



Quarterly Activities Report

Highlights

- Significant Gold mineralization identified at Gimlet from maiden drilling program
- Gimlet drilling intersects 4m@393 g/t Au
- Immediate and significant exploration programs under way at all projects
- Multiple EM conductors with VMS potential identified at Emu Creek
- New 3,000m RC drilling program announced to test for extensions to Gimlet discovery

Review of Operations

Since the reinstatement of the Company's securities on 15 June 2018, First Au Limited ("FAU" or "the Company") has moved quickly and efficiently to generate meaningful exploration activity in respect to all its projects. The September Quarter saw a drill rig on site at the Gimlet Gold Project, near Kalgoorlie, within 9 days of the reinstatement of trading. This program at Gimlet was closely followed in the Pilbara by completion of electromagnetic and hyperspectral surveys at Emu Creek, and an aeromagnetic survey at the Talga project. The Company recently announced its second phase of drilling at the Gimlet Gold Project had returned an outstanding intersection of 4m at 393 g/t (12.6 oz.) Au from 52m and intends to follow this up shortly with a 3,000m RC drilling program (*ASX announcement dated 9 October, 2018*).

Gimlet Gold Project (100% owned)

- 9.6km², located 15kms northwest of Kalgoorlie, Western Australia (Figure 1)
- 400m along strike and to the northwest of Intermin Resources' (ASX: IRC) Teal Gold Mine and nearby Peyes Farm, Jacques Find and Yolande Prospect (Total Resource 4.25 Mt @ 2.11 g/t Au for 289,000 ozs.)
- In response to strong ongoing drilling results from Intermin Resources' Teal Project immediately adjacent to Gimlet, the company decided to more than triple the size of its maiden drilling program at Gimlet from 2,775m to approximately 10,000m (*ASX announcement dated 6 July, 2018*)
- Significant gold mineralization intersected in maiden aircore drilling program. 8m @ 1.55 g/t Au from 44m intersected on the northern extension of the well mineralized Yolande-Jacques shear which hosts the approx. 132,000 oz. Yolande-Jacques gold deposit on Intermin's tenements (*ASX announcement dated 10 September, 2018*)
- Further drilling at Gimlet intersected 4m @ 393 g/t (12.6 oz.) Au from 52m (*ASX announcement dated 9 October, 2018*)

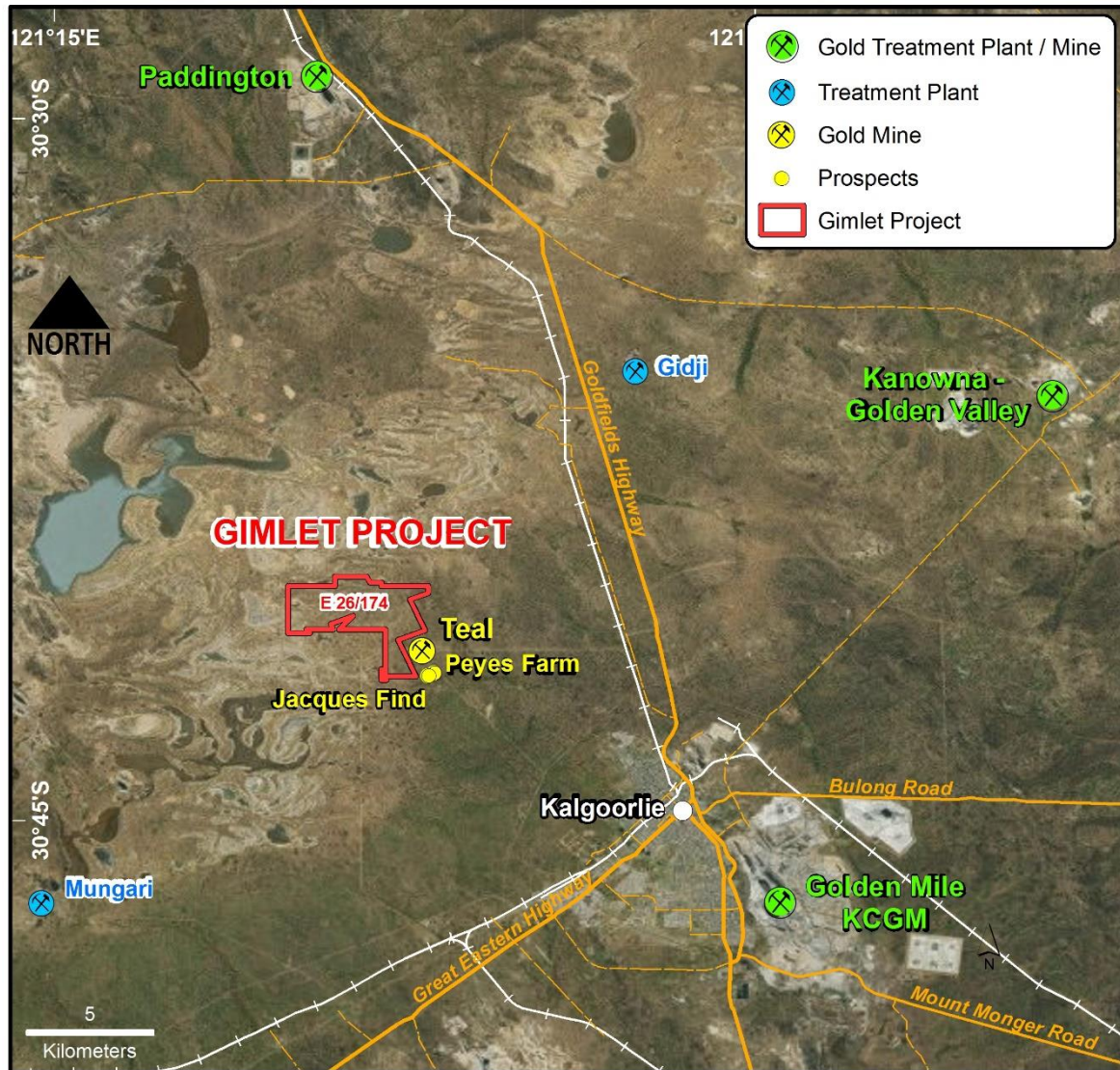


Figure 1: Location map of the Gimlet Project

Since commencing exploration and drilling at the Gimlet Project, FAU has made substantial progress during its first Quarter of activity (Figure 2). Hole 18GAC063, containing the recent high-grade intercept of 4m @ 393 g/t Au, was designed to follow up the previously reported discovery intercept of 8m @ 1.24 g/t Au (18GAC010; Figure 3). Another hole, 18GAC084, located 240m along strike to the north of 18GAC063, intersected 4m @ 4.34 g/t Au from 52m. This mineralization is supergene in nature and comparable with the discovery drill hole of 18GAC010. Supergene gold mineralization occurs at depths from 36m-56m and at present, defines a 360m-long trend. There is also evidence of anomalous shallow gold mineralization further north in drillhole 18GAC090, with 4m @ 110 ppb Au from 36m. The inclusion of this drill hole's intercept extends the strike to 520m. The newly discovered mineralization remains open in all directions.

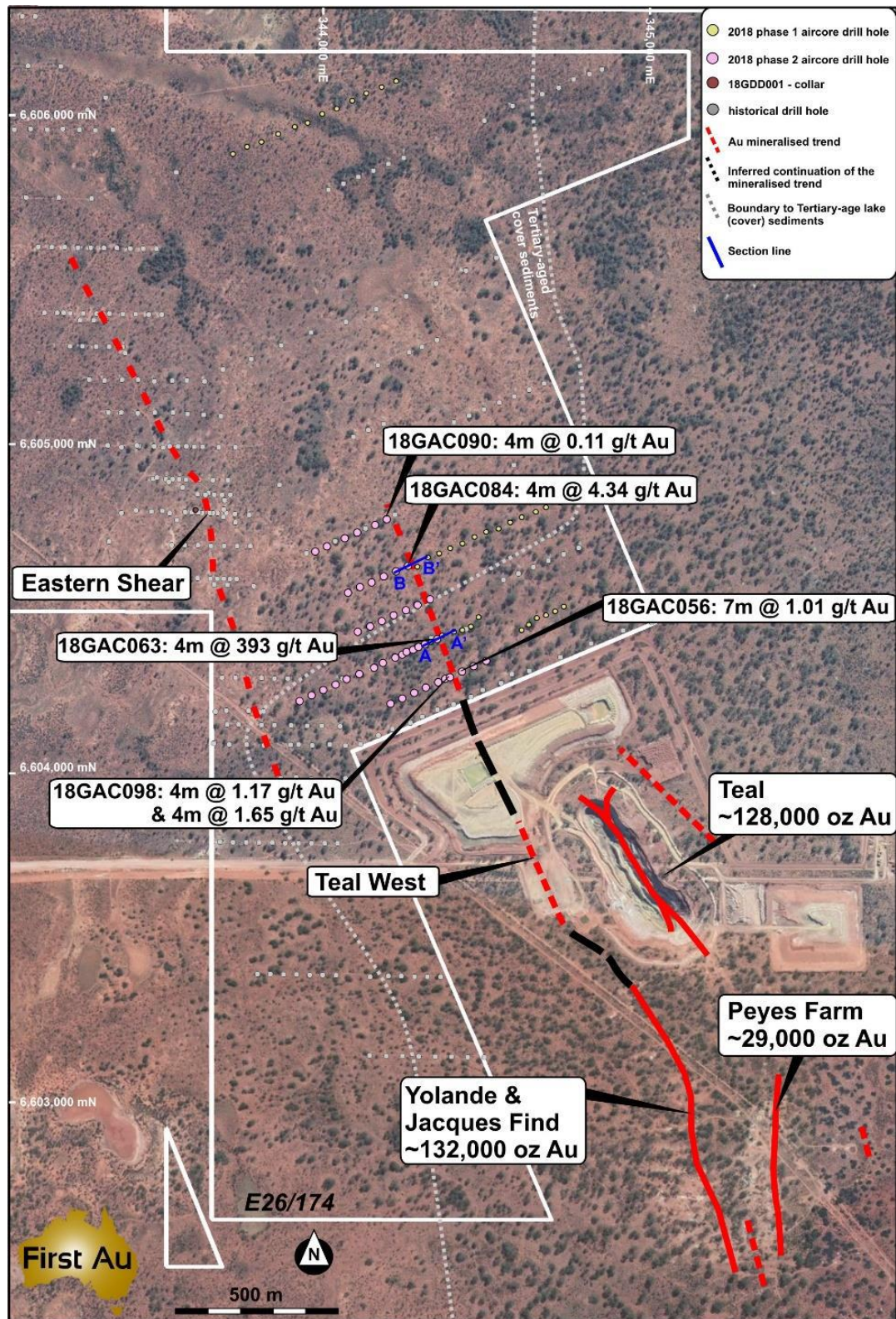


Figure 2: Recent drill plan of the Gimlet Project EL26/174, highlighting recent gold intersection

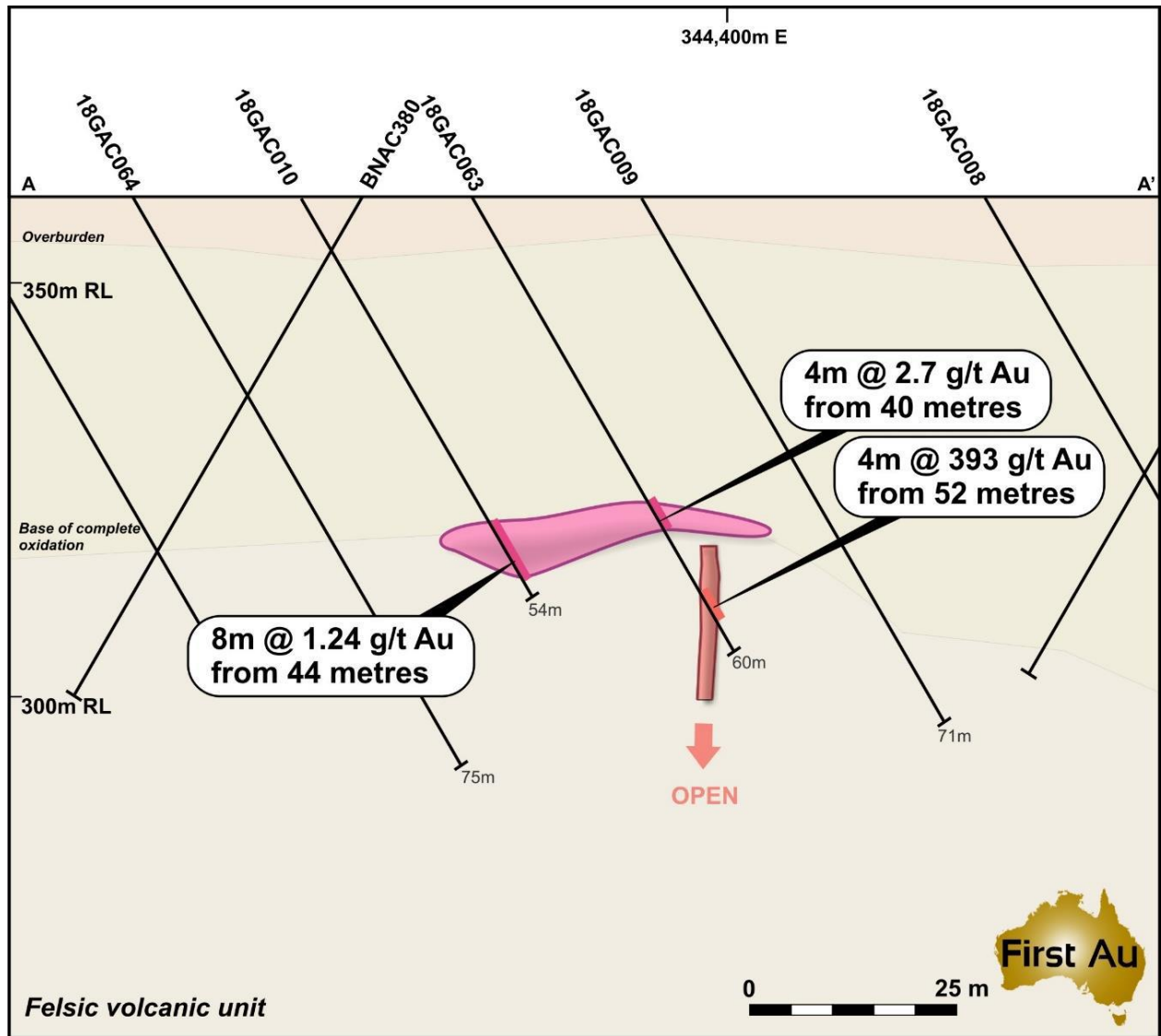


Figure 3: Cross section at the Gimlet, highlighting recent gold intersection (See section line A-A' in Figure 2)

The initial Aircore drilling programs at Gimlet have successfully located the interpreted northern extension of the well mineralized Yolande-Jacques Shear Zone (Figure 1). It is important to note that the mineralized holes to date have intersected the supergene blanket that is interpreted to occur above and proximal to the steeply dipping shear; and at the oxidation interface within the shear zone between fresh and weathered rocks where secondary gold enrichment has most likely taken place. Deeper drilling, now planned, is primarily targeting mineralization within fresh rock. Mineralization along the shear is expected to behave similarly to that occurring within the Intermin tenement, where the resources and high-grade zones occur as discrete bodies. Proposed upcoming exploration:

- Systematic RC assessment of the known mineralization. A 3,000m RC drilling program is being planned and will be implemented shortly, then if warranted, a resource definition drilling campaign will follow.
- Continued aircore drilling to follow the interpreted Yolande-Jacques Shear Zone to the north of the current defined zone of mineralization.
- Re-assessment of the historic drilling along the Eastern Shear Zone. It is hypothesised that the saprolite hosted supergene gold mineralization along this trend is sourced locally, and well mineralized shears may occur beneath or proximal to these supergene anomalies.
- The Gimlet tenement area west of Intermin's Jacques Find Resource is poorly tested and has the potential to host several parallel shears including the southern extension of the Eastern Shear Zone. An initial soil program is being planned for this area to delineate targets for drilling.

Emu Creek Project (earning up to 70%)

- 120km², located 23km northwest of Nullagine (Figure 4) and 25km north of Novo Resources' (NVO. CN) Beaton's Creek conglomerate gold deposit (658,000 oz. @ 2.7 g/t Au)
- Gold potential, containing unexplored Archaean conglomerates
- Previously unrecorded hydrothermal cells (volcanic vents) identified from recently acquired hyperspectral data, providing potential for volcanic massive sulphide (VMS) mineralization
- VTEM survey completed over target area. Results have defined 8 conductor anomalies (ASX announcement dated 2 July, 2018)
- Compilation of comprehensive digital database of all relevant surface geochemical results
- Field investigations ongoing

Initial reconnaissance field assessment of the 8 defined VTEM anomalies was conducted. Each accessible site was traversed and a selection of rocks collected for assay. Ground work to some of the target areas was hindered by terrain and access issues. A total of 120 rock samples were collected and submitted for multi-element analysis. These results are still pending. While some of the conductors appear to be stratigraphic, others show no gossans or obvious potential electrical conductors at surface. These conductors will require further assessment and ultimately may require drilling. In addition, historic stream sediment data has been interrogated, with additional anomalies identified.

Proposed upcoming exploration:

- Further fieldwork to be undertaken on the VTEM, hyperspectral and historic stream anomalies identified. This may include a helicopter assisted field assessment next season, as some of the prospective areas were not traversed during the recent program due to access issues.
- The prospective Hardey Formation conglomerates were not visited during the recent field program and will be the focus for the next phase of exploration.

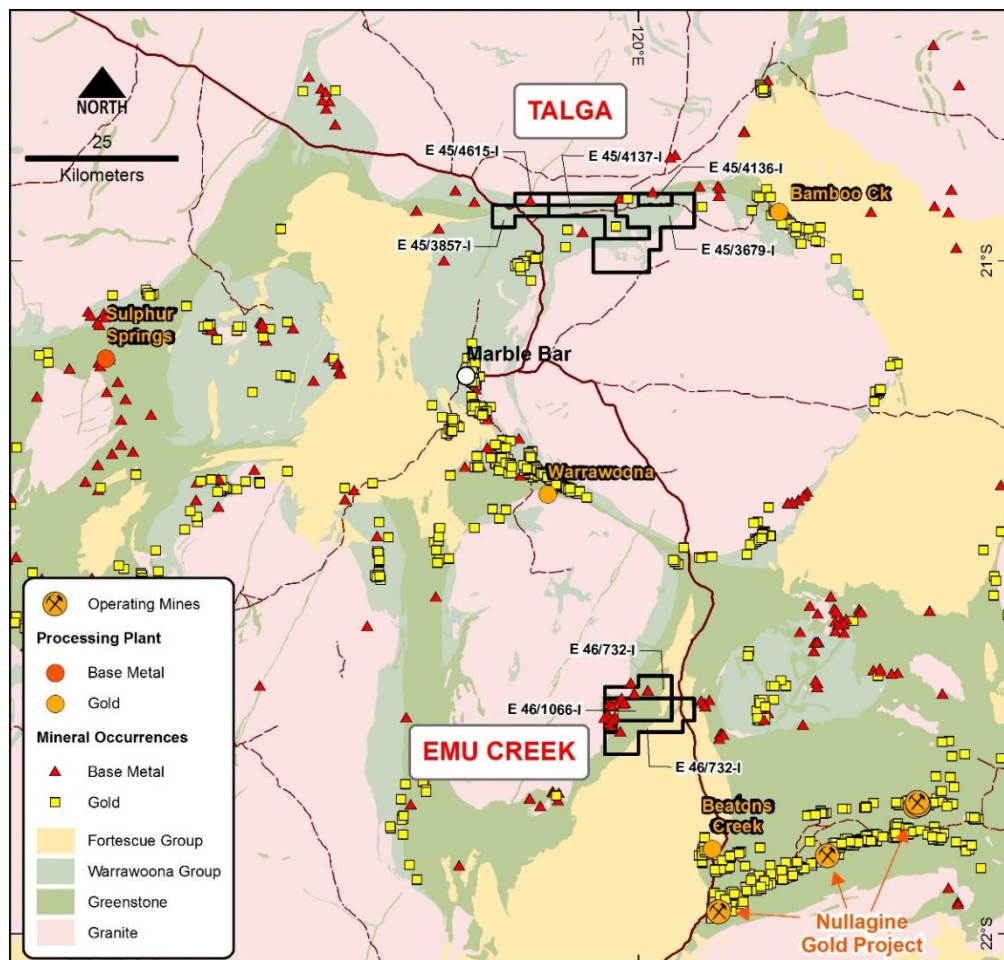


Figure 4: Location of Emu Creek and Talga Projects, Pilbara region

Talga Project (100% owned)

- 207.9km², located 35km northeast of Marble Bar (Figure 4)
- Along strike from Bamboo Creek Mining Centre (mined 779,350 T @ 8.15 g/t Au from 1897-1995)
- Rock assays up to 12.9g/t Au, numerous nuggets recently discovered (*ASX announcement dated 17 July, 2018*)
- Well defined drill targets for ongoing exploration along gold-hosted shear zones and VMS mineralization
- High resolution aeromagnetic survey completed

During the quarter, a 2,572 line-km, 100m line-spaced, aeromagnetic and radiometric survey was flown over the entire Talga Project. The objective of the survey was to better define the gold-prospective magnetic Banded Iron Formations (BIF) and ultramafic units within the project area. Interpretation of the geophysical data was completed to be used for targeting (*ASX announcement dated 20 August, 2018*). In addition, an 800 sample soil program was completed along 400m-spaced lines, with sampling at 50m spacing across sections of the magnetic units (BIF) which are interpreted as the possible source for the majority of the nuggets discovered on the tenements. Assays are yet to be received.

Proposed upcoming exploration:

- Once all assays are available from the recent soil sampling and traversing program, anomalies will be field checked, mapped and sampled to better define the targets.
- A (Program of Works) POW has been applied for covering parts of the Razorback gold prospect. Once approved, up to 2,000m of RC drilling is proposed. Drill holes will be planned for the 2019 field season and will follow up historical intercepts including 16m @ 1.99 g/t Au and several other narrower, but higher grade near surface intercepts. (*ASX announcement dated 17 July, 2018, Competent Person, Brian Richardson also footnote 1, below*). A secondary drilling target at Razorback is positioned along a poorly exposed BIF unit that runs parallel and just to the north of the prominent Razorback Ridge. This unit outcrops only at the small Talga King historic workings, where sampling of sulphidic BIF in the mullock returned an assay of 28 g/t Au (*ASX announcement dated 17 July, 2018, Competent Person, Brian Richardson also footnote 1, below*). This area appears to be untested by historic drilling.

1. Refer Prospectus dated and released 6 April, 2018 and Independent Geologist's Report of Mineral Assets of Public Holdings (Australia) Limited. Author: Neil Leggo for and on behalf of Ravensgate Mineral Consultants.

On Behalf of the Board



Bryan Frost Executive
Chairman

About First Au: First Au is an advanced gold and base metals exploration company listed on the Australian Securities Exchange (ASX: FAU) and is pursuing a well-funded and aggressive exploration program at its 100% owned Gimlet Gold project near Kalgoorlie and its Emu Creek and Talga Projects in the Eastern Pilbara region of Western Australia.

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Competent Persons Statement

The information in this announcement that relates to Exploration Results is based on information compiled by Mr Brian Richardson, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Richardson is a consultant to First Au Limited. Mr Richardson has sufficient experience that 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 Richardson consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.