



ASX Release
30 October 2015

ABN
44 009 157 439

Hawthorn Resources Limited
Level 2, 90 William Street
Melbourne VIC 3000
Australia
Tel: +61 3 9605 5950
Fax: +61 3 9605 5999
Email:
info@hawthornresources.com
www.hawthornresources.com

Directors

Mr Mark Gregory Kerr
(Chairman)

Mr Mark Edward Elliott
(Managing Director/CEO)

Dr David Tyrwhitt
(Non Exec. Director)

Mr Li, Yijie
(Non Exec. Director)

Mr Liao, Yongzhong
(Non Exec. Director)

Mr Ye, Xiaohui
(Non Exec. Director)

Senior Management

Mr Ian Moody
(Exploration Manager)

Mr Mourice Garbutt
(Company Secretary)

Mr Paul Chare
(Project Manager)

ASX Symbol: HAW

Hawthorn Resources Limited

September 2015 Quarterly Report

EXPLORATION AND DEVELOPMENT

Kalgoorlie, Eastern Goldfields – Gold, Western Australia

- RC drilling continues at **Box Well West - Yundamindera Project**
- Continued near surface drill intercepts of thick gold mineralised shear system including
 - **27 metres @ 1.37 g/t Au from 24m - YMC085**
(incl 10 metres @ 3.06 g/t Au from 24m),
 - **38 metres @ 1.62 g/t Au from 12m - YMC092**
(incl 8 metres @ 3.37 g/t Au from 19m),
 - **36 metres @ 1.96 g/t Au from 42m - YMC093**
(incl 21 metres @ 3.01 g/t Au from 57m),
 - **19 metres @ 2.13 g/t Au from 101m - YMC095.**
- Target gold mineralisation system is wide has now been intersected over 1100 metres of strike and remains open along strike and at depth . drilling has continued during October.
- **AngloSaxon Gold Mining Project - Mining Proposal** documents submitted to West Australian Department of Mines and Petroleum remain under assessment.
- Geophysical surveys at the **Deep South Project** reveal substantial conductivity anomalies immediately adjacent to **Central Main Zone** gold mineralisation that have never been drill tested. Drilling expected in upcoming quarter.

Corporate

- As at 30 September 2015 the Company held funds-on-hand of AUD \$6.55 million.

Gold Exploration – Western Australia incorporating:

Deep South Project

Hawthorn Resources 80%, MetalsX 20%;

Trouser Legs Project

Hawthorn Resources 70%, Gel Resources 30%;

Yundamindera Project

Hawthorn Resources 100% and Edjudina-Pinjin JV Tenements (Hawthorn Resources 80%, MetalsX 20%); and

Whiteheads Project

Hawthorn Resources 100%

Hawthorn Resources' Western Australian gold exploration programs are primarily focussed in four major project areas where Hawthorn Resources holds in its own right or has earned equity from joint venture partners in over 70 granted exploration, mining, prospecting licences and applications. The Company believes that each of the major project areas, in close proximity to milling and transport infrastructure, hold both exploration upside and near term potential for development.

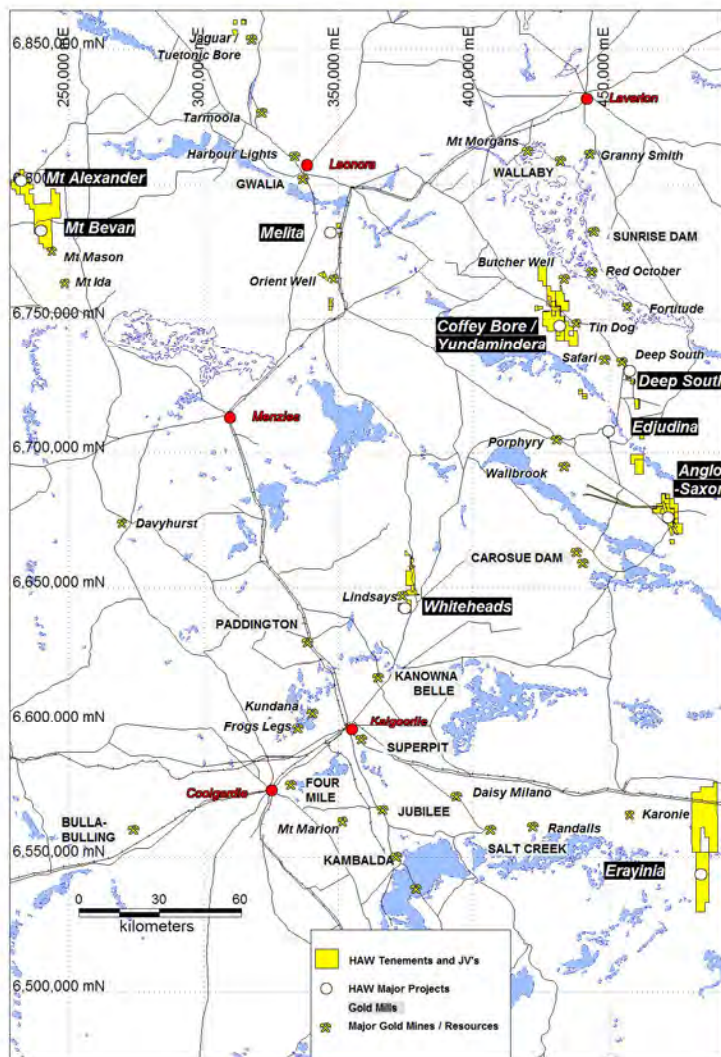


Figure 1. Eastern Goldfields, Western Australia – Project Locations

The major projects cover two geological and mineralogical domains.

- A substantial part of the Eastern Goldfields extending from the Lake Carey to the historic Pinjin Mining Centre . a strike length of approximately 125 kilometres. Hawthorn's tenement package is surrounded by major gold mines, deposits and advanced resources including **Sunrise Dam, Wallaby, Red October, Carosue Dam, Safari Bore, Deep South, Porphyry** and **Butchers Well Mines**. The gold endowment of these mines and resources currently exceeds 22 Million ounces.
- A contiguous group of 11 tenements (Whiteheads) covering the historic Gindalbie Mining Centre that surrounds the **Lindsays** gold resource of KalNorth Gold Mines Limited (KalNorth), and only 50 kilometres from the mining infrastructure hub of Kalgoorlie.

Yundamindera Project

(Hawthorn 100% and Hawthorn Resources 80%, Metals X 20%).

In the **Yundamindera Project** area, located approximately 175 kilometres to the north east of Kalgoorlie, Western Australia exploration has focused on the discovery of gold associated with mineralised syenitic porphyry dykes, BIF's and shears. Significant gold mineralisation continues to be discovered within the project area both in outcrop and, perhaps more importantly, beneath extensive and pervasive, transported cover sequences.

Exploration in the **Yundamindera Project** area has been focused towards the discovery of shear and porphyry associated gold mineralisation . the host of major gold resources in the North East Goldfields of Western Australia at the **Wallaby (>7 Moz Au)**, **Jupiter – Heffernans (1.1 Moz Au)** and **Butcher Well (0.3 Moz)** mining centres.

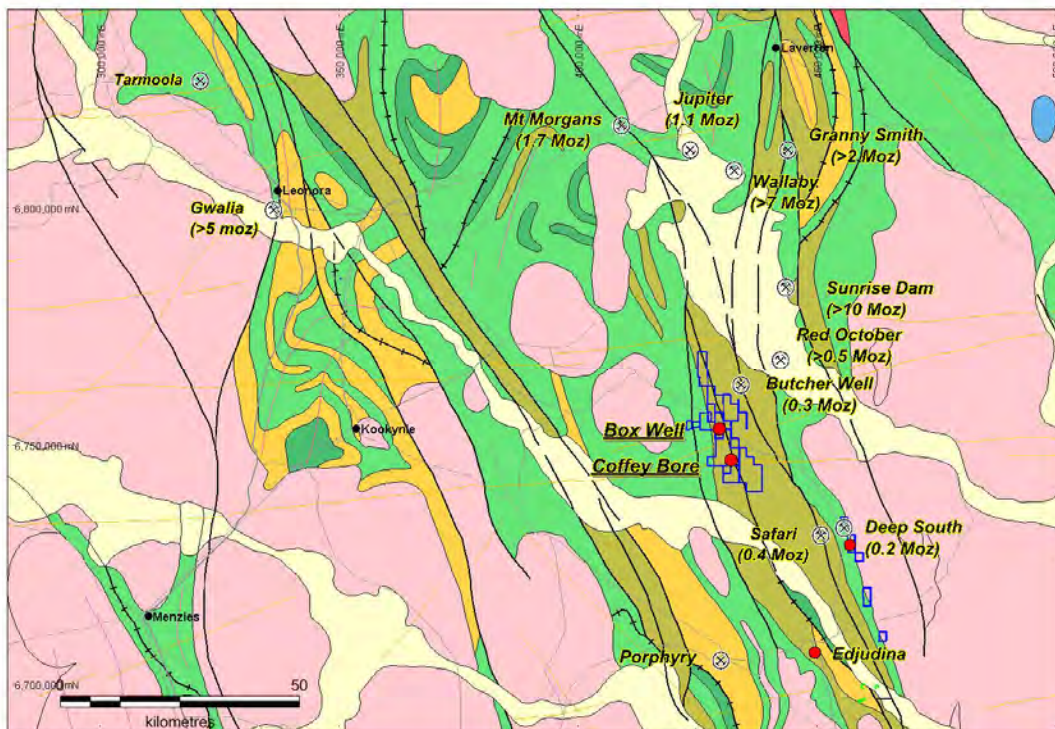


Figure 2. Box Well and Coffey Bore Prospects – Geology of North East Goldfields of Western Australia

At **Box Well West** a gold mineralised, silicified shear zone intruded by felsic porphyries, within a broader, gold mineralised stockwork quartz veined package of felsic volcanics has been identified beneath pervasive transported stream sediments and colluvium. Despite an extensive history of

Hawthorn Resources Limited – September 2015 Activities Report

modern exploration by a number of previous companies, the mineralised unit had never previously been identified or drilled, prior to Hawthorn's drilling program in late 2014.

Following the previously announced successful drilling campaign carried out in June and July 2015 that returned results including:

- 13 metres @ 2.40 g/t Au from 20 metres in YMC068,
- 35 metres @ 1.47 g/t Au from 6 metres in YMC070,
- 26 metres @ 2.07 g/t Au from 19 metres in YMC075,
- 15 metres @ 2.58 g/t Au from 112 metres in YMC076,

a further program of 80 to 320 metre drill section step outs, and 40 metre infill sections was undertaken within and to the north of the previously announced gold mineralised zone at **Box Well West** prospect. A total of 24 RC holes were drilled for 2144 metres.

This follow-up drilling campaign has continued to return consistent, near surface, broad gold intercepts as detailed below in Table 1 and Figures 3-6, and continues to indicate that a significant mineralised system has been discovered.

Table 1. August 2015 – Box Well West RC Drill Assays

<u>Hole No.</u>	<u>Prospect</u>	<u>Azimuth</u>	<u>Dip</u>	<u>Type</u>	<u>From (m)</u>	<u>To (m)</u>	<u>Width (m)</u>	<u>Au g/t</u>
YMC080	Box Well West	265	-55	RC	20	50	30	1.01
Incl.					42	50	8	2.56
YMC081	Box Well West	265	-55	RC	46	54	8	0.83
and					78	84	6	1.52
YMC082	Box Well West	265	-55	RC	12	50	38	0.54
Incl.					12	15	3	1.14
incl					25	29	4	1.31
incl					45	50	5	1.01
YMC083					22	27	5	0.50
and					60	65	5	0.72
and					77	80	3	0.50
YMC084	Box Well West	265	-55	RC	17	18	1	1.10
YMC085	Box Well West	265	-55	RC	24	51	27	1.37
incl					24	34	10	3.06
YMC087	Box Well West	265	-55	RC	30	43	13	0.51
YMC090	Box Well West	270	-55	RC	10	13	3	0.85
and					23	35	12	1.54
YMC091	Box Well West	270	-55	RC	49	61	12	2.24
YMC092	Box Well West	270	-55	RC	12	50	38	1.62
incl					19	27	8	3.37
incl					33	37	4	2.25
YMC093	Box Well West	270	-55	RC	42	78	36	1.96
incl					57	78	21	3.01
incl					68	77	9	4.56
YMC094	Box Well West	270	-55	RC	78	91	13	0.50
and					100	111	11	1.64
YMC095	Box Well West	270	-55	RC	79	94	15	0.49
and					101	120	19	2.13
incl					114	118	4	5.21
YMC096	Box Well West	270	-55	RC	37	49	12	2.04
incl					37	39	2	5.12
and					66	76	11	0.56
YMC097	Box Well West	270	-55	RC	48	60	12	0.50
and					71	74	3	2.46
and					98	104	6	1.10
YMC098	Box Well West	270	-55	RC	2	10	8	1.58
and					25	29	4	1.71

Hawthorn Resources Limited – September 2015 Activities Report

YMC099	Box Well West	270	-55	RC	29	32	3	1.80
and					41	56	15	1.46
incl					43	48	5	3.41
YMC101	Box Well West	270	-55	RC	26	64	38	0.69
incl					38	42	4	1.36
incl					53	56	3	1.13
incl					60	64	4	1.44

All RC samples collected as 1 metre splits through rotating splitter.

RC Holes initially assayed as 4 metre spear composites if significant composite results >0.10 g/t Au over 4metres . 1 metre sample bags are submitted for assay. All RC Assays Bureau Veritas Laboratories, Kalgoorlie. 0.30 g/t Au lower cut - < consecutive 3.0m of internal waste for each intercept.

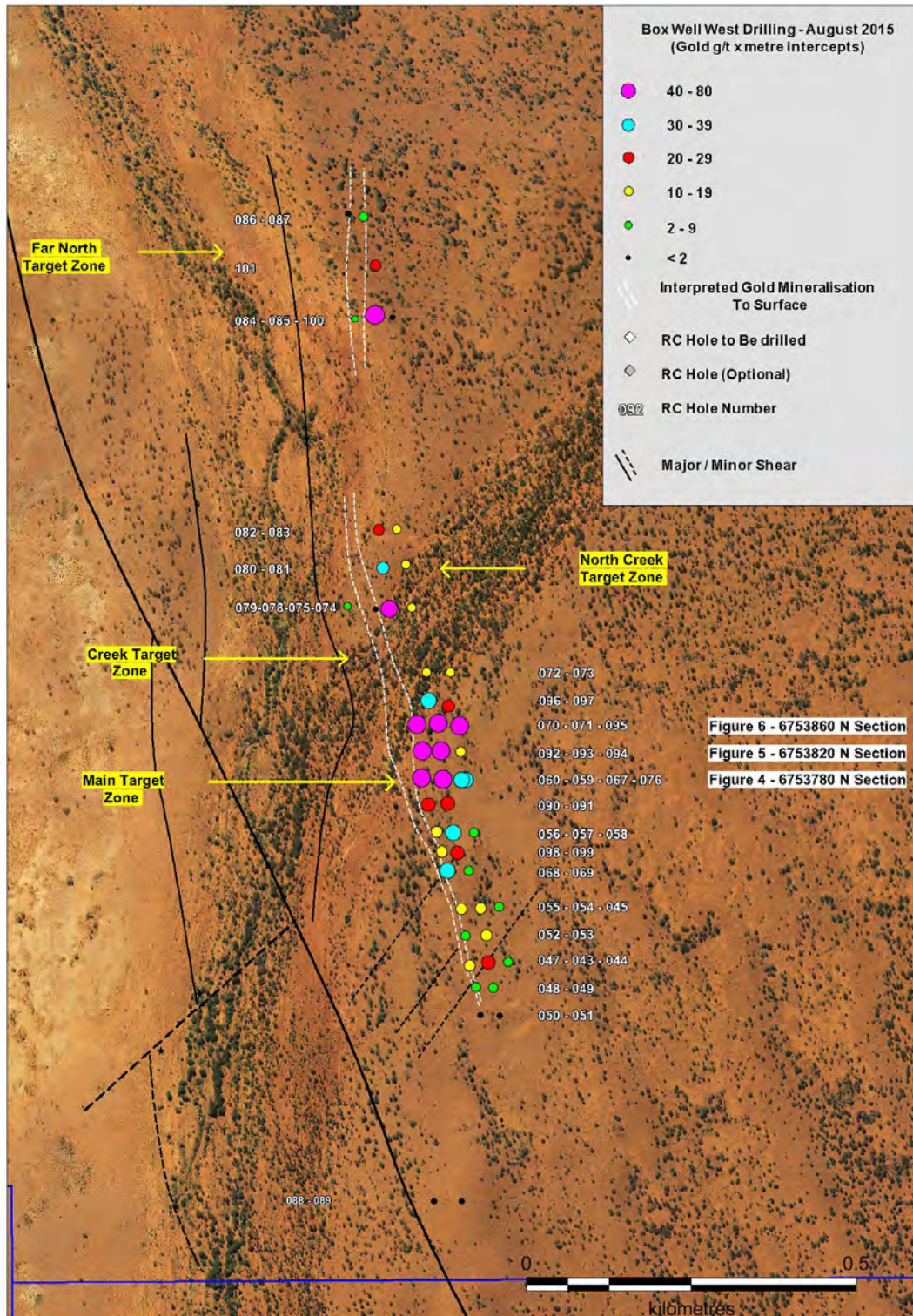


Figure 3. Box Well West Plan View of Gold Intercepts (g/t x m)

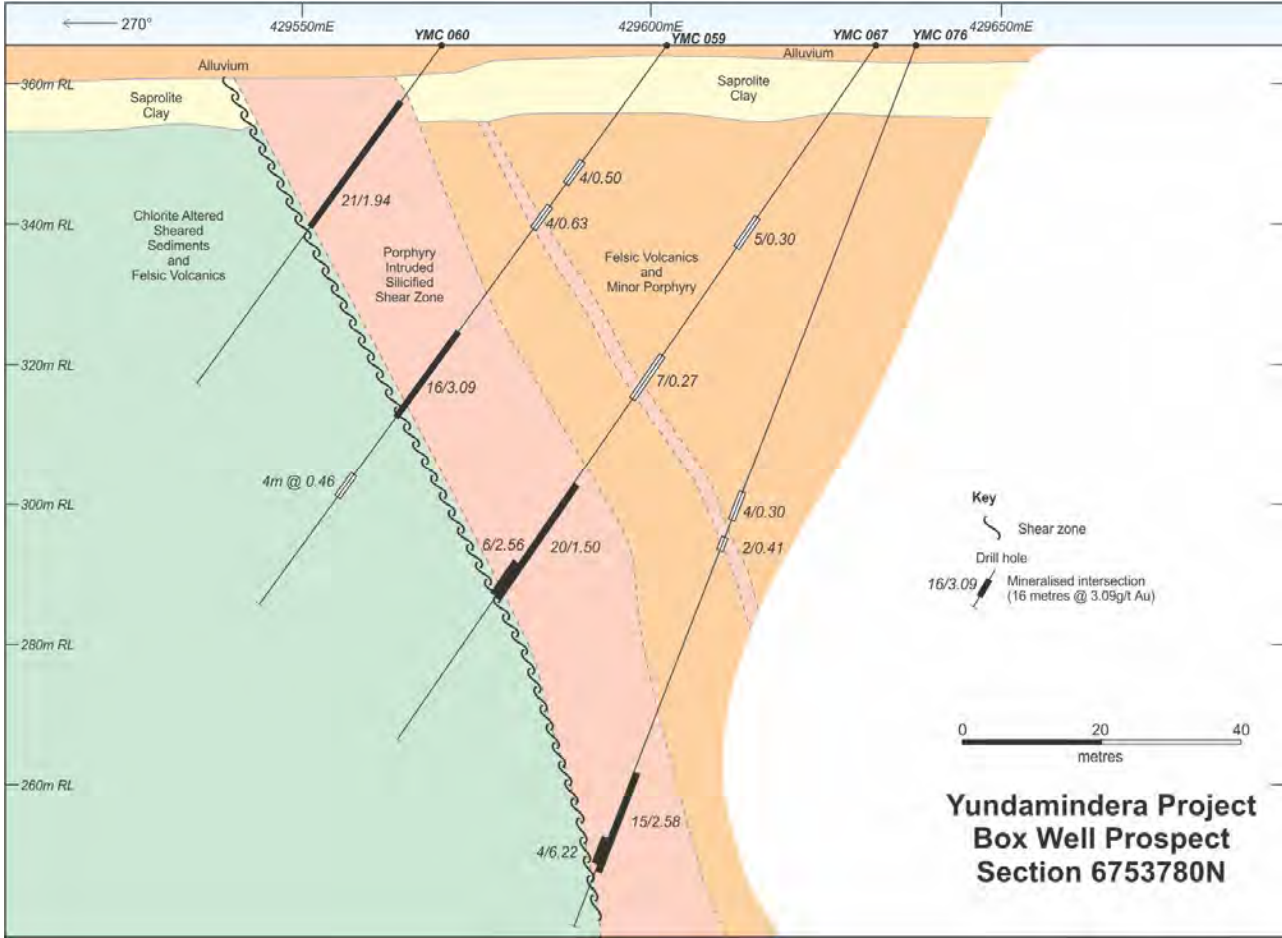


Figure 4. Box Well West – Section 6753780 N

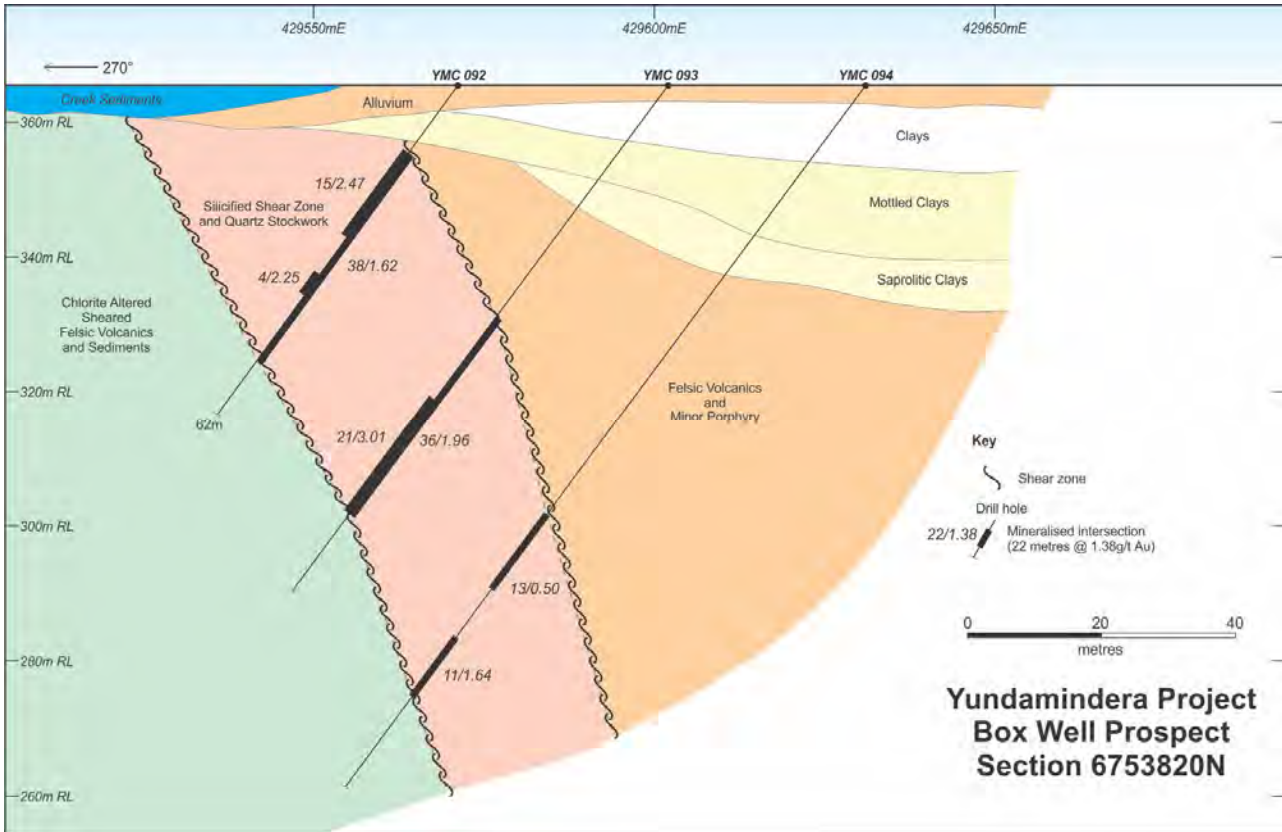


Figure 5. Box Well West – Section 6753820 N

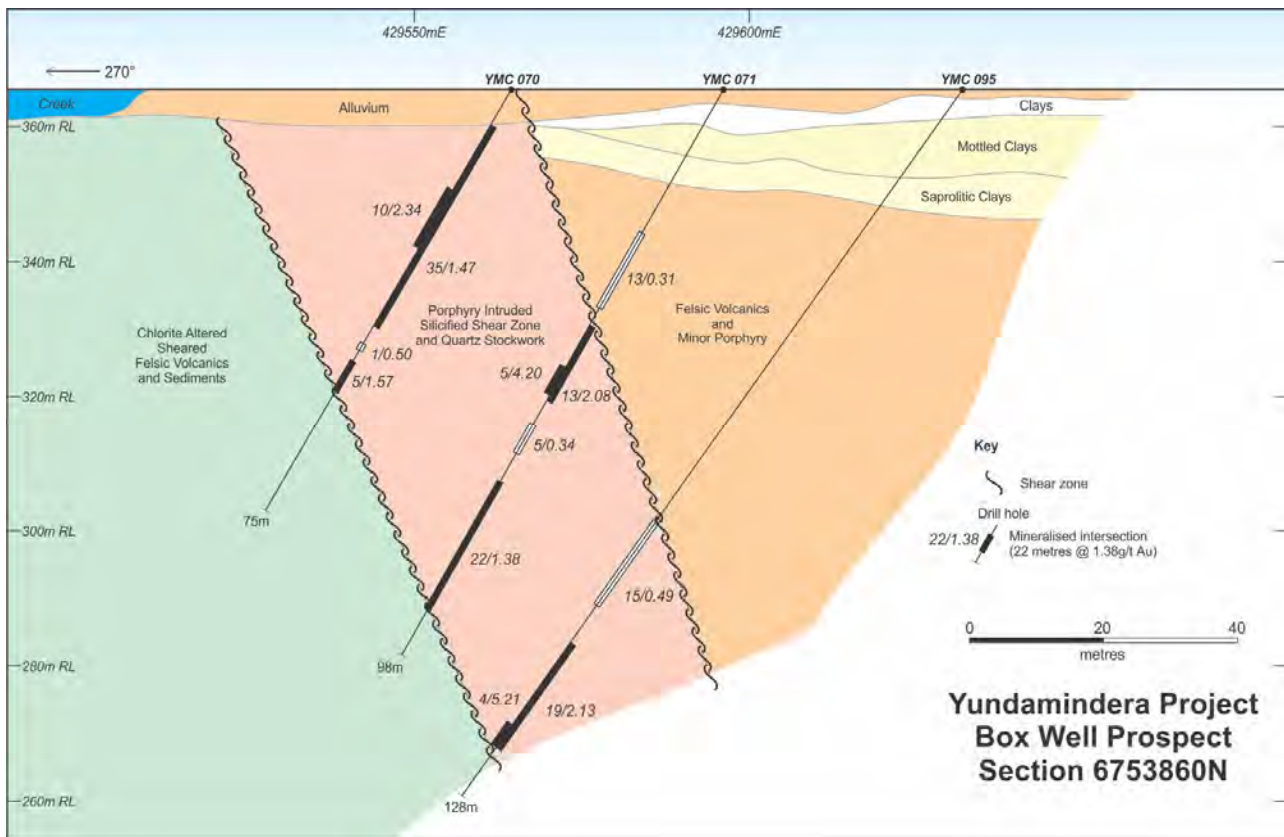


Figure 6. Box Well West – Section 6753860 N

Drilling to date has indicated that:

- **shallow, near surface, wide zones of gold mineralisation has been intersected in broad spaced drilling over 1100 metres of strike to date,**
- **the core silicified shear zone (+ pyrite – quartz veining) occurs within a wider zone of gold mineralised, stockwork quartz veined felsic volcanics,**
- **significant gold mineralisation has been intersected in the Far North area of the prospect following a 320 metre step out from the North Creek area gold mineralisation.**
- **mineralisation remains open along strike to the north with a further 1000 metres of transported cover soils and alluvium remaining to be tested**
- **the gold mineralisation remains untested to date at >100 metres vertical depth**

Full details of RC drill collar locations and program details are attached in Appendix 1 and 2.

The shear zone and associated porphyry units discovered at **Box Well West** are interpreted to have intruded into a regionally significant shear zone system, that also hosts the **Coffey Bore** porphyry hosted gold mineralisation 7.5 kilometres to the south east, and hence

- **potential southern extensions of the mineralisation also remain untested**

Infill, strike and depth extension drilling of the **Box Well West** gold mineralisation has commenced in the current quarter with initial results expected during November 2015. An aggressive exploration campaign to test the lightly explored region between **Box Well West** and **Coffey Bore** has also commenced.

Hawthorn continues to believe that a significant gold resource may be identified within the **Box Well West** prospect and that further zones of gold mineralisation remain to be discovered within the **Yundamindera** project area.

Trouser Legs – Anglo Saxon Project

(Hawthorn Resources 70%, Gel Resources 30%).

The **Trouser Legs Project** area is located 140 km north east of Kalgoorlie and is centred on the historic **Anglo Saxon Mine**. The **Trouser Legs - Anglo Saxon** project area is situated 35 kilometres to the east of the Carosue Dam Mill of Saracen Mineral Holdings Limited.

Hawthorn has announced a Mineral Resource Estimate at the Anglo Saxon Deposit of

- **Indicated Mineral Resource – 599,000t at 3.3 g/t gold for 63,700 oz of gold (Oxide and Transition Zones), and**
- **Inferred Mineral Resource – 1,687,000t at 4.1 g/t gold for 221,800 oz of gold (Oxide, Transition and Primary)**

Hawthorn Resources confirms that all material assumptions and technical parameters underpinning the Mineral Resource Estimate in the announcement, Anglo Saxon – Indicated Mineral Resource Upgrade; ASX Announcement: 30/10/2013, continue to apply and have not materially changed, and that the form and context in which the Competent Persons findings are presented have not been materially altered.

During the quarter the **Anglo Saxon Gold Mining Project - Mining Proposal, Mine Closure Plan** and **Environment Management Plan** documents continued to be assessed by the West Australian Department of Mines and Petroleum prior to approval.

As in previous quarter discussions with stakeholders regarding the proposed **Anglo Saxon Mine development**, and associated infrastructure have continued during the quarter. Capital Expenditure and Operating Expenditure estimates are continually refined and input into the financial model of the proposed mine operation.

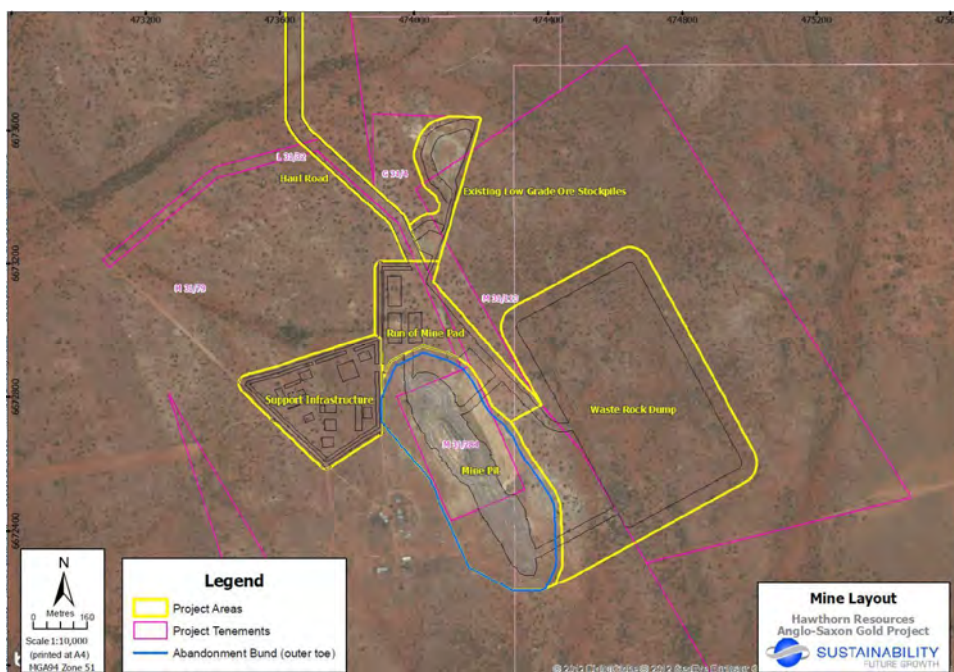


Figure 6. Anglo Saxon Deposit – Proposed Mine Layout

Deep South Project

(Hawthorn Resources 80%, Metals X 20%).

The **Deep South Project** is approximately 180 kilometres north east of Kalgoorlie with the project area situated along strike of known economic gold mineralisation hosted in the **Deep South-Mexico** gold orebodies owned by Saracen Mineral Holdings Limited (%Saracen+). Saracen has completed a Feasibility Study on the underground Probable Reserve at the deposit of 125,000 ounces of gold in a Mining Inventory of 174,000 ounces of gold. Saracen have further report that underground development of this deposit will commence in the December 2015 quarter and production to commence in the March 2016 quarter.

Hawthorn has identified a gold mineralised horizon analogous to the adjacent **Deep South** gold orebodies within its tenement package.

During the quarter Hawthorn has completed a SAM (Sub-Audio Magnetic) survey over the key tenements in the project area. This geophysical technique identifies conductive horizons within rock packages that may indicate significant sulphide, and potentially associated gold mineralisation, development.

A substantial conductivity anomaly has been identified immediately to the east and in the footwall of the previously announced **Central Zone** of gold mineralisation where gold intercepts including

- **5.0 metres @ 2.23 g/t Au – DSC070,**
- **3.0 metres @ 2.89 g/t Au – DSC071,**
- **3.0 metres @ 8.13 g/t Au – DSC072,**
- **17.0 metres @ 2.35 g/t Au – DSC073,**
- **12.0 metres @ 2.47 g/t Au – DSC074,**
- **1.0 metre @ 10.84 g/t Au– DSC075,**
- **3 metres @ 5.93 g/t Au – DSC085,**
- **2 metres @ 6.19 g/t Au – DSC089**
- **2 metres @ 9.93 g/t Au – DSC093,**
- **14 metres @ 1.23 g/t Au – DSC111**
- **14 metres @ 3.50 g/t Au – DSC123,**

Assessment of this data is near complete and will be drill tested in the upcoming quarter.

Joint Ventures – Western Australia

Mount Bevan Iron Ore Project

(Hawthorn 40%, Legacy 60%)

The **Mount Bevan Project** comprising Exploration Licences 29/510 is located approximately 100 km west of Leonora in the central Yilgarn region of Western Australia.

The Project area is held in Joint Venture with Legacy Iron Ore %Legacy+ (Hawthorn 40%, Legacy 60%), with technical programs approved by a Technical Committee comprising representatives of each company.

Three substantial BIF horizons have been identified within the tenement to date that extend in a north-northwest orientation throughout the entire length of the tenement; a strike distance of more than 25 kilometres. The westernmost of these horizons hosts the substantial **Mt Bevan Indicated Magnetite Resource** of **322Mt @ 34.7% Fe** within a larger **Indicated** and **Inferred Magnetite Resource** of **1,117 Mt @ 34.9% Fe**.

In addition the northern extension of the Jupiter Mines Limited (%Jupiter+) **Mt Mason Resource DSO Haematite Resource (9.4Mt @ 57.6% Fe)** extends into the Joint Venture tenement.

The Joint Venture Manager, Legacy Iron Ore Limited (Legacy) has reported that during the quarter further on-ground mapping and sampling designed to identify potential haematite mineralisation has taken place.

Erayinia Joint Venture – Western Australia

(Black Raven Mining 70%, Hawthorn Resources 30%).

The Joint Venture manager, Black Raven Mining Pty Ltd, has reported that detailed soil sampling on previously un-sampled areas within the JV tenements is now complete, with a number of Cu-Zn and Au anomalies requiring further assessment.

In addition Black Raven is shortly to commence drilling of the VTEM 24 anomaly approximately 3.5 kilometres north of the known prime prospect within the **Erayinia Project** the **King VHMS Mineralised Prospect**. Black Raven successfully applied for co-funding for this drilling with the Western Australian Mines Department.

CORPORATE

Board of Directors

No change.

Funding/Cash Balance

As at 30 September 2015 the Company held clear funds-on-hand of A\$6.552 million (June 2015: A\$7.075 million) representing a cash backing of A\$0.0383 a share (June 2015: A\$0.0413).

Of these funds A\$6.0 million was invested in term deposits at an average annual rate of interest of 2.7 per cent.

Issued Securities

During the quarter ended 30 September 2015 there were no changes in the number or the Company's securities on issue. Such securities being the 171,263,644 ordinary fully paid shares quoted on the official lists of the Australian Stock Exchange (ASX Limited) under the securities code of HAW.



Mourice R Garbutt
Company Secretary

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Ian Moody, who is a member of the Australasian Institute of Mining and Metallurgy and a full time consultant geologist with First Principle Mineral Exploration Company Pty Ltd. Mr Moody has sufficient experience as a geologist which is relevant to the style of mineralization and the 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 of Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Moody consents to the inclusion in this report of the matters based on his information in the form and context in which it appears

Hawthorn Resources Limited – September 2015 Activities Report

Appendix 1

August 2015 Drilling
Drillhole Collars

<u>Hole No.</u>	<u>Project</u>	<u>Prospect</u>	<u>Azimuth</u>	<u>Dip</u>	<u>Type</u>	<u>MGA94 N</u>	<u>MGA 94 E</u>	<u>EOH (m)</u>
YMC078	Yundamindera	Box Well West	265	-50	RC	6754036	429502	67
YMC079	Yundamindera	Box Well West	265	-50	RC	6754040	429459	115
YMC080	Yundamindera	Box Well West	265	-55	RC	6754101	429513	61
YMC081	Yundamindera	Box Well West	265	-55	RC	6754104	429547	103
YMC082	Yundamindera	Box Well West	265	-55	RC	6754158	429506	55
YMC083	Yundamindera	Box Well West	265	-55	RC	6754158	429533	97
YMC084	Yundamindera	Box Well West	265	-55	RC	6754478	429471	91
YMC085	Yundamindera	Box Well West	265	-55	RC	6754479	429499	91
YMC086	Yundamindera	Box Well West	265	-55	RC	6754637	429460	85
YMC087	Yundamindera	Box Well West	265	-55	RC	6754633	429484	97
YMC088	Yundamindera	Box Well West	265	-55	RC	6753140	429592	91
YMC089	Yundamindera	Box Well West	265	-55	RC	6753139	429632	91
YMC090	Yundamindera	Box Well West	265	-55	RC	6753740	429582	67
YMC091	Yundamindera	Box Well West	265	-55	RC	6753742	429610	85
YMC092	Yundamindera	Box Well West	270	-55	RC	6753821	429571	62
YMC093	Yundamindera	Box Well West	270	-55	RC	6753820	429601	92
YMC094	Yundamindera	Box Well West	270	-55	RC	6753820	429630	128
YMC095	Yundamindera	Box Well West	270	-55	RC	6753859	429629	128
YMC096	Yundamindera	Box Well West	270	-55	RC	6753895	429585	85
YMC097	Yundamindera	Box Well West	270	-55	RC	6753888	429612	116
YMC098	Yundamindera	Box Well West	270	-55	RC	6753668	429601	91
YMC099	Yundamindera	Box Well West	270	-55	RC	6753666	429626	81
YMC100	Yundamindera	Box Well West	270	-55	RC	6754479	429528	80
YMC101	Yundamindera	Box Well West	270	-55	RC	6754559	429500	86

Appendix 2 –Yundamindera – Box Well West August 2015 RC Drill Program

THE 2012 AUSTRALASIAN CODE FOR REPORTING EXPLORATION RESULTS, MINERAL RESOURCES AND ORE RESERVES (THE JORC CODE)

Table 1 Checklist of Assessment and Reporting Criteria

JORC Code, 2012 Edition – Table 1 report template

Section 1 Sampling Techniques and Data

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

Criteria	JORC Code explanation	Commentary
Sampling techniques	<ul style="list-style-type: none"> • <i>Nature and quality of sampling (eg cut channels, random chips, or specific specialised industry standard measurement tools appropriate to the minerals under investigation, such as down hole gamma sondes, or handheld XRF instruments, etc). These examples should not be taken as limiting the broad meaning of sampling.</i> • <i>Include reference to measures taken to ensure sample representivity and the appropriate calibration of any measurement tools or systems used.</i> • <i>Aspects of the determination of mineralisation that are Material to the Public Report.</i> • <i>In cases where 'industry standard' work has been done this would be relatively simple (eg 'reverse circulation drilling was used to obtain 1 m samples from which 3 kg was pulverised to produce a 30 g charge for fire assay'). In other cases more explanation may be required, such as where there is coarse gold that has inherent sampling problems. Unusual commodities or mineralisation types (eg submarine nodules) may warrant disclosure of detailed information.</i> 	<ul style="list-style-type: none"> • Sampling technique discussed over page in sub sampling technique section.
Drilling techniques	<ul style="list-style-type: none"> • <i>Drill type (eg core, reverse circulation, open-hole hammer, rotary air blast, auger, Bangka, sonic, etc) and details (eg core diameter, triple or standard tube, depth of diamond tails, face-sampling bit or other type, whether core is oriented and if so, by what method, etc).</i> 	<ul style="list-style-type: none"> • RC Drilling – 5.5 inch hole

Criteria	JORC Code explanation	Commentary
Drill sample recovery	<ul style="list-style-type: none"> Method of recording and assessing core and chip sample recoveries and results assessed. Measures taken to maximise sample recovery and ensure representative nature of the samples. Whether a relationship exists between sample recovery and grade and whether sample bias may have occurred due to preferential loss/gain of fine/coarse material. 	<p>Yundamindera RC Drilling.</p> <ul style="list-style-type: none"> Samples are generally dry with some damp samples at depth however compressor size maintains sample recovery. Recovery good from all holes returning expected volume of sample except in collar area 0-4m. Some lesser returns from some holes at >100 metres downhole Metre sample volumes and moisture content is estimated and recorded by the geologist on site
Logging	<ul style="list-style-type: none"> Whether core and chip samples have been geologically and geotechnically logged to a level of detail to support appropriate Mineral Resource estimation, mining studies and metallurgical studies. Whether logging is qualitative or quantitative in nature. Core (or costean, channel, etc) photography. The total length and percentage of the relevant intersections logged. 	<p>Yundamindera RC Drilling.</p> <ul style="list-style-type: none"> Chip samples have been geologically logged for all relevant geological and some structural data. Logging for this program has been digitally captured, and would be capable of being included in a Mineral Resource Estimation. Chips are retained in chip trays Every metre is individually logged.
Sub-sampling techniques and sample preparation	<ul style="list-style-type: none"> If core, whether cut or sawn and whether quarter, half or all core taken. If non-core, whether riffled, tube sampled, rotary split, etc and whether sampled wet or dry. For all sample types, the nature, quality and appropriateness of the sample preparation technique. Quality control procedures adopted for all sub-sampling stages to maximise representivity of samples. Measures taken to ensure that the sampling is representative of the in situ material collected, including for instance results for field duplicate/second-half sampling. Whether sample sizes are appropriate to the grain size of the material being sampled. 	<p>Yundamindera RC Drilling.</p> <ul style="list-style-type: none"> Reverse circulation samples were split on site using a rig mounted Sandvik Rotaport Splitter. Approximately 98.5% of samples are dry. Samples are collected in appropriate sized plastic bags Initial "spear" samples to the corner of each bag was carried out with samples composited over 4 metres and sent for fire assay. Composite Samples returning > 0.10 g/t Au over 4 metres, have had individual 1 metre samples submitted for assay, or where geologic zones of interest are identified by the site geologist Individual metre samples weigh approximately 25 kg with individual 1 metre splits of 2-3 kg obtained and stored on site. CRM standards, blanks and duplicates submitted with assays.
Quality of assay data and	<ul style="list-style-type: none"> The nature, quality and appropriateness of the assaying and laboratory procedures used and whether the technique is considered partial or total. For geophysical tools, spectrometers, handheld XRF instruments, etc, the parameters used in determining the analysis including instrument 	<p>Yundamindera RC Drilling</p> <ul style="list-style-type: none"> Samples are assayed by Fire Assay, 30 g charge at Bureau Veritas , Kalgoorlie A range of five different gold grade CRM standards have been submitted at a rate of 6 / 100 samples.

Criteria	JORC Code explanation	Commentary
<i>laboratory tests</i>	<p><i>make and model, reading times, calibrations factors applied and their derivation, etc.</i></p> <ul style="list-style-type: none"> <i>Nature of quality control procedures adopted (eg standards, blanks, duplicates, external laboratory checks) and whether acceptable levels of accuracy (ie lack of bias) and precision have been established.</i> 	<ul style="list-style-type: none"> The number of each individual standard sample submitted is moderate - however at least one standard is submitted in each run of 1 metre reassays. CRM standards submitted in 4 m composite sampling at the same rate Analysis on individual standards is ongoing with each standard inserted performing reasonably well with no major variance observd. Re-assay / umpire sampling program is underway Blanks (1 / 100) submitted these have performed reasonably with results less than 0.01 g/t gold
<i>Verification of sampling and assaying</i>	<ul style="list-style-type: none"> <i>The verification of significant intersections by either independent or alternative company personnel.</i> <i>The use of twinned holes.</i> <i>Documentation of primary data, data entry procedures, data verification, data storage (physical and electronic) protocols.</i> <i>Discuss any adjustment to assay data.</i> 	<p>Yundamindera RC Drilling</p> <ul style="list-style-type: none"> No twinned holes have been drilled as this is an initial pass of RC drilling Onsite geologist data verified by Exploration Manager Laboratory data is supplied electronically to site and head office Project data is currently stored at the head office of the company and in onsite laptops, with a weekly offsite backup of all data. Geological logging is entered by technical staff and reviewed for correctness.
<i>Location of data points</i>	<ul style="list-style-type: none"> <i>Accuracy and quality of surveys used to locate drill holes (collar and down-hole surveys), trenches, mine workings and other locations used in Mineral Resource estimation.</i> <i>Specification of the grid system used.</i> <i>Quality and adequacy of topographic control.</i> 	<p>Yundamindera RC Drilling</p> <ul style="list-style-type: none"> The grid used is GDA 94 Zone 51. Collars collected on at least 3 cycling handheld GPS points.. Surface land form in each prospect area drilled is gently sloping and is currently assumed equivalent for each hole drilled. DGPS collection of collar data is planned AHD survey to be carried out in addition to the DGPS survey of collars
<i>Data spacing and distribution</i>	<ul style="list-style-type: none"> <i>Data spacing for reporting of Exploration Results.</i> <i>Whether the data spacing and distribution is sufficient to establish the degree of geological and grade continuity appropriate for the Mineral Resource and Ore Reserve estimation procedure(s) and</i> 	<p>Yundamindera RC Drilling</p> <ul style="list-style-type: none"> Data collected to date is initial and will require follow-up drilling. Current drill spaces are on 40m and 80 m sections, with approximately 30 m between holes along section.

Criteria	JORC Code explanation	Commentary
	<p><i>classifications applied.</i></p> <ul style="list-style-type: none"> • <i>Whether sample compositing has been applied.</i> 	<ul style="list-style-type: none"> • Drilling is not at sufficient spacing to compile Mineral Resource estimation at this time • 1 m intervals sampled downhole. • Samples were composited for initial assay. Composite Samples returning > 0.10 g/t Au over 4 metres, had individual 1 metre samples submitted for assay.
<p><i>Orientation of data in relation to geological structure</i></p>	<ul style="list-style-type: none"> • <i>Whether the orientation of sampling achieves unbiased sampling of possible structures and the extent to which this is known, considering the deposit type.</i> • <i>If the relationship between the drilling orientation and the orientation of key mineralised structures is considered to have introduced a sampling bias, this should be assessed and reported if material.</i> 	<p>Yundamindera RC Drilling.</p> <ul style="list-style-type: none"> • The drilling is between -50 and -60 ° drilled towards 265 - 270° at Box Well West with a single hole drilled at -70. Orientations are at or within 10 degrees to the interpreted right angle of the strike of mineralisation. Dip of mineralisation is generally 60-70 degrees to the E or ENE • Drillhole surveys indicate holes deviate and surveys are undertaken at approximately 30m or 60m intervals downhole. A stainless steel head rod is used for each hole • It is unknown if there is a bias introduced by the drilling direction.
<p><i>Sample security</i></p>	<ul style="list-style-type: none"> • <i>The measures taken to ensure sample security.</i> 	<ul style="list-style-type: none"> • All RC samples submitted to the laboratory are collected directly from the splitter with the sample bag tied. During sample collection for all holes a staff member is always present. Samples are delivered to the laboratory by company staff. • 1M Sample bags are kept on drill site until results of 4 m composite assays are completed. • Assay pulps are recovered from laboratory and stored in locked storage sheds
<p><i>Audits or reviews</i></p>	<ul style="list-style-type: none"> • <i>The results of any audits or reviews of sampling techniques and data.</i> 	<ul style="list-style-type: none"> • There have been no audits or reviews of sampling techniques and data.

Section 2 Reporting of Exploration Results

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

Criteria	JORC Code explanation	Commentary
<i>Mineral tenement and land tenure status</i>	<ul style="list-style-type: none"> • <i>Type, reference name/number, location and ownership including agreements or material issues with third parties such as joint ventures, partnerships, overriding royalties, native title interests, historical sites, wilderness or national park and environmental settings.</i> • <i>The security of the tenure held at the time of reporting along with any known impediments to obtaining a licence to operate in the area.</i> 	<p>Yundamindera RC Drilling.</p> <ul style="list-style-type: none"> • Drilling on a tenement solely held by Hawthorn Resource • There are no known issues and the tenements are in good standing
<i>Exploration done by other parties</i>	<ul style="list-style-type: none"> • <i>Acknowledgment and appraisal of exploration by other parties.</i> 	<p>Yundamindera RC Drilling.</p> <ul style="list-style-type: none"> • The Box Well West tenements were soil sampled by AngloGold Australia, WMC and Delta Gold between 1986 – 2000. • Some initial anomalous results were reported from the Coffey Bore region 7.5 km southeast of Box Well West • Targets were RAB drilled by Hawthorn in late 2014. Followup RC programs were drilled in April and July 2015.
<i>Geology</i>	<ul style="list-style-type: none"> • <i>Deposit type, geological setting and style of mineralisation.</i> 	<p>Yundamindera RC Drilling</p> <p>Locally the geology consists of intermediate schists and igneous intrusives adjacent to sediments. Basaltic andesite, felsic volcanics and volcanoclastics trend in a north west- south east direction. The northern tenements are dominated by interbedded undifferentiated sediments and andesite. Differentiated doleritic sills intrude into conglomeritic and polymictic sands stones towards the east of the tenements. Interbedded ultramafic, peridotite-bearing intrusives and dolerite form a distinctive north-west trend in along the west of the tenements. These lithologies can be overlain by Cenozoic ferruginous clay, colluvium and silts. Several significant drainage systems in the licence are associated with alluvium, clay, silt and sand</p> <p>A key feature of several deposits in the area is the close association of</p>

Criteria	JORC Code explanation	Commentary
		<p>gold mineralisation on the margins of – if not outright hosted by – syenitic porphyries, which has been demonstrated in the Coffey Bore area of Hawthorn’s tenement E39/1295, and now in the Box Well West area of tenement E39/1292. The area between these two prospects (7.5 km along strike) remains a prime target for exploration.</p>
<p><i>Drill hole Information</i></p>	<ul style="list-style-type: none"> • <i>A summary of all information material to the understanding of the exploration results including a tabulation of the following information for all Material drill holes:</i> <ul style="list-style-type: none"> ○ <i>easting and northing of the drill hole collar</i> ○ <i>elevation or RL (Reduced Level – elevation above sea level in metres) of the drill hole collar</i> ○ <i>dip and azimuth of the hole</i> ○ <i>down hole length and interception depth</i> ○ <i>hole length.</i> • <i>If the exclusion of this information is justified on the basis that the information is not Material and this exclusion does not detract from the understanding of the report, the Competent Person should clearly explain why this is the case.</i> 	<ul style="list-style-type: none"> • All RC drillholes have been reported in Appendix 1.
<p><i>Data aggregation methods</i></p>	<ul style="list-style-type: none"> • <i>In reporting Exploration Results, weighting averaging techniques, maximum and/or minimum grade truncations (eg cutting of high grades) and cut-off grades are usually Material and should be stated.</i> • <i>Where aggregate intercepts incorporate short lengths of high grade results and longer lengths of low grade results, the procedure used for such aggregation should be stated and some typical examples of such aggregations should be shown in detail.</i> • <i>The assumptions used for any reporting of metal equivalent values should be clearly stated.</i> 	<ul style="list-style-type: none"> • Intervals reported are general greater than 2.00 gram x metres – unless geologically significant • Intervals lowercut 0.30 g/t Au and with <3.0 metres of internal waste <0.30 g/t Au.
<p><i>Relationship between mineralisation widths and intercept lengths</i></p>	<ul style="list-style-type: none"> • <i>These relationships are particularly important in the reporting of Exploration Results.</i> • <i>If the geometry of the mineralisation with respect to the drill hole angle is known, its nature should be reported.</i> • <i>If it is not known and only the down hole lengths are reported, there should be a clear statement to this effect (eg ‘down hole length, true width not known’).</i> 	<ul style="list-style-type: none"> • Down hole lengths reported – true widths are estimated at approximately 80-90% of downhole reported width.

Criteria	JORC Code explanation	Commentary
<i>Diagrams</i>	<ul style="list-style-type: none"> • <i>Appropriate maps and sections (with scales) and tabulations of intercepts should be included for any significant discovery being reported. These should include, but not be limited to a plan view of drill hole collar locations and appropriate sectional views.</i> 	<ul style="list-style-type: none"> • Refer to Figures 3-6 in the body of the report
<i>Balanced reporting</i>	<ul style="list-style-type: none"> • <i>Where comprehensive reporting of all Exploration Results is not practicable, representative reporting of both low and high grades and/or widths should be practiced to avoid misleading reporting of Exploration Results.</i> 	<ul style="list-style-type: none"> • Not applicable as all significant grade intervals are reported
<i>Other substantive exploration data</i>	<ul style="list-style-type: none"> • <i>Other exploration data, if meaningful and material, should be reported including (but not limited to): geological observations; geophysical survey results; geochemical survey results; bulk samples – size and method of treatment; metallurgical test results; bulk density, groundwater, geotechnical and rock characteristics; potential deleterious or contaminating substances.</i> 	<ul style="list-style-type: none"> • No other data applicable
<i>Further work</i>	<ul style="list-style-type: none"> • <i>The nature and scale of planned further work (eg tests for lateral extensions or depth extensions or large-scale step-out drilling).</i> • <i>Diagrams clearly highlighting the areas of possible extensions, including the main geological interpretations and future drilling areas, provided this information is not commercially sensitive.</i> 	<p>Yundamindera RC Drilling</p> <ul style="list-style-type: none"> • Further RC drilling is likely to occur in the upcoming quarter at Box Well West as significant gold mineralisation has been intercepted. • The position of the proposed hole collars is likely to be commercially sensitive.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/2013

Name of entity

HAWTHORN RESOURCES LIMITED

ABN

44 009 157 439

Quarter ended ("current quarter")

30 September 2015

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (3 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration & evaluation	(352)	(352)
(b) development	-	-
(c) production	-	-
(d) administration	(320)	(320)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	50	50
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)		
- GST (Refundable)	99	99
Net Operating Cash Flows	(523)	(523)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	-	-
1.13 Total operating and investing cash flows (carried forward)	(523)	(523)

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(523)	(523)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(523)	(523)
1.20	Cash at beginning of quarter/year to date	7,075	7,075
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	6,552	6,552

Payments to directors of the entity, associates of the directors, related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	174
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
	Directors fees & salary \$80,422 (Previous Quarter \$107,671) Fully Serviced Office facility rental \$86,625 (Previous Quarter \$86,625) Company requested Consulting Fees \$6,600 (Previous Quarter \$9,900)	

Non-cash financing and investing activities

- 2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

--

- 2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

--

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities		
3.2 Credit standby arrangements		

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	540
4.2 Development	-
4.3 Production	-
4.4 Administration	340
Total	880

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	477	497
5.2 Deposits at call	6,075	6,578
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	6,552	7,075

Changes in interests in mining tenements and petroleum tenements

	Tenement reference and location	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed	See Attached		
6.2	Interests in mining tenements and petroleum tenements acquired or increased	See Attached		

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity and oil and gas exploration entity quarterly report

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference +securities <i>(description)</i>	-	-	-	-
7.2 Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3 +Ordinary securities	171,263,644	171,263,644	-	-
7.4 Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through returns of capital, buy-backs	-	-	-	-
7.5 +Convertible debt securities <i>(description)</i>	-	-	-	-
7.6 Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through securities matured, converted	-	-	-	-
7.7 Options <i>(description and conversion factor)</i>	-	-	<i>Exercise price</i> -	<i>Expiry date</i> -
7.8 Issued during quarter	-	-	-	-
7.9 Exercised during quarter	-	-	-	-
7.10 Expired during quarter	-	-	-	-
7.11 Debentures <i>(totals only)</i>	-	-		
7.12 Unsecured notes <i>(totals only)</i>	-	-		

+ See chapter 19 for defined terms.

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: Date: 30/10/2015
(Company secretary)

Print name: MOURICE GARBUTT

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements and petroleum tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement or petroleum tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

== == == == ==

HAWTHORN RESOURCES LIMITED

Appendix 5B
Mining exploration entity and oil and gas exploration entity quarterly report

ACN 009 157 439
CHANGES IN INTERESTS IN MINING TENEMENTS

**6.1 Interests in Mining
 Tenements relinquished,
 reduced or lapsed**

Tenement Reference	Nature of Interest [note (4)]	Interest at beginning of quarter	Interest at end of quarter

**6.2 Interests in Mining
 Tenements acquired
 Or increased**

Tenement Reference	Nature of Interest [note (4)]	Interest at beginning of quarter	Interest at end of quarter

+ See chapter 19 for defined terms.

Interests in Mining Tenements

Disclosure in accordance with ASX Listing Rule 5.3.3.

Project / Tenement	Location	Interest at beginning of quarter	Interest at end of quarter	Joint Venture Partner / Farm-In Partner / Farm Out Partner
Melita	West Australia			
P 40/1218		100%	100%	
P 40/1219		100%	100%	
P 40/1220		100%	100%	
P 40/1221		100%	100%	
P 40/1222		100%	100%	
P 40/1223		100%	100%	
P 40/1224		100%	100%	
Pinjin East	West Australia			
E 31/760		100%	100%	
E 31/781		100%	100%	
E 31/782		100%	100%	
E 31/783		100%	100%	
E 31/882		100%	100%	
E 31/1049		100%	100%	
E 31/1050		100%	100%	
Triumph	West Australia			
M 31/481		100%	100%	
Whiteheads	West Australia			
E 27/175		100%	100%	
P 27/1769		100%	100%	
P 27/1770		100%	100%	
P 27/1771		100%	100%	
P 27/1772		100%	100%	
P 27/1773		100%	100%	
P 27/1784		100%	100%	
P 27/1785		100%	100%	
P 27/1786		100%	100%	
Yundamindera	West Australia			
E 39/1292		100%	100%	
E 39/1297		100%	100%	
E 39/1351		100%	100%	
E 39/1673		100%	100%	
E 39/1674		100%	100%	
E 39/1791		100%	100%	
E 39/1804		100%	100%	
E 39/1810		100%	100%	
P 39/4697		100%	100%	
P 39/4700		100%	100%	
P 39/4701		100%	100%	
P 39/4713		100%	100%	
P 39/4714		100%	100%	
P 39/4875		100%	100%	
P 39/4876		100%	100%	
Mt Bevan Iron Ore Joint Venture	West Australia			

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity and oil and gas exploration entity quarterly report

E 29/510 -I		40%	40%	Legacy Iron Ore Limited
Deep South Edjudina - Pinjin Joint Venture	West Australia			
E 39/1298		80%	80%	Avoca Resources Ltd / Metals X Ltd
E 39/1299		80%	80%	Avoca Resources Ltd / Metals X Ltd
E 39/1300		80%	80%	Avoca Resources Ltd / Metals X Ltd
E 39/1301		80%	80%	Avoca Resources Ltd / Metals X Ltd
E 39/1302		80%	80%	Avoca Resources Ltd / Metals X Ltd
P 39/4703		80%	80%	Avoca Resources Ltd / Metals X Ltd
P 39/4704		80%	80%	Avoca Resources Ltd / Metals X Ltd
P 39/4705		80%	80%	Avoca Resources Ltd / Metals X Ltd
P 39/4706		80%	80%	Avoca Resources Ltd / Metals X Ltd
P 39/4707		80%	80%	Avoca Resources Ltd / Metals X Ltd
P 39/4709		80%	80%	Avoca Resources Ltd / Metals X Ltd
Pinjin – Trouser Legs Joint Venture	West Australia			
G 31/4		70%	70%	GEL Resources
L 31/32		70%	70%	GEL Resources
L 31/65		70%	70%	GEL Resources
L 31/66		70%	70%	GEL Resources
L 31/68		70%	70%	GEL Resources
M 31/78		70%	70%	GEL Resources
M 31/79		70%	70%	GEL Resources
M 31/88		70%	70%	GEL Resources
M 31/113		70%	70%	GEL Resources
M 31/284		70%	70%	GEL Resources
Edjudina - Pinjin Joint Venture	West Australia			
E 31/789		80%	80%	Avoca Resources Ltd / Metals X Ltd
Yundamindera Edjudina - Pinjin Joint Venture	West Australia			
E 39/1294		80%	80%	Avoca Resources Ltd / Metals X Ltd
E 39/1295		80%	80%	Avoca Resources Ltd / Metals X Ltd
P 39/4695		80%	80%	Avoca Resources Ltd / Metals X Ltd
P 39/4698		80%	80%	Avoca Resources Ltd / Metals X Ltd
P 39/4699		80%	80%	Avoca Resources Ltd / Metals X Ltd
Yindana - Erayinia Joint Venture	West Australia			
E 28/1228		30%	30%	Black Raven Mining
E 28/1612		30%	30%	Black Raven Mining
Teutonic Bore Royalty *	West Australia			
E 37/902		0%	0%	Jabiru Metals
P 37/7351		0%	0%	Jabiru Metals
	* Royalty up to a maximum of \$1m subject to conditions			

+ See chapter 19 for defined terms.