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Shares on issue: 248,331,672
Cash: \$1.8 m (30 September 2014)
Debt: \$0.0 m (30 September 2014)

BOARD & MANAGEMENT

Ian Gandel, Chairman
Anthony Gray, Managing Director
Bob Tolliday, Director

MAJOR SHAREHOLDERS

Abbotsleigh – 41.1%
Alliance Resources – 8.9%

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Alliance South Mine Update, Maldon in Central Victoria

- Southern development complete on 1080 level at the Alliance South Deposit
- Western Reef returns **26.5 metres of reef grading 10.2 g/t Au over 3.1 metres width, including 9 metres of reef grading 30.9 g/t Au over 2.3 metres width**
- Sludge hole drilling into Western Reef from 1100 and 1080 levels continues to intersect high-grade gold including:
 - ▶ 2 metres grading 27.7 g/t Au
 - ▶ 2 metres grading 14.8 g/t Au
 - ▶ 6 metres grading 15.9 g/t Au
 - ▶ 2 metres grading 22.2 g/t Au
 - ▶ 4 metres grading 26.7 g/t Au
 - ▶ 6 metres grading 12.1 g/t Au
 - ▶ 4 metres grading 14.8 g/t Au
 - ▶ 2 metres grading 28.3 g/t Au
- Backs (roof) sampling of Western Reef on 1100 level returns **28.4 metres of reef grading 41.4 g/t Au over 1.5 metres width and supports previous face channel sampling results of 30 metres of reef grading 20.2 g/t Au over 3.2 metres width**¹

Octagonal Resources Limited's (ASX: ORS) ("Octagonal" or "Company") Maldon Gold Operation, which includes the Alliance South Mine, is subject to a Share Sale Agreement with A1 Consolidated Gold Limited (ASX: AYC) that was announced to the ASX by A1 Consolidated on 29 December 2014.

This announcement provides an update on underground mining activities at the Alliance South Deposit up until the end of 2014.

Following the intersection of the 1080 level during September 2014, the reef has now been developed over 133 metres strike length, with 259 face channel samples collected from 47 mining faces. This development extends to the southern end of the deposit and has returned 26.5 metres of reef grading 10.2 g/t Au over 3.1 metres width from the Western Reef.

Exploration work has also focussed on the Western Reef with channel samples collected from 14 lines across the backs (roof) of the 1100 level returning 28.4 metres of reef grading 41.4 g/t Au over 1.5 metres width and 53 sludge holes, totalling 241 samples, continuing to intersect high-grade gold adjacent to the 1080 level and above the 1080 and 1100 levels.

Additional information relating to Octagonal and its various mining and exploration projects can be found on the Company's website: www.octagonalresources.com.au

For further enquiries, please contact:

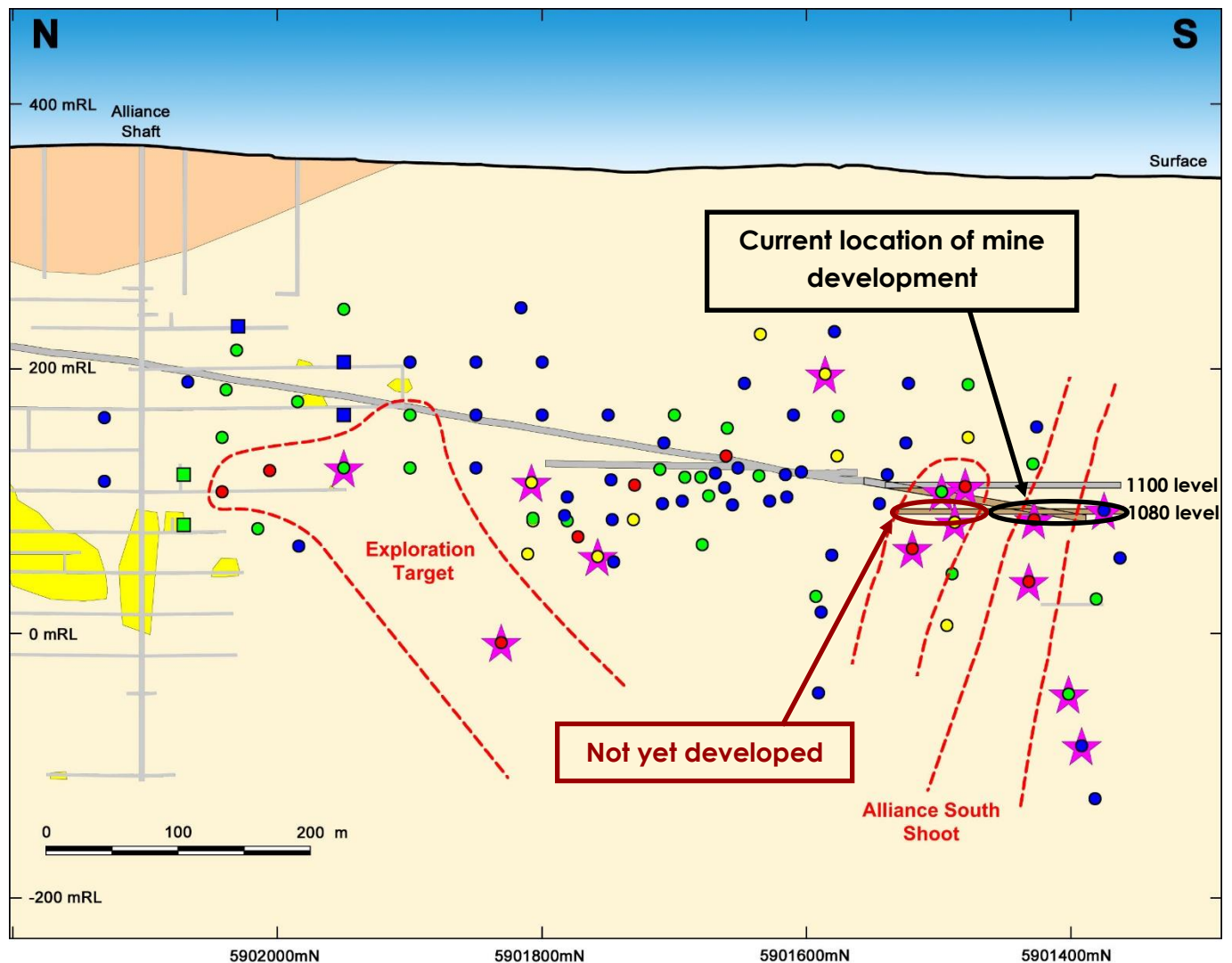
Anthony Gray (Managing Director) +61 3 9697 9088.

1. Refer to ASX Announcement dated 30 July 2014

Alliance South Deposit

The Alliance South Deposit is located on the Eaglehawk Reef at the southern end of the Central Maldon Shear Zone (Figure 1). The deposit was discovered by Alliance Resources Limited in 2004 and is associated with a flexure in the Eaglehawk Reef, where it passes from the east limb of the German anticline into the hinge zone of the German syncline.

During 2014 reef development on the 1100 level of the deposit identified two high-grade gold shoots (Figure 2). Face channel sampling defined a 38 metre long by 3.7 metre wide shoot grading 18.8 g/t Au on the Eaglehawk Reef (refer to ASX Announcement dated 17 February 2014) and a 30 metre long by 3.2 metre wide shoot grading 20.2 g/t Au on a parallel reef positioned 11 metres to the west of the Eaglehawk Reef and referred to as the Western Reef (refer to ASX Announcement dated 30 July 2014).



LEGEND

- | | |
|-----------------------------------------------------|------------------------------------------------|
| ● Drill holes with no significant assay results | - - - Exploration target areas |
| ● Drill holes containing 1 – 5 g-m Au | — Union Hill Decline |
| ● Drill holes containing 5 – 10 g-m Au | — Planned mining development |
| ● Drill holes containing > 10 g-m Au | — Historic mine workings on the Eaglehawk Reef |
| ★ Drill holes containing visible gold intersections | ■ Historic stopes |
| | ■ Supergene zone |

Coloured squares represent holes that intersected old workings

Figure 1: Eaglehawk Reef: Longsection showing position of Union Hill decline relative to the Alliance South Shoot, planned mine development, and interpreted ore shoots

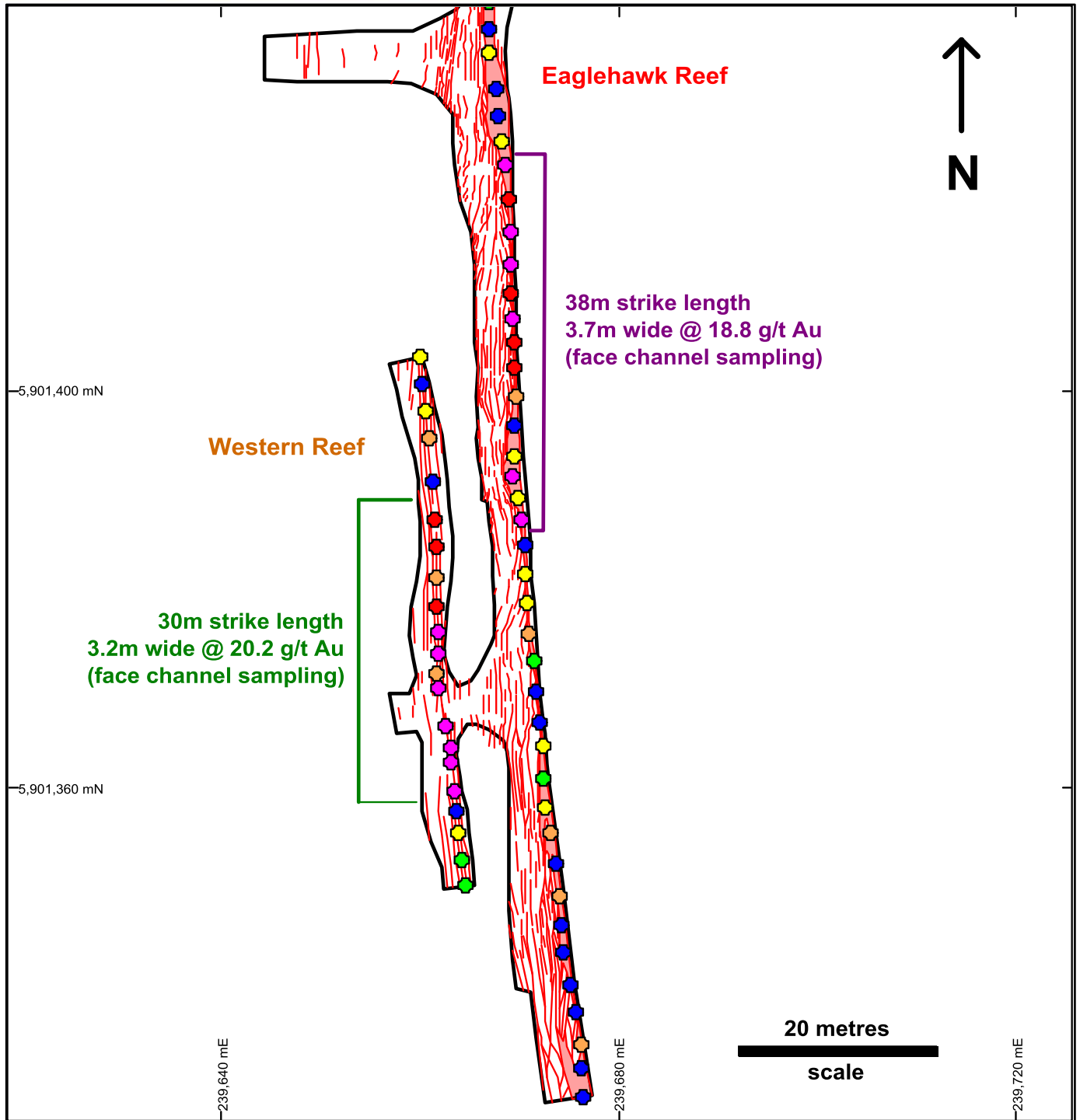


Figure 2: Plan of 1100 level reef development with undiluted face channel sample assay results

Legend-

Dots: face channel samples

Blue: no significant assay result

Green: 1 – 5 g-m Au

Yellow: 5 – 10 g-m Au

Orange: 10 – 20 g-m Au

Red: 20 – 50 g-m Au

Purple: > 50 g-m Au

Red lines: quartz reef and spurry veins

Reef development on the 1100 level of the Alliance South Deposit concluded in late July 2014 and development of the 1080 level commenced in late September 2014, following two months of decline development.

Development of the 1080 level has focussed on the area immediately below the high-grade gold shoots developed on the 1100 level and by the end of the year 133 metres strike length of reef development had been achieved, with level development extended to the southern end of the deposit

Face Channel Sampling

During reef development face channel samples are collected from across the full length of every mining face.

A total of 259 face channel samples have been collected from 47 mining faces on the 1080 level. All face channel sample assay results (other than those previously reported to the ASX on 11 November 2014) are presented in Table 1, whereas face channel sample locations are listed in Table 4.

This work has defined an area of high-grade gold that is interpreted to be associated with the Western Reef and returned **26.5 metres of reef grading 10.2 g/t Au over 3.1 metres width, including 9 metres of reef grading 30.9 g/t Au over 2.3 metres width** (Figure 3). This area is located 20 metres to the south of previously announced high-grade face channel sampling and sludge hole drilling results associated with the Eaglehawk and Western reefs including **12 metres of reef grading 15.6 g/t Au over 1.7 metres width** (face channel sampling) and **18 metres of reef grading 4.4 g/t Au over 5.85 metres width** (sludge hole drilling) (refer to ASX Announcement dated 11 November 2014).

The face channel sampling intersection of 26.5 metres of reef grading 10.2 g/t Au over 3.1 metres width on the 1080 level lies directly below the face channel sampling intersection of 30 metres of reef grading 20.2 g/t Au over 3.2 metres width intersected by development of the Western Reef on the 1100 level (Figure 4). The reef is interpreted to dip steeply east and is converging with the Eaglehawk Reef at depth.

Sludge Hole Drilling

During and following the completion of mine development on the 1080 level a total of 53 sludge holes, for 241 samples, were drilled into the west wall of the 1080 and 1100 levels to better define the distribution of high-grade gold associated with the Western Reef.

The sludge holes were designed to test 90 metres strike length of reef with approximately 5 metre spaced holes (Figure 4). On the 1080 level two holes were drilled on each traverse, with one oriented horizontal and the second at a 40 degree inclination, whereas on the 1100 level only one hole was drilled on each traverse at a 40 degree inclination because the area had been previously tested with horizontal sludge holes (refer to ASX Announcement dated 13 March 2014).

All sludge hole assay results for the 1100 and 1080 levels (other than those previously reported to the ASX on 13 March 2014 and 11 November 2014) are presented in Table 2, whereas sludge hole locations are listed in Table 5.

This work has continued to intersect high-grade gold associated with the Western Reef with significant results including:

- **2 metres grading 27.7 g/t Au**
- **2 metres grading 14.8 g/t Au**
- **6 metres grading 15.9 g/t Au**
- **2 metres grading 22.2 g/t Au**
- **4 metres grading 26.7 g/t Au**
- **6 metres grading 12.1 g/t Au**
- **4 metres grading 14.8 g/t Au**
- **2 metres grading 28.3 g/t Au**

All assay results from this drilling are plotted in longsection on Figure 4.

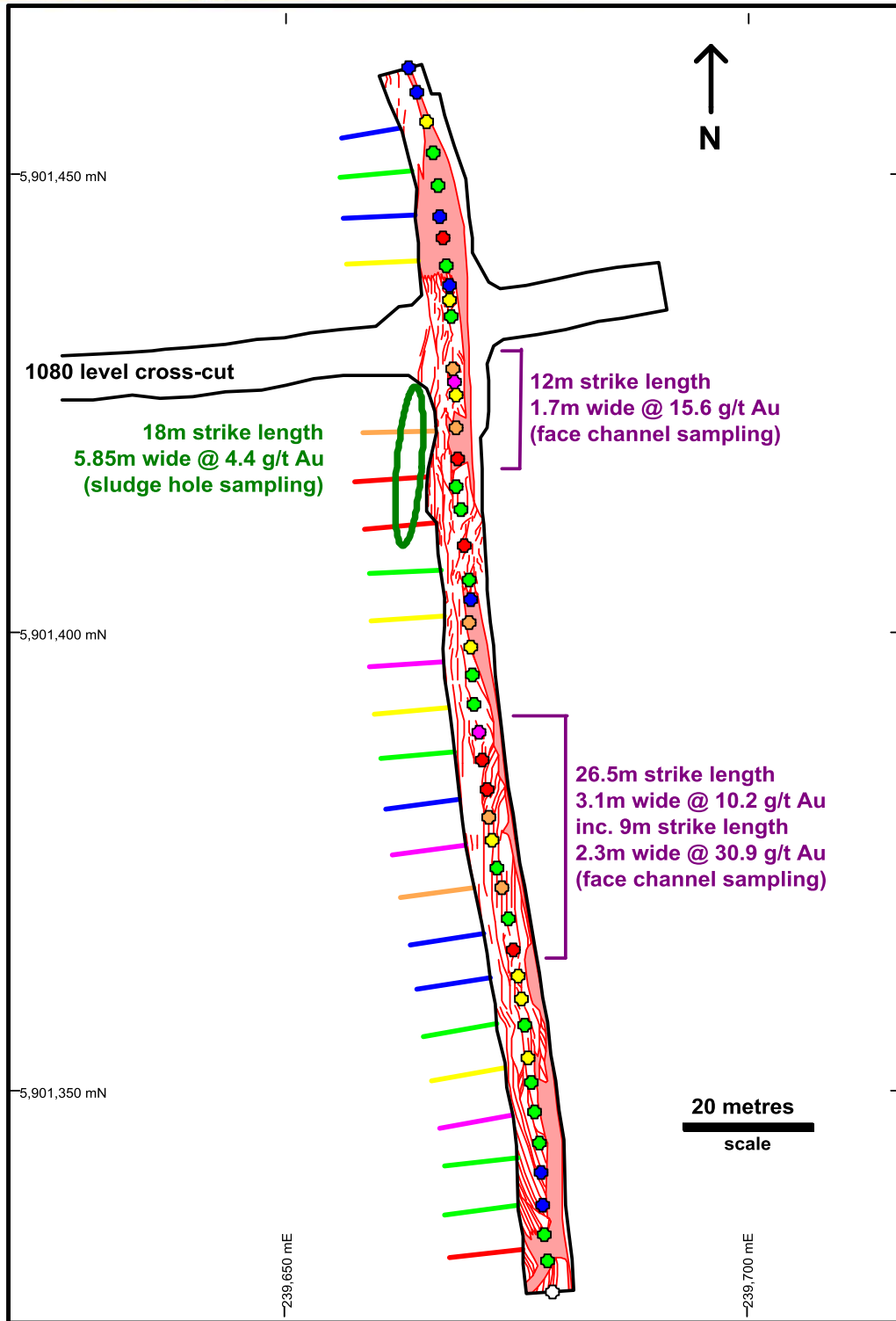


Figure 3: Plan of 1080 level reef development with diluted horizontal sludge hole sample assay results and undiluted face channel sample assay results

Legend-

- Dots: face channel samples
- Horizontal lines: sludge holes
- White: awaiting assay result
- Blue: no significant assay result
- Green: 1 – 5 g-m Au
- Yellow: 5 – 10 g-m Au
- Orange: 10 – 20 g-m Au
- Red: 20 – 50 g-m Au
- Purple: > 50 g-m Au
- Red lines: quartz reef and spurry veins

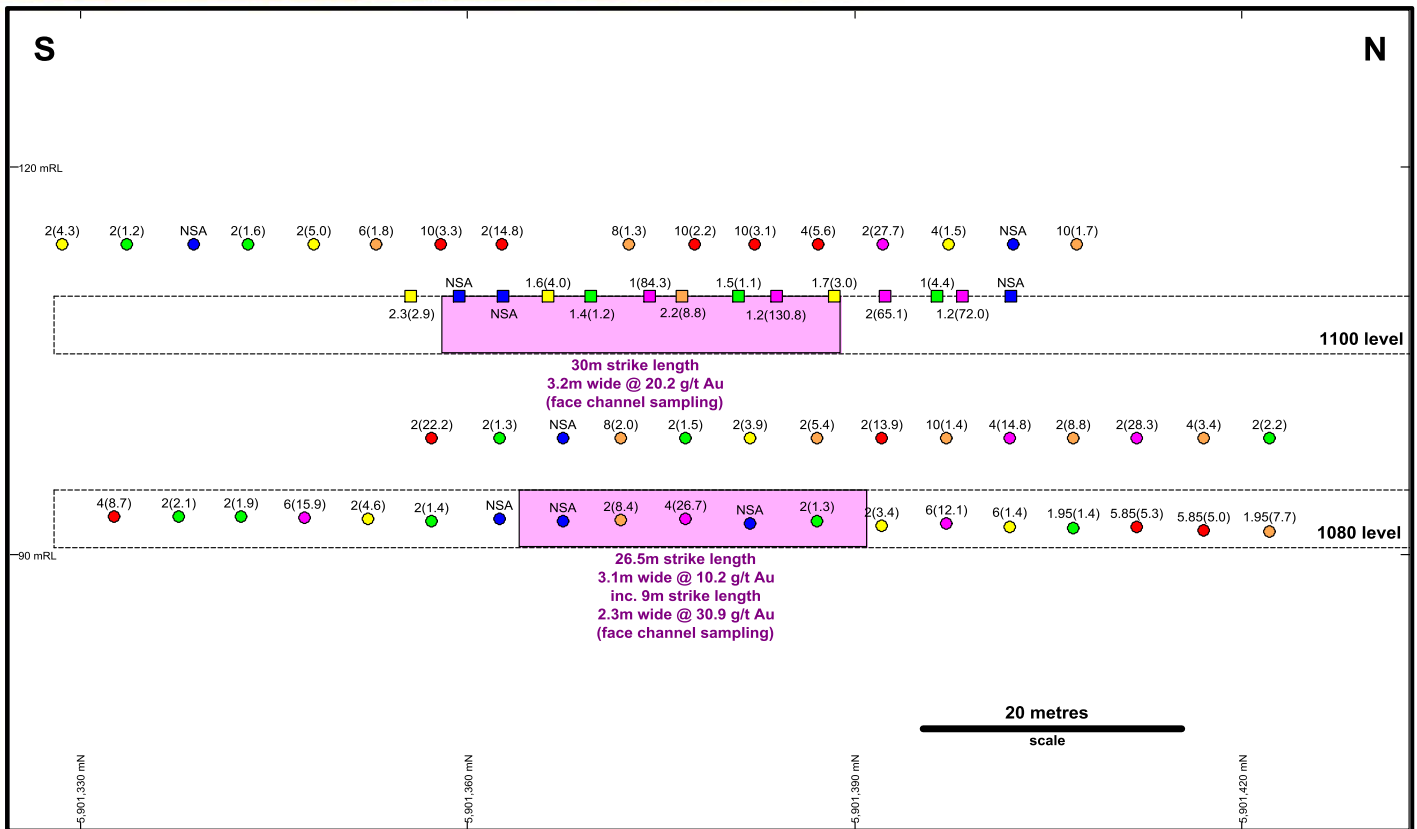


Figure 4: Western Reef: Longsection showing the position of ore shoots intersected in level development with sludge hole drilling results and 1100 level backs (roof) channel sampling results

Legend-

Purple polygons: high-grade ore shoots defined by face channel sampling of 1080 and 1100 levels (refer to Figures 2 and 3)

Dots: sludge hole drilling results

Squares: backs (roof) channel sampling results

Blue: no significant assay result

Green: 1 – 5 g-m Au

Yellow: 5 – 10 g-m Au

Orange: 10 – 20 g-m Au

Red: 20 – 50 g-m Au

Purple: > 50 g-m Au

4(26.7) denotes 4 metres grading 26.7 g/t Au

NSA denotes no significant assay result

Backs (Roof) Channel Sampling

Face channel sampling results collected from mine development of the Western Reef on the 1100 level consistently returned high-grade gold associated with a very discrete quartz reef structure, with the assay results from twelve mining faces defining 30 metres strike length of reef grading 20.2 g/t Au over 3.2 metres width (Figure 2) (refer to ASX Announcement dated 30 July 2014).

To confirm this result and test the effect of mining dilution on high-grade reef development 20 channel samples were collected from 14 lines run across the Western Reef in the backs (roof) of the 1100 level.

All backs channel sample assay results are presented in Table 3. Backs channel sample locations are listed in Table 6 and illustrated in Figures 4 and 5.

The results of this sampling returned **28.4 metres strike length of reef grading 41.4 g/t Au over 1.5 metres width** and supports the previous face channel sampling results.

The displacement between face and backs channel sample results suggest the potential for flat south-plunging (possibly lithologically controlled) micro-shoots, while the higher grades returned over narrower intervals confirm the need to minimise mining dilution at this deposit.

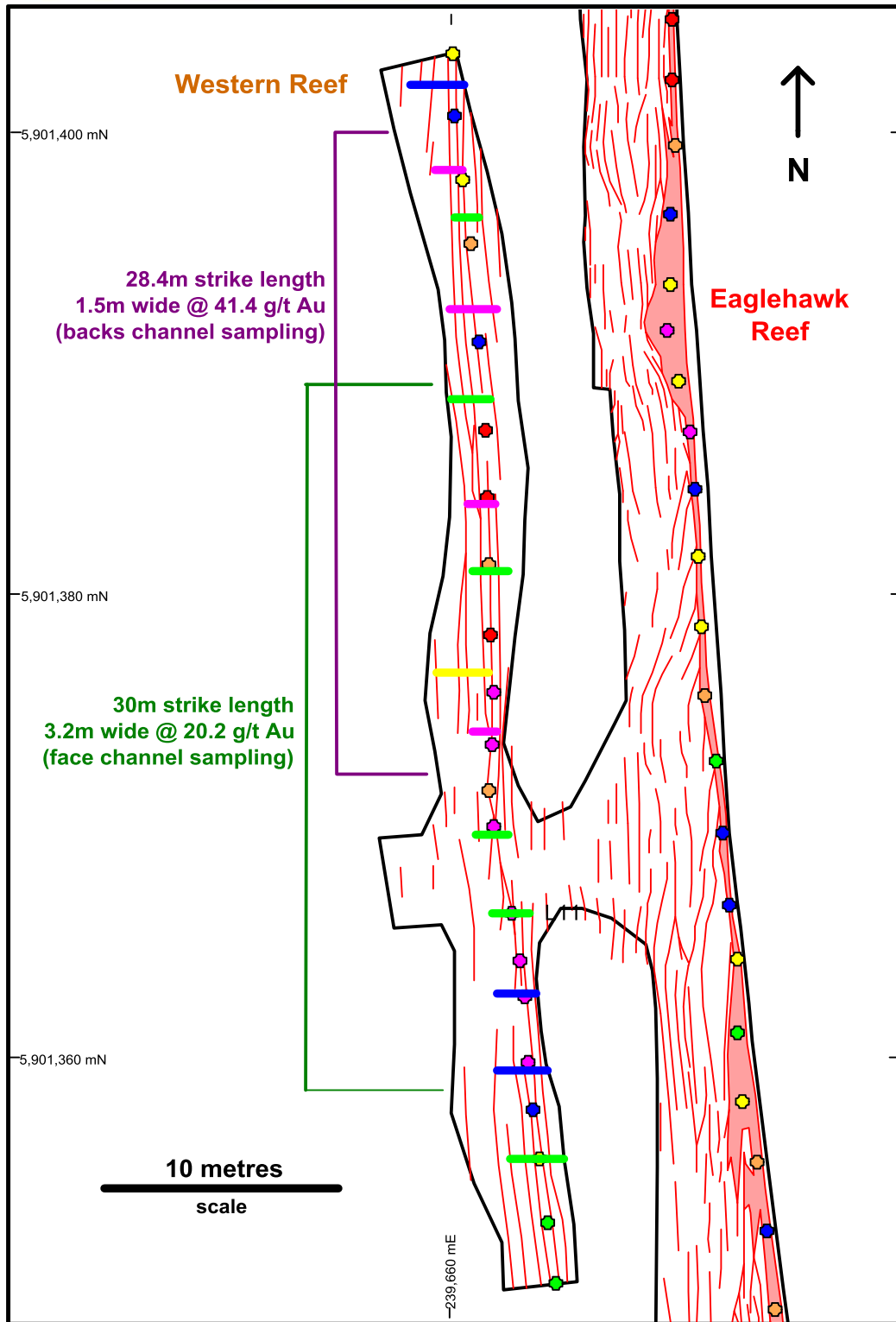


Figure 5: Plan of Western Reef on 1100 level with undiluted backs (roof) and face channel sample assay results

Legend-

- Lines: backs (roof) channel samples
- Dots: face channel samples
- Blue: no significant assay result
- Green: 1 – 5 g-m Au
- Yellow: 5 – 10 g-m Au
- Orange: 10 – 20 g-m Au
- Red: 20 – 50 g-m Au
- Purple: > 50 g-m Au
- Red lines: quartz reef and spurry veins

Table 1.

Alliance South Deposit: 1080 Level Recent Mine Development Face Channel Sample Assay Results

Mining Face	From (m)	To (m)	Interval (m)	Au (g/t)
1080S_EL_F017	0.00	0.60	0.60	0.49
	0.60	1.50	0.90	0.62
	1.50	2.70	1.20	2.01
	2.70	3.90	1.20	2.16
	3.90	5.10	1.20	31.60
Result	0.00	5.10	5.10	8.58
inc.	3.90	5.10	1.20	31.60
1080S_EL_F018	0.00	0.35	0.35	0.29
	0.35	1.85	1.50	7.39
	1.85	3.25	1.40	0.66
	3.25	4.15	0.90	1.31
	4.15	5.45	1.30	1.41
Result	0.00	5.45	5.45	2.77
inc.	0.35	1.85	1.50	7.39
1080S_EL_F019	0.00	0.30	0.30	0.96
	0.30	1.30	1.00	1.23
	1.30	2.30	1.00	1.38
	2.30	3.25	0.95	1.49
	3.25	4.50	1.25	0.92
	4.50	5.30	0.80	5.48
Result	0.00	5.30	5.30	1.86
1080S_EL_F020	0.00	1.10	1.10	1.07
	1.10	2.20	1.10	0.57
	2.20	3.30	1.10	0.34
	3.30	4.35	1.05	3.09
	4.35	5.40	1.05	0.98
Result	0.00	5.40	5.40	1.19
1080S_EL_F021	0.00	1.00	1.00	0.80
	1.00	2.10	1.10	0.63
	2.10	3.20	1.10	0.92
	3.20	4.25	1.05	1.95
	4.25	5.30	1.05	13.10
	Result	0.00	5.30	5.30
inc.	4.25	5.30	1.05	13.10
1080S_EL_F022	0.00	1.00	1.00	1.21
	1.00	2.00	1.00	0.94
	2.00	3.10	1.10	0.77
	3.10	4.20	1.10	0.52
	4.20	5.20	1.00	0.54
Result	0.00	5.20	5.20	0.79
1080S_EL_F023	0.00	1.00	1.00	1.17
	1.00	2.00	1.00	0.50
	2.00	3.10	1.10	5.67
	3.10	4.15	1.05	4.72
	4.15	5.25	1.10	7.45
Result	0.00	5.25	5.25	4.01
inc.	2.00	5.25	3.25	5.97
1080S_EL_F024	0.00	1.15	1.15	0.25
	1.15	2.00	0.85	0.89
	2.00	3.15	1.15	1.41
	3.15	4.15	1.00	1.99
	4.15	5.30	1.15	4.06
Result	0.00	5.30	5.30	1.76
inc.	2.00	5.30	3.30	2.51

Table 1. cont...

Alliance South Deposit: 1080 Level Recent Mine Development Face Channel Sample Assay Results

Mining Face	From (m)	To (m)	Interval (m)	Au (g/t)
1080S_EL_F025	0.00	1.10	1.10	3.55
	1.10	2.15	1.05	1.34
	2.15	3.20	1.05	2.65
	3.20	4.20	1.00	1.65
	4.20	5.20	1.00	0.85
Result	0.00	5.20	5.20	2.04
1080S_EL_F026	0.00	1.10	1.10	0.14
	1.10	2.20	1.10	0.47
	2.20	3.30	1.10	1.63
	3.30	4.35	1.05	0.97
	4.35	5.40	1.05	1.04
Result	0.00	5.40	5.40	0.85
1080S_EL_F027	0.00	1.00	1.00	0.30
	1.00	2.00	1.00	1.72
	2.00	3.00	1.00	1.33
	3.00	4.00	1.00	2.56
	4.00	5.10	1.10	1.57
Result	0.00	5.10	5.10	1.50
1080S_EL_F028	0.00	1.00	1.00	0.36
	1.00	2.10	1.10	0.40
	2.10	3.20	1.10	0.51
	3.20	4.30	1.10	2.22
	4.30	5.40	1.10	1.97
Result	0.00	5.40	5.40	1.11
1080S_EL_F029	0.00	1.20	1.20	0.19
	1.20	2.20	1.00	0.28
	2.20	3.20	1.00	0.58
	3.20	4.20	1.00	0.31
	4.20	5.10	0.90	2.78
Result	0.00	5.10	5.10	0.76
1080S_EL_F030	0.00	1.40	1.40	0.16
	1.40	2.35	0.95	0.22
	2.35	3.30	0.95	1.57
Result	0.00	3.30	3.30	0.58
1080S_EL_F031	0.00	0.20	0.20	0.96
	0.20	0.40	0.20	0.39
	0.40	1.25	0.85	0.63
	1.25	2.25	1.00	0.20
	2.25	3.20	0.95	0.14
	3.20	4.15	0.95	0.34
	4.15	5.15	1.00	0.30
Result	0.00	5.15	5.15	0.34
1080S_EL_F032	0.00	0.80	0.80	0.36
	0.80	1.65	0.85	0.11
	1.65	2.45	0.80	0.11
	2.45	3.00	0.55	0.15
	3.00	4.00	1.00	0.18
	4.00	5.10	1.10	0.11
Result	0.00	5.10	5.10	0.17
1080S_EL_F033	0.00	1.00	1.00	0.90
	1.00	2.00	1.00	0.29
	2.00	3.00	1.00	0.91
	3.00	4.00	1.00	0.51
	4.00	4.90	0.90	1.20
Result	0.00	4.90	4.90	0.75

Table 1. cont...

Alliance South Deposit: 1080 Level Recent Mine Development Face Channel Sample Assay Results

Mining Face	From (m)	To (m)	Interval (m)	Au (g/t)
1080S_EL_F034	0.00	1.00	1.00	0.27
	1.00	2.00	1.00	0.07
	2.00	3.05	1.05	2.89
	3.05	4.05	1.00	0.48
	4.05	5.15	1.10	0.79
Result	0.00	5.15	5.15	0.92

Table 2.

Alliance South Deposit: Recent Sludge Drill Hole Sample Assay Results

Sludge Hole	From (m)	To (m)	Interval (m)	Au (g/t)
1080_SH5_UP	0.00	2.00	2.00	0.56
	2.00	4.00	2.00	0.57
	4.00	6.00	2.00	0.10
	6.00	8.00	2.00	0.03
	8.00	10.00	2.00	2.21
Result	8.00	10.00	2.00	2.21
1080_SH6_UP	0.00	2.00	2.00	5.33
	2.00	4.00	2.00	1.52
	4.00	6.00	2.00	0.37
	6.00	8.00	2.00	0.48
	8.00	10.00	2.00	1.03
Result	0.00	10.00	10.00	1.75
inc.	0.00	4.00	4.00	3.43
1080_SH7_UP	0.00	2.00	2.00	1.24
	2.00	4.00	2.00	28.30
	4.00	6.00	2.00	1.98
	6.00	8.00	2.00	0.85
	8.00	10.00	2.00	1.10
Result	0.00	10.00	10.00	6.69
inc.	2.00	4.00	2.00	28.30
1080_SH8_UP	0.00	2.00	2.00	0.93
	2.00	4.00	2.00	0.99
	4.00	6.00	2.00	8.78
	6.00	8.00	2.00	0.84
	8.00	10.00	2.00	0.22
Result	4.00	6.00	2.00	8.78
1080_SH9_UP	0.00	2.00	2.00	0.47
	2.00	4.00	2.00	17.90
	4.00	6.00	2.00	11.70
	6.00	8.00	2.00	0.65
	8.00	10.00	2.00	0.49
Result	2.00	6.00	4.00	14.80
1080_SH10_UP	0.00	2.00	2.00	1.25
	2.00	4.00	2.00	1.11
	4.00	6.00	2.00	0.90
	6.00	8.00	2.00	0.84
	8.00	10.00	2.00	2.84
Result	0.00	10.00	10.00	1.39
1080_SH11_UP	0.00	2.00	2.00	13.90
	2.00	4.00	2.00	0.40
	4.00	6.00	2.00	0.10
	6.00	8.00	2.00	0.23
	8.00	10.00	2.00	0.33
Result	0.00	2.00	2.00	13.90

Table 2. cont...

Alliance South Deposit: Recent Sludge Drill Hole Sample Assay Results				
Sludge Hole	From (m)	To (m)	Interval (m)	Au (g/t)
1080_SH12_UP	0.00	2.00	2.00	5.42
	2.00	4.00	2.00	0.69
	4.00	6.00	2.00	0.26
	6.00	8.00	2.00	1.00
	8.00	10.00	2.00	0.05
Result	0.00	8.00	8.00	1.84
inc.	0.00	2.00	2.00	5.42
1080_SH13	0.00	2.00	2.00	0.67
	2.00	4.00	2.00	0.19
	4.00	6.00	2.00	0.07
	6.00	8.00	2.00	0.32
Result				NSA
1080_SH13_UP	0.00	2.00	2.00	3.89
	2.00	4.00	2.00	0.96
	4.00	6.00	2.00	0.16
	6.00	8.00	2.00	1.15
	8.00	10.00	2.00	0.12
Result	0.00	8.00	8.00	1.54
inc.	0.00	2.00	2.00	3.89
1080_SH14	0.00	2.00	2.00	52.4
	2.00	4.00	2.00	1.07
	4.00	6.00	2.00	0.12
	6.00	8.00	2.00	0.05
Result	0.00	4.00	4.00	26.74
inc.	0.00	2.00	2.00	52.4
1080_SH14_UP	0.00	2.00	2.00	1.46
	2.00	4.00	2.00	0.58
	4.00	6.00	2.00	0.22
	6.00	8.00	2.00	0.34
	8.00	10.00	2.00	0.05
Result	0.00	2.00	2.00	1.46
1080_SH15	0.00	2.00	2.00	8.38
	2.00	4.00	2.00	0.17
	4.00	6.00	2.00	0.25
	6.00	8.00	2.00	0.07
Result	0.00	2.00	2.00	8.38
1080_SH15_UP	0.00	2.00	2.00	2.48
	2.00	4.00	2.00	2.30
	4.00	6.00	2.00	2.27
	6.00	8.00	2.00	1.01
	8.00	10.00	2.00	0.09
Result	0.00	8.00	8.00	2.02
1080_SH16	0.00	2.00	2.00	0.05
	2.00	4.00	2.00	0.11
	4.00	6.00	2.00	0.05
	6.00	8.00	2.00	0.2
Result				NSA
1080_SH16_UP	0.00	2.00	2.00	0.95
	2.00	4.00	2.00	0.45
	4.00	6.00	2.00	0.51
	6.00	8.00	2.00	0.42
	8.00	10.00	2.00	0.18
Result				NSA
1080_SH17	0.00	2.00	2.00	0.88
	2.00	4.00	2.00	0.26
	4.00	6.00	2.00	0.14
	6.00	8.00	2.00	0.78
Result				NSA

Table 2. cont...

Alliance South Deposit: Recent Sludge Drill Hole Sample Assay Results				
Sludge Hole	From (m)	To (m)	Interval (m)	Au (g/t)
1080_SH17_UP	0.00	2.00	2.00	1.32
	2.00	4.00	2.00	0.18
	4.00	6.00	2.00	0.25
	6.00	8.00	2.00	0.17
	8.00	10.00	2.00	0.32
Result	0.00	2.00	2.00	1.32
1080_SH18	0.00	2.00	2.00	1.42
	2.00	4.00	2.00	0.23
	4.00	6.00	2.00	0.38
	6.00	8.00	2.00	0.05
Result	0.00	2.00	2.00	1.42
1080_SH18_UP	0.00	2.00	2.00	22.20
	2.00	4.00	2.00	0.81
	4.00	6.00	2.00	0.71
	6.00	8.00	2.00	1.44
	8.00	10.00	2.00	0.20
Result	0.00	8.00	8.00	6.29
inc.	0.00	2.00	2.00	22.20
1080_SH019	0.00	2.00	2.00	4.63
	2.00	4.00	2.00	0.71
	4.00	6.00	2.00	0.40
	6.00	8.00	2.00	0.20
Result	0.00	2.00	2.00	4.63
1080_SH020	0.00	2.00	2.00	42.20
	2.00	4.00	2.00	1.58
	4.00	6.00	2.00	3.88
	6.00	8.00	2.00	0.30
Result	0.00	6.00	6.00	15.89
inc.	0.00	2.00	2.00	42.20
1080_SH021	0.00	2.00	2.00	1.91
	2.00	4.00	2.00	0.22
	4.00	6.00	2.00	0.08
	6.00	8.00	2.00	0.14
Result	2.00	4.00	2.00	1.91
1080_SH022	0.00	2.00	2.00	2.14
	2.00	4.00	2.00	0.12
	4.00	6.00	2.00	0.23
	6.00	8.00	2.00	2.22
	Result	0.00	2.00	2.00
6.00	8.00	2.00	2.22	
1080_SH023	0.00	2.00	2.00	0.17
	2.00	4.00	2.00	13.60
	4.00	6.00	2.00	3.85
	6.00	8.00	2.00	0.32
Result	2.00	6.00	4.00	8.73
inc.	2.00	4.00	2.00	13.60
1100_SH011_UP	0.00	2.00	2.00	14.8
	2.00	4.00	2.00	0.8
	4.00	6.00	2.00	2.18
	6.00	8.00	2.00	1.84
	8.00	10.00	2.00	0.49
Result	0.00	8.00	8.00	4.91
inc.	0.00	2.00	2.00	14.8
1100_SH013_UP	0.00	2.00	2.00	1.83
	2.00	4.00	2.00	1.33
	4.00	6.00	2.00	0.88
	6.00	8.00	2.00	1.21
	8.00	10.00	2.00	0.82
Result	0.00	8.00	8.00	1.31

Table 2. cont...

Alliance South Deposit: Recent Sludge Drill Hole Sample Assay Results

<i>Sludge Hole</i>	<i>From (m)</i>	<i>To (m)</i>	<i>Interval (m)</i>	<i>Au (g/t)</i>
1100_SH014_UP	0.00	2.00	2.00	3.14
	2.00	4.00	2.00	0.36
	4.00	6.00	2.00	3.91
	6.00	8.00	2.00	0.76
	8.00	10.00	2.00	2.96
Result	0.00	10.00	10.00	2.23
1100_SH015_UP	0.00	2.00	2.00	2.46
	2.00	4.00	2.00	0.66
	4.00	6.00	2.00	0.4
	6.00	8.00	2.00	8.77
	8.00	10.00	2.00	3.28
Result	0.00	10.00	10.00	3.11
inc.	6.00	8.00	2.00	8.77
1100_SH016_UP	0.00	2.00	2.00	6.05
	2.00	4.00	2.00	5.23
	4.00	6.00	2.00	0.42
	6.00	8.00	2.00	1.54
	8.00	10.00	2.00	1.89
Result	0.00	10.00	10.00	3.03
inc.	0.00	4.00	4.00	5.64
1100_SH017_UP	0.00	2.00	2.00	1.04
	2.00	4.00	2.00	0.24
	4.00	6.00	2.00	27.7
	6.00	8.00	2.00	2.4
	8.00	10.00	2.00	1.91
Result	0.00	10.00	10.00	6.66
inc.	4.00	6.00	2.00	27.7
1100_SH018_UP	0.00	2.00	2.00	0.38
	2.00	4.00	2.00	0.67
	4.00	6.00	2.00	0.24
	6.00	8.00	2.00	1.16
	8.00	10.00	2.00	1.78
Result	6.00	10.00	4.00	1.47
1100_SH024_UP	0.00	2.00	2.00	2.57
	2.00	4.00	2.00	0.34
	4.00	6.00	2.00	0.47
	6.00	8.00	2.00	1.15
	8.00	10.00	2.00	3.93
Result	0.00	10.00	10.00	1.69
1100_SH025_UP	0.00	2.00	2.00	0.19
	2.00	4.00	2.00	0.38
	4.00	6.00	2.00	0.55
	6.00	8.00	2.00	0.34
	8.00	10.00	2.00	0.72
Result				NSA
1100_SH026_UP	0.00	2.00	2.00	8.15
	2.00	4.00	2.00	0.3
	4.00	6.00	2.00	2.64
	6.00	8.00	2.00	1.08
	8.00	10.00	2.00	4.4
Result	0.00	10.00	10.00	3.31
inc.	0.00	2.00	2.00	8.15
1100_SH027_UP	0.00	2.00	2.00	0.24
	2.00	4.00	2.00	2.48
	4.00	6.00	2.00	0.34
	6.00	8.00	2.00	2.58
	8.00	10.00	2.00	0.06
Result	2.00	8.00	6.00	1.8

Table 2. cont...

Alliance South Deposit: Recent Sludge Drill Hole Sample Assay Results

<i>Sludge Hole</i>	<i>From (m)</i>	<i>To (m)</i>	<i>Interval (m)</i>	<i>Au (g/t)</i>
1100_SH028_UP	0.00	2.00	2.00	0.21
	2.00	4.00	2.00	0.42
	4.00	6.00	2.00	0.53
	6.00	8.00	2.00	4.96
	8.00	10.00	2.00	0.61
Result	6.00	8.00	2.00	4.96
1100_SH029_UP	0.00	2.00	2.00	0.16
	2.00	4.00	2.00	0.94
	4.00	6.00	2.00	1.57
	6.00	8.00	2.00	0.82
	8.00	10.00	2.00	0.38
Result	4.00	6.00	2.00	1.57
1100_SH031_UP	0.00	2.00	2.00	0.67
	2.00	4.00	2.00	0.16
	4.00	6.00	2.00	0.62
	6.00	8.00	2.00	0.92
	8.00	10.00	2.00	0.13
Result				NSA
1100_SH032_UP	0.00	2.00	2.00	1.19
	2.00	4.00	2.00	0.71
	4.00	6.00	2.00	0.72
	6.00	8.00	2.00	0.2
	8.00	10.00	2.00	0.41
Result	0.00	2.00	2.00	1.19
1100_SH033_UP	0.00	2.00	2.00	0.28
	2.00	4.00	2.00	4.34
	4.00	6.00	2.00	0.51
	6.00	8.00	2.00	0.45
Result	2.00	4.00	2.00	4.34

Table 3.

Alliance South Deposit: 1100 Level Western Reef Backs Channel Sample Assay Results

<i>Channel ID</i>	<i>From (m)</i>	<i>To (m)</i>	<i>Interval (m)</i>	<i>Au (g/t)</i>
1100S_W_Line1	0.00	1.20	1.20	0.16
	1.20	2.30	1.10	0.20
	0.00	2.30	2.30	0.18
1100S_W_Line2	0.00	1.20	1.20	72.00
1100S_W_Line3	0.00	1.00	1.00	4.40
1100S_W_Line4	0.00	1.00	1.00	128.16
	1.00	2.00	1.00	2.03
	0.00	2.00	2.00	65.10
1100S_W_Line5	0.00	1.70	1.70	3.04
1100S_W_Line6	0.00	1.20	1.20	130.83
1100S_W_Line7	0.00	1.50	1.50	1.08
1100S_W_Line8	0.00	1.10	1.10	17.39
	1.10	2.20	1.10	0.23
	0.00	2.20	2.20	8.81
1100S_W_Line9	0.00	1.00	1.00	84.33
1100S_W_Line10	0.00	1.40	1.40	1.19
1100S_W_Line11	0.00	1.60	1.60	4.04
1100S_W_Line12	0.00	0.70	0.70	1.21
	0.70	1.70	1.00	0.52
	0.00	1.70	1.70	0.80
1100S_W_Line13	0.00	1.50	1.50	0.80
	1.50	2.70	1.20	0.63
	0.00	2.70	2.70	0.72
1100S_W_Line14	0.00	1.20	1.20	1.15
	1.20	2.30	1.10	4.85
	0.00	2.30	2.30	2.92

Table 4.
Alliance South Deposit: 1080 Level Mine Development Face Channel Sample Locations

Mining Face	Northing_MGA	Easting_MGA	Mine_RL	Azimuth	Dip	Length (m)
1080S_EL_F017	5901382.7	239672.7	92.0	264	0	5.10
1080S_EL_F018	5901380.0	239672.9	92.0	262	0	5.45
1080S_EL_F019	5901377.4	239673.1	92.0	262	0	5.30
1080S_EL_F020	5901373.4	239673.4	92.0	261	0	5.40
1080S_EL_F021	5901372.4	239673.6	92.0	260	0	5.30
1080S_EL_F022	5901369.0	239673.7	92.0	260	0	5.20
1080S_EL_F023	5901365.8	239674.1	92.0	261	0	5.25
1080S_EL_F024	5901362.9	239674.5	92.0	261	0	5.30
1080S_EL_F025	5901360.1	239674.8	92.0	261	0	5.20
1080S_EL_F026	5901357.4	239675.0	92.0	262	0	5.40
1080S_EL_F027	5901353.7	239675.5	92.0	260	0	5.10
1080S_EL_F028	5901351.0	239675.9	92.0	261	0	5.40
1080S_EL_F029	5901347.7	239676.4	92.0	261	0	5.10
1080S_EL_F030	5901344.3	239676.7	92.0	261	0	3.30
1080S_EL_F031	5901340.7	239677.1	92.0	264	0	5.15
1080S_EL_F032	5901337.4	239677.4	92.0	264	0	5.10
1080S_EL_F033	5901334.5	239677.7	92.0	263	0	4.90
1080S_EL_F034	5901331.6	239677.9	92.0	263	0	5.15

Table 5.
Alliance South Deposit: 1080 Level Sludge Hole Drilling Collar Locations

Sludge Hole	Northing_MGA	Easting_MGA	Mine_RL	Azimuth	Dip	Length (m)
1080_SH5_UP	5901422.1	239665.2	99.0	268.0	40	10.00
1080_SH6_UP	5901417.1	239665.2	99.0	263.0	40	10.00
1080_SH7_UP	5901411.8	239665.9	99.0	265.0	40	10.00
1080_SH8_UP	5901406.9	239666.6	99.0	267.0	40	10.00
1080_SH9_UP	5901402.0	239666.5	99.0	266.0	40	10.00
1080_SH10_UP	5901397.1	239666.3	99.0	266.0	40	10.00
1080_SH11_UP	5901392.1	239666.5	99.0	264.0	40	10.00
1080_SH12_UP	5901387.1	239666.8	99.0	264.0	40	10.00
1080_SH13	5901381.9	239667.5	92.4	262.0	5	8.00
1080_SH13_UP	5901381.9	239667.5	99.0	262.0	40	10.00
1080_SH14	5901376.9	239667.7	92.7	262.0	5	8.00
1080_SH14_UP	5901376.9	239667.7	99.0	262.0	40	10.00
1080_SH15	5901371.9	239667.8	92.6	262.0	5	8.00
1080_SH15_UP	5901371.9	239667.8	99.0	262.0	40	10.00
1080_SH16	5901367.5	239668.0	92.6	262.0	5	8.00
1080_SH16_UP	5901367.5	239668.0	99.0	262.0	40	10.00
1080_SH17	5901362.5	239662.2	92.7	261.0	5	8.00
1080_SH17_UP	5901362.5	239662.2	99.0	261.0	40	10.00
1080_SH18	5901357.2	239669.3	92.5	259.0	5	8.00
1080_SH18_UP	5901357.2	239669.3	99.0	259.0	40	10.00
1080_SH019	5901352.3	239670.1	92.7	261.0	5	8.00
1080_SH020	5901347.4	239671.0	92.8	261.0	5	8.00
1080_SH021	5901342.5	239671.7	92.9	261.0	5	8.00
1080_SH022	5901337.6	239672.0	92.9	261.0	5	8.00
1080_SH023	5901332.6	239672.8	92.9	261.0	5	8.00
1100_SH011_UP	5901362.7	239668.8	114.0	269.6	40	10.00
1100_SH013_UP	5901372.5	239666.2	114.0	269.8	40	10.00
1100_SH014_UP	5901377.6	239667.1	114.0	268.7	40	10.00
1100_SH015_UP	5901382.3	239667.0	114.0	269.4	40	10.00
1100_SH016_UP	5901387.2	239666.6	114.0	269.8	40	10.00
1100_SH017_UP	5901392.2	239665.1	114.0	269.7	40	10.00
1100_SH018_UP	5901397.3	239665.1	114.0	269.5	40	10.00
1100_SH024_UP	5901407.2	239665.0	114.0	269.7	40	10.00
1100_SH025_UP	5901402.3	239665.0	114.0	268.3	40	10.00
1100_SH026_UP	5901357.9	239669.1	114.0	269.8	40	10.00
1100_SH027_UP	5901352.9	239669.1	114.0	262.9	40	10.00

Table 5. cont...

<i>Alliance South Deposit: 1080 Level Sludge Hole Drilling Collar Locations</i>						
<i>Sludge Hole</i>	<i>Northing_MGA</i>	<i>Easting_MGA</i>	<i>Mine_RL</i>	<i>Azimuth</i>	<i>Dip</i>	<i>Length (m)</i>
1100_SH028_UP	5901348.1	239668.9	114.0	263.1	40	10.00
1100_SH029_UP	5901343.0	239669.4	114.0	264.7	40	10.00
1100_SH031_UP	5901338.8	239671.4	114.0	265.5	40	10.00
1100_SH032_UP	5901333.6	239671.8	114.0	261.8	40	10.00
1100_SH033_UP	5901328.6	239672.2	114.0	261.3	40	8.00

Table 6.

<i>Alliance South Deposit: 1100 Level Western Reef Backs Channel Sample Locations</i>						
<i>Channel ID</i>	<i>Northing_MGA</i>	<i>Easting_MGA</i>	<i>Mine_RL</i>	<i>Azimuth</i>	<i>Dip</i>	<i>Length (m)</i>
1100S_W_A1_Line1	5901402.1	239660.8	110.0	267	0	2.30
1100S_W_A1_Line2	5901398.4	239660.7	110.0	267	0	1.20
1100S_W_A1_Line3	5901396.4	239661.1	110.0	267	0	1.00
1100S_W_A1_Line4	5901392.4	239662.0	110.0	267	0	2.00
1100S_W_A1_Line5	5901388.4	239661.8	110.0	267	0	1.70
1100S_W_A1_Line6	5901384.0	239661.9	110.0	267	0	1.20
1100S_W_A1_Line7	5901381.0	239662.5	110.0	267	0	1.50
1100S_W_A1_Line8	5901376.7	239661.7	110.0	267	0	2.20
1100S_W_A1_Line9	5901374.2	239662.0	110.0	267	0	1.00
1100S_W_A1_Line10	5901369.6	239662.5	110.0	267	0	1.40
1100S_W_A1_Line11	5901366.3	239663.5	110.0	267	0	1.60
1100S_W_A1_Line12	5901362.8	239663.8	110.0	267	0	1.70
1100S_W_A1_Line13	5901359.4	239664.2	110.0	267	0	2.70
1100S_W_A1_Line14	5901355.6	239665.0	110.0	267	0	2.30

Competent Persons Statement

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Anthony Gray, a Competent Person who is a Member of the Australian Institute of Geoscientists. Mr Gray is a full-time employee of the company. Mr Gray 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 Gray consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

JORC Code, 2012 Edition – Table 1 Report: Alliance South Face Channel Sampling Results

Section 1 Sampling Techniques and Data

(Criteria in this section apply to all succeeding sections.)

Criteria	Commentary
<i>Sampling techniques</i>	Rock chip channel samples collected from the mine development face. Approximately 3 kilogram samples collected from chest height over channel intervals ranging between 0.2 – 1.5 metres length. Samples routinely analysed for gold using the 40 gram Fire Assay Digest technique with an AAS finish.
<i>Drilling techniques</i>	Not applicable – drilling results not reported.
<i>Drill sample recovery</i>	Not applicable – drilling results not reported
<i>Logging</i>	All mine development faces routinely photographed. Quartz content (visual estimate) and style recorded for all samples on a sample logging sheet.
<i>Sub-sampling techniques and sample preparation</i>	Approximately 3 kilogram samples collected in calico bags and sent to assay laboratory for analysis. Whole sample pulverised at laboratory to produce a 40 gram charge for Fire Assay. No routine duplicate sampling other than that completed at the laboratory.
<i>Quality of assay data and laboratory tests</i>	Samples routinely analysed for gold using the 40 gram Fire Assay Digest technique with an AAS finish. Fire Assay technique is considered to be a near total digest.
<i>Verification of sampling and assaying</i>	The results have been reviewed by alternative company personnel and no errors identified. Sampling data is recorded in hard copy format and entered into a digital database. Digital assay data and hard copy data provided by the laboratory is matched against sample numbers in the digital database.
<i>Location of data points</i>	Mine development is surveyed monthly by a qualified surveying contractor. The location of channel sample start points are measured from a known survey point with a tape measure. Adjustments are made to the channel sample start points following the completion of the monthly survey. All channel sample start points are reported in GDA94, MGA Zone 55 coordinates. Channel samples are assumed to be horizontal and oriented towards 270°. The orientation may vary by up to 5°, depending on the strike of the reef and drive, but as the channel length is usually less than 6 meters this is not considered to be significant.
<i>Data spacing and distribution</i>	Channel samples collected from mine development faces that are between 2.7 to 3.4 m apart. Face channel sample results are composited to report the estimated grade over the strike length of development on the reef.
<i>Orientation of data in relation to geological structure</i>	In the area of mine development that is being sampled the main quartz reefs are near-vertical. The horizontal samples collected are considered to be perpendicular to the reef and close to true width. There is no known bias in the orientation of this sampling.
<i>Sample security</i>	Sample pulps are stored at the laboratory for 30 days prior to disposal. This is appropriate for mine development sampling.
<i>Audits or reviews</i>	There have been no audits of the mine development face channel sampling program. The sampling data has been reviewed by Anthony Gray who is the Competent Person that compiled the information for this report.

Section 2 Reporting of Exploration Results

(Criteria listed in the preceding section also apply to this section.)

Criteria	Commentary
<i>Mineral tenement and land tenure status</i>	The Alliance South Deposit is located on mining licence MIN5146 that is owned 100% by Maldon Resources Pty Ltd, a wholly owned subsidiary of Octagonal Resources Limited. The tenement is current and in good standing.
<i>Exploration done by other parties</i>	Modern exploration in the Maldon Goldfield has been completed by Carpentaria Exploration Company Pty Ltd, Lone Star Exploration NL, Triad Minerals NL, Alliance Gold Mines NL, MPI Gold Pty Ltd, and Alliance Resources Limited. The Alliance South Deposit was discovered by Alliance Resources Limited during 2004.
<i>Geology</i>	The Alliance South Gold Deposit is a narrow vein orogenic Ordovician slate belt hosted gold deposit located within the Bendigo Zone of the Western Lachlan Orogen in Central Victoria. The deposit is located at the southern end of the Eaglehawk Reef in the Central Maldon Shear Zone. Host rocks are tightly folded Ordovician (Lancefieldian) turbiditic sedimentary rocks of the Castlemaine Supergroup that have been intruded and metamorphosed by the Late Devonian Harcourt Granodiorite. Mineralisation is associated with a flexure in the Eaglehawk Reef, where it passes from the east limb of the German anticline into the hinge zone of the German syncline.
<i>Drill hole Information</i>	Refer to Table 4.
<i>Data aggregation methods</i>	All channel sample grades have been length weighted. All assay results from channel sampling are provided. Samples returning greater than 1.0 g/t Au have been composited for reporting (internal dilution of samples containing less than 1.0 g/t Au are included within mineralised zones). Metal equivalents have not been used for reporting exploration results.
<i>Relationship between mineralisation widths and intercept lengths</i>	Results reported are considered to be close to true width.
<i>Diagrams</i>	Refer to Figure 3.
<i>Balanced reporting</i>	Assay results are provided for all recent mine development face channel samples discussed in this report. A summary of all weighted average assay results from mine development face channel samples collected on the 1080 level is provided in Figure 3 and Table 1.
<i>Other substantive exploration data</i>	No other substantive exploration data.
<i>Further work</i>	High-grade ore will be stockpiled to allow for the processing of a bulk sample to assess the reconciliation between mine and mill data and determine the average grade of the deposit.

JORC Code, 2012 Edition – Table 1 Report: Alliance South Sludge Hole Drilling Results

Section 1 Sampling Techniques and Data

(Criteria in this section apply to all succeeding sections.)

Criteria	Commentary
<i>Sampling techniques</i>	Drill chip samples collected from sludge hole drilling. Samples collected over 2.0 metre down hole intervals. Sludge hole drilling is an open-hole drilling technique and consequently down hole contamination or smearing of grade may occur. Samples routinely analysed for gold using the 40 gram Fire Assay Digest technique with an AAS finish.
<i>Drilling techniques</i>	Open-hole hammer.
<i>Drill sample recovery</i>	Drill chips exiting hole are captured in a bucket and transferred into a calico sample bag as per standard industry practice for this style of drilling. Hole is flushed between samples to minimise contamination. There is no known relationship between sample recovery and grade.
<i>Logging</i>	Quartz content (visual estimate) recorded for all samples on a sample logging sheet.
<i>Sub-sampling techniques and sample preparation</i>	Approximately 3 kilogram samples collected in calico bags and sent to assay laboratory for analysis. Whole sample pulverised at laboratory to produce a 40 gram charge for Fire Assay. No routine duplicate sampling other than that completed at the laboratory.
<i>Quality of assay data and laboratory tests</i>	Samples routinely analysed for gold using the 40 gram Fire Assay Digest technique with an AAS finish. Fire Assay technique is considered to be a near total digest.
<i>Verification of sampling and assaying</i>	The results have been reviewed by alternative company personnel and no errors identified. Sampling data is recorded in hard copy format and entered into a digital database. Digital assay data and hard copy data provided by the laboratory is matched against sample numbers in the digital database.
<i>Location of data points</i>	Mine development is surveyed monthly by a qualified surveying contractor. The location of drill hole collars are measured from a known survey point with a tape measure. Adjustments are made to the drill hole collar location following the completion of the monthly survey. All drill hole collar locations are reported in GDA94, MGA Zone 55 coordinates.
<i>Data spacing and distribution</i>	Holes are drilled at approximately 5 metre intervals. Drill hole sample results are composited to report the estimated grade over the strike length of reef tested.
<i>Orientation of data in relation to geological structure</i>	It is uncertain at this stage if the drilling has intersected a near-vertical gold-bearing quartz reef or flatter-dipping spurry veins. If the reef is near-vertical the horizontal samples collected would be considered perpendicular to the reef and close to true width. Holes oriented at 40 degrees would be considered to be at a moderate angle to the reef and not true width. There is no known bias in the orientation of this sampling.
<i>Sample security</i>	Sample pulps are stored at the laboratory for 30 days prior to disposal. This is appropriate for mine development sampling.
<i>Audits or reviews</i>	There have been no audits of the sludge hole drilling sampling program. The sampling data has been reviewed by Anthony Gray who is the Competent Person that compiled the information for this report.

Section 2 Reporting of Exploration Results

(Criteria listed in the preceding section also apply to this section.)

Criteria	Commentary
<i>Mineral tenement and land tenure status</i>	The Alliance South Deposit is located on mining licence MIN5146 that is owned 100% by Maldon Resources Pty Ltd, a wholly owned subsidiary of Octagonal Resources Limited. The tenement is current and in good standing.
<i>Exploration done by other parties</i>	Modern exploration in the Maldon Goldfield has been completed by Carpentaria Exploration Company Pty Ltd, Lone Star Exploration NL, Triad Minerals NL, Alliance Gold Mines NL, MPI Gold Pty Ltd, and Alliance Resources Limited. The Alliance South Deposit was discovered by Alliance Resources Limited during 2004.
<i>Geology</i>	The Alliance South Gold Deposit is a narrow vein orogenic Ordovician slate belt hosted gold deposit located within the Bendigo Zone of the Western Lachlan Orogen in Central Victoria. The deposit is located at the southern end of the Eaglehawk Reef in the Central Maldon Shear Zone. Host rocks are tightly folded Ordovician (Lancefieldian) turbiditic sedimentary rocks of the Castlemaine Supergroup that have been intruded and metamorphosed by the Late Devonian Harcourt Granodiorite. Mineralisation is associated with a flexure in the Eaglehawk Reef, where it passes from the east limb of the German anticline into the hinge zone of the German syncline.
<i>Drill hole Information</i>	Refer to Table 5.
<i>Data aggregation methods</i>	All drill sample grades have been length weighted over the entire hole length. All drill sample assay results are provided. Metal equivalents have not been used for reporting exploration results.
<i>Relationship between mineralisation widths and intercept lengths</i>	It is uncertain at this stage if the drilling has intersected a near-vertical gold-bearing quartz reef or flatter-dipping spurry veins. If the reef is near-vertical the horizontal samples collected would be considered perpendicular to the reef and close to true width. Holes oriented at 40 degrees would be considered to be at a moderate angle to the reef and not true width.
<i>Diagrams</i>	Refer to Figures 3 and 4.
<i>Balanced reporting</i>	All drill hole sample assay results are presented in Table 2. A summary of all weighted average assay results from drill holes is illustrated together with weighted average assay results from mine development face channel samples collected on the 1080 level in Figure 3. All recent sludge hole drill results are illustrated on longsection in Figure 4.
<i>Other substantive exploration data</i>	No other substantive exploration data.
<i>Further work</i>	Stripping and development to the west of the 1080 level and mining above the 1080 and 1100 levels will provide for a better understanding of the structural controls on the distribution of gold intersected in sludge hole drilling and the average grade of the reef.

JORC Code, 2012 Edition – Table 1 Report: Alliance South Backs Channel Sampling Results

Section 1 Sampling Techniques and Data

(Criteria in this section apply to all succeeding sections.)

Criteria	Commentary
<i>Sampling techniques</i>	<p>Rock chip channel samples collected from the backs (roof) of the mine development. Approximately 3 kilogram samples collected over channel intervals ranging between 0.7 – 1.7 metres length.</p> <p>Samples routinely analysed for gold using the 50 gram Fire Assay Digest technique with an AAS finish.</p>
<i>Drilling techniques</i>	Not applicable – drilling results not reported.
<i>Drill sample recovery</i>	Not applicable – drilling results not reported
<i>Logging</i>	The backs of the mine development were geologically mapped before sampling.
<i>Sub-sampling techniques and sample preparation</i>	<p>Approximately 3 kilogram samples collected in calico bags and sent to assay laboratory for analysis.</p> <p>Whole sample pulverised at laboratory to produce a 50 gram charge for Fire Assay.</p> <p>No routine duplicate sampling other than that completed at the laboratory.</p>
<i>Quality of assay data and laboratory tests</i>	<p>Samples routinely analysed for gold using the 50 gram Fire Assay Digest technique with an AAS finish.</p> <p>Fire Assay technique is considered to be a near total digest.</p> <p>10 - 15% of samples sent to laboratory were blanks and standards to confirm analytical precision and accuracy.</p>
<i>Verification of sampling and assaying</i>	<p>The results have been reviewed by alternative company personnel and no errors identified.</p> <p>Sampling data is recorded in hard copy format and entered into a digital database. Digital assay data and hard copy data provided by the laboratory is matched against sample numbers in the digital database.</p>
<i>Location of data points</i>	<p>Mine development is surveyed monthly by a qualified surveying contractor. The location of channel sample start points are measured from a known survey point with a tape measure. All channel sample start points are reported in GDA94, MGA Zone 55 coordinates.</p> <p>Channel samples are assumed to be horizontal and oriented towards 267°. The orientation may vary by up to 5°, but as the channel length is less than 3 meters this is not considered to be significant.</p>
<i>Data spacing and distribution</i>	<p>Channel samples collected from mine development backs are between 2 to 5 m apart.</p> <p>Channel sample results are composited to report the estimated grade over the strike length of development sampled on the reef.</p>
<i>Orientation of data in relation to geological structure</i>	<p>In the area of mine development that is being sampled the Western Reef is near-vertical. The horizontal samples collected are considered to be perpendicular to the reef and close to true width.</p> <p>There is no known bias in the orientation of this sampling.</p>
<i>Sample security</i>	Sample pulps are stored at the laboratory for 30 days prior to disposal. This is appropriate for mine development sampling.
<i>Audits or reviews</i>	<p>There have been no audits of the mine development backs channel sampling program.</p> <p>The sampling data has been reviewed by Anthony Gray who is the Competent Person that compiled the information for this report.</p>

Section 2 Reporting of Exploration Results

(Criteria listed in the preceding section also apply to this section.)

Criteria	Commentary
<i>Mineral tenement and land tenure status</i>	The Alliance South Deposit is located on mining licence MIN5146 that is owned 100% by Maldon Resources Pty Ltd, a wholly owned subsidiary of Octagonal Resources Limited. The tenement is current and in good standing.
<i>Exploration done by other parties</i>	Modern exploration in the Maldon Goldfield has been completed by Carpentaria Exploration Company Pty Ltd, Lone Star Exploration NL, Triad Minerals NL, Alliance Gold Mines NL, MPI Gold Pty Ltd, and Alliance Resources Limited. The Alliance South Deposit was discovered by Alliance Resources Limited during 2004.
<i>Geology</i>	The Alliance South Gold Deposit is a narrow vein orogenic Ordovician slate belt hosted gold deposit located within the Bendigo Zone of the Western Lachlan Orogen in Central Victoria. The deposit is located at the southern end of the Eaglehawk Reef in the Central Maldon Shear Zone. Host rocks are tightly folded Ordovician (Lancefieldian) turbiditic sedimentary rocks of the Castlemaine Supergroup that have been intruded and metamorphosed by the Late Devonian Harcourt Granodiorite. Mineralisation is associated with a flexure in the Eaglehawk Reef, where it passes from the east limb of the German anticline into the hinge zone of the German syncline.
<i>Drill hole Information</i>	Refer to Table 6.
<i>Data aggregation methods</i>	All channel sample grades have been length weighted. All assay results from channel sampling are provided. Samples returning greater than 1.0 g/t Au have been composited for reporting (internal dilution of samples containing less than 1.0 g/t Au are included within mineralised zones). Metal equivalents have not been used for reporting exploration results.
<i>Relationship between mineralisation widths and intercept lengths</i>	Results reported are considered to be close to true width.
<i>Diagrams</i>	Refer to Figure 5.
<i>Balanced reporting</i>	Assay results are provided for all backs channel samples collected from the Western Reef on the 1100 level and discussed in this report. A summary of all weighted average assay results from backs channel samples collected from the Western Reef on the 1100 level is provided in Figure 5 and Table 3.
<i>Other substantive exploration data</i>	No other substantive exploration data.
<i>Further work</i>	Mining of the Western Reef above the 1100 level is anticipated. Gold production will allow for reconciliation between mine and mill data.