

Quest Minerals Limited

ABN 55 062 879 583

(Subject to a Deed of Company Arrangement and Creditors' Trust)

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Board of Directors and Management:

Jerome G (Gino) Vitale
Managing Director

Non-Executive Directors:

Steve Formica
Paul Piercy
Dennis Gee

Joint Company Secretaries:

Stuart Third
David Palumbo

Capital Structure:

Ordinary Shares: 6,399,428



ASX Code: **QNL**

Enquiries regarding this announcement can be directed to:

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Settlement of Supreme Court Proceedings

Quest Minerals Ltd (Subject to a Deed of Company Arrangement, Subject a Creditors Trust Deed) (**ASX: QNL, "Company" or "Quest"**) is pleased to announce that it has settled Supreme Court proceedings commenced against it by Mutual Holdings Pty Ltd (**Mutual**) and KHV Holdings Pty Ltd (**KHV**).

The ASX has previously advised that it would not reinstate Quest's shares to quotation until the matters subject the Supreme Court proceedings were resolved. In the proceedings, Mutual and KHV challenged the validity of resolutions passed at the general meeting of Quest's shareholders held on 14 November 2016 ("GM") and sought various relief including in relation to the conduct of Quest's affairs by the placement and issue of shares to a sophisticated investor on 11 November 2016 and by the exclusion of Mutual and KHV from voting at the GM.

Quest excluded Mutual's and KHV's votes at the GM on the basis that their shares were obtained through related party transactions, an allegation which is strenuously denied Mutual, KHV and their sole director Mr Nikolaenko.

Quest acknowledges that there has never been any finding by any Court or Tribunal that Mr Nikolaenko was a "shadow" director or officer of Quest or that Mutual or KHV were related parties of Quest.

The Company will shortly issue an updated timetable in respect of completion its Placement Offer and reinstatement of quotation of its securities for trading on ASX.

David Palumbo
Joint Company Secretary