i>)
TDH130	4m @ 0.6g/t Au from 9m 1m @ 2.9g/t Au from 77m 3m @ 0.5g/t Au from 80m 4m @ 13.2g/t Au, 21g/t Ag from 87m including 2m @ 25.6g/t Au, 40g/t Ag from 88m 2m @ 2.3g/t Au, 23g/t Ag from 106m
TDH131	No Significant Results
TDH132	1m @ 5.5g/t Au, 21g/t Ag, 1.3% Zn, 0.1% Cu from 43m 2m @ 3.2g/t Au, 12g/t Ag from 88m 1m @ 3.3g/t Au, 27g/t Ag from 126m
TDH133	1m @ 2.4g/t Au, 14g/t Ag from 75m 6m @ 4.2g/t Au, 15g/t Ag from 112m
TDH134	1m @ 2.61g/t Au, 6g/t Ag from 105m
TDH135	1m @ 0.5g/t Au from 14m 1m @ 1.0g/t Au, 4g/t Ag from 41m 2m @ 1.6g/t Au, 3g/t Ag, 0.2% Zn from 84m 3m @ 0.9g/t Au, 3g/t Ag from 132m
TDH136	2m @ 4.5g/t Au, 101g/t Ag, 0.5% Zn, 0.1% Pb, 0.1% Cu from 32m 3m @ 1.8g/t Au, 10.4g/t Ag, 0.1% Zn from 40m 3m @ 6.3g/t Au, 10g/t Ag, 0.2% Zn from 53m
TDH137	1m @ 1.0g/t Au from 106m
TDH147	1m @ 4.5g/t Au, 31g/t Ag, 0.3% Pb, 1.4% Zn from 60m

² MBK ASX Release 17 January 2018

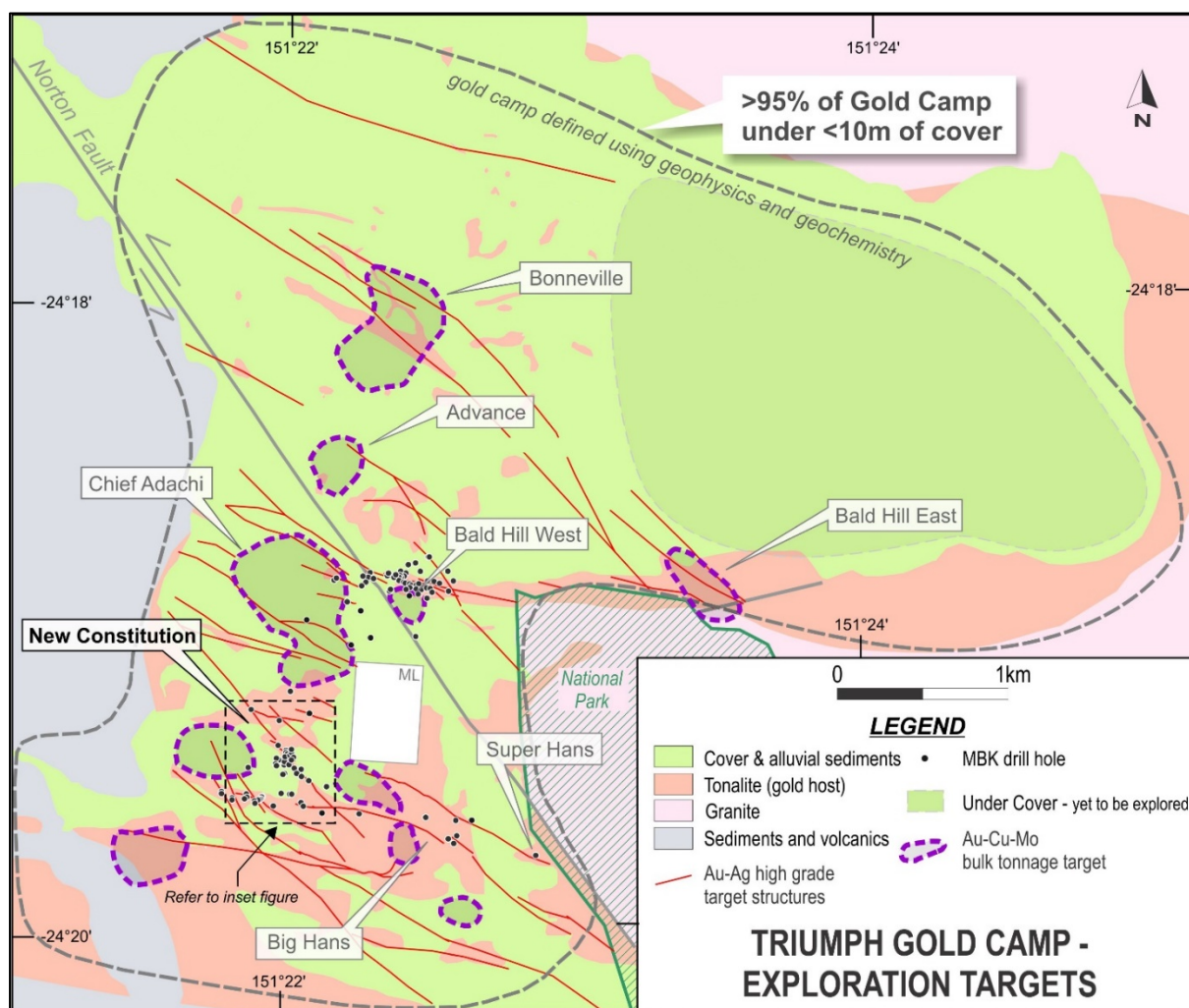


Figure 2: Triumph gold camp showing the location of New Constitution prospect and drilling completed to date.

Triumph Project – Forward Programme

Approximately 40% of the planned 5000m RC drilling programme has been completed. RC drilling continues as part of a programme building towards a shallow high-grade Au-Ag JORC resource across multiple target zones including New Constitution, Big Han, Super Hans, Advance and Bald Hill within the Triumph Project. Additional drilling including RC and diamond will be planned once results (RC and diamond) are received from the current programme.

During the Quarter a drilling access agreement was completed with the landowner covering the northern portion of the Triumph gold system. MBK now has drilling access to the entire Triumph gold system including the Bonneville prospect.

In addition to the RC drilling, bedrock drilling is being completed to investigate broad structural / geophysical targets that are concealed by shallow sediment cover (ave. 5m thickness) prospective for high-grade Au-Ag as well as bulk tonnage style Au-Cu-Mo style mineralisation.

Eidsvold Project (100% MBK)

The project is centred on the historical Eidsvold goldfield (100,000oz Au mined in the early 1900's), located between the Cracow (3Moz Au) and Mt Rawdon (2Moz Au) gold mines in the Northern New England Orogen.

The Eidsvold project represents a 'first mover' opportunity to target bulk tonnage intrusion related gold systems concealed by sedimentary cover on an area which is largely unexplored and adjacent to an historical goldfield with over 100,000oz Au historical production.

Results from a preliminary wide-spaced campaign investigating regional geophysical anomalies beneath cover sediment (completed in Q3, 2017) intersected gold mineralisation (3m @ 2.3g/t Au from 37m³) associated with regional magnetic lows.

These results are a significant development for the project, confirming MBK's exploration strategy of targeting magnetic lows as representing alteration associated with gold mineralisation within the Eidsvold intrusive complex. This is a common geophysical response in many Eastern Queensland intrusion related gold deposits.

Multiple new large-scale gold targets have been elevated to high priority status based on the recent exploration results. These new targets are located on an untested 10km trend identified in the regional magnetics data, along strike to the north of the Eidsvold historical goldfield, which produced 100,000oz gold circa 1900 (Figure 3).

A second area, also defined by a broad magnetic low concealed by cover sediment, is located 5km north-east of the Eidsvold goldfield (Figure 3). It has many similarities to the magnetic response over the Mt Leyshon gold deposit (3Moz Au) in Queensland where the broad magnetic low is directly associated to magnetite destructive alteration.

The Eidsvold intrusive complex extends over an area of 280km²; 85% of which is concealed by extensive sediment cover (Figure 3). The entire complex is secured under exploration tenements held by Metal Bank.

Eidsvold Project – Forward Programme

A combined airborne EM and magnetic geophysical survey is planned for completion in early April covering the large intrusive complex. Drilling of geophysical / structural targets concealed by sedimentary cover surrounding the historical Eidsvold goldfield is planned to commence mid-2018.

³ MBK ASX Release 18 Sept 2017

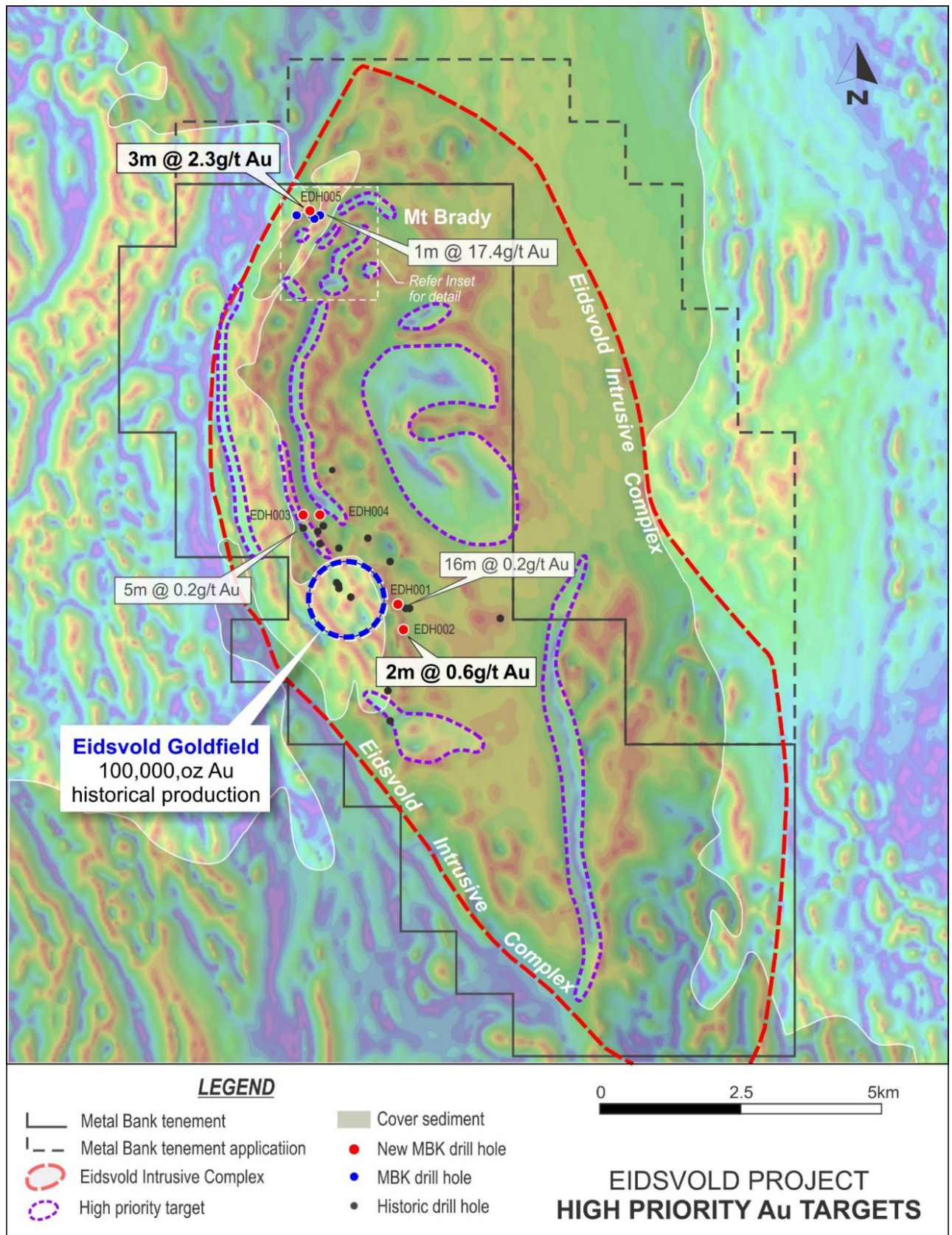


Figure 3: Eidsvold Project showing regional airborne magnetics data (400m line spacing) and high priority targets concealed by cover sediment.

Corporate

Rights Issue Completion and Placement

Following very strong investor interest, the Company completed a pro-rata non-renounceable rights issue and placement to raise \$3,355,365.70 (before costs). The shortfall was heavily over-subscribed with strong demand from investors.

The funds raised will be used to accelerate and expand the Company's exploration programmes at the Triumph and Eidsvold Projects and for general working capital, including costs of the Rights Issue and Placement.

The Company's share capital after the completion of the rights issue and placement is as follows:

Shares on issue prior to Rights Issue	713,841,427
Rights Issue Shares	142,768,285
Placement Shares	25,000,000
Total Share Capital	881,609,712
Total 3 cent Options exercisable on or before 24 May 2019	167,768,285

The Company is now well funded to continue with its planned exploration programmes but may also consider alternative funding structures for developing its projects which reduce risk and add shareholder value.

For further information contact:

Tony Schreck

Managing Director

Email: tony@metalbank.com.au

Metal Bank Limited Tenement Schedule

Roar Resources Pty Ltd (Wholly Owned Subsidiary)

Triumph Project

EPM18486 – Queensland

EPM19343 – Queensland

Eidsvold Project

EPM18431 – Queensland

EPM18753 – Queensland

EPM26660 (application) - Queensland

About Metal Bank

Metal Bank Limited is an ASX-listed minerals exploration company (ASX: MBK).

Metal Bank's core focus is creating value through a combination of exploration success and quality project acquisition. The company's key projects are the Triumph and Eidsvold gold projects situated in the northern New England Fold Belt of central Queensland, which also hosts the Cracow (3Moz Au), Mt Rawdon (2Moz Au), Mt Morgan (8Moz Au, 0.4Mt Cu) and Gympie (5Moz Au) gold deposits.

The company has an experienced Board and management team which brings regional knowledge, expertise in early stage exploration and development, relevant experience in the mid cap ASX-listed resource sector and a focus on sound corporate governance.

<p>Board of Directors and Management</p> <p>Inés Scotland (Non-Executive Chairman)</p> <p>Tony Schreck (Managing Director)</p> <p>Guy Robertson (Executive Director)</p> <p>Sue-Ann Higgins (Company Secretary)</p> <p>Trevor Wright (Exploration Manager)</p>	<p>Registered Office</p> <p>Metal Bank Limited Suite 506, Level 5 50 Clarence Street Sydney NSW 2000 AUSTRALIA</p> <p>Phone: +61 2 9078 7669 Email: info@metalbank.com.au www.metalbank.com.au</p> <p>Share Registry</p> <p>Advanced Share Registry Services 110 Stirling Highway Nedlands WA 6009 AUSTRALIA</p> <p>Phone: +61 8 9389 8033 Facsimile: +61 8 9262 3723 www.advancedshare.com.au Please direct all shareholding enquiries to the share registry.</p>
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Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled or reviewed by Mr Tony Schreck, who is a Member of The Australasian Institute of Geoscientists. Mr Schreck is an employee of the Company. Mr Schreck 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'. Mr Schreck consents to the inclusion in the report of the matters based on his information in the form and context in which it applies.

The Exploration Targets described in this report are conceptual in nature and there is insufficient information to establish whether further exploration will result in the determination of Mineral Resources. Any resources referred to in this report are not based on estimations of Ore Reserves or Mineral Resources made in accordance with the JORC Code and caution should be exercised in any external technical or economic evaluation.