

ASX Announcement 30 October 2017

Kalia Limited is an exploration company focused on precious and energy metals

Directors

Chairman
Hon David Johnston
Executive Director
Mr Nick Burn
Mr Terry Larkan
Non-Executive Director
Dr David Detata

Operations

Company Secretary
Ms Anna MacKintosh

Issued Capital

Ordinary Shares
1,940,847,391
Unlisted Options
58,000,000

Share Price – 30 October 2017

\$0.015

Securities Exchange Listing

Australian Securities
Exchange
Code: KLH

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Quarterly Activities Report Quarter Ended September 2017

During the September 2017 quarter, Kalia Limited (“Kalia” or “the Company”), formerly GB Energy Ltd, held a general shareholders meeting where 9 resolutions were passed. Accordingly, the following corporate activities occurred:

- The Company elected to exercise the option to acquire 72.29% of the shares in Kalia Holdings Pty Ltd. Kalia Holdings Pty Ltd, the parent company of Papua New Guinean registered subsidiary Kalia Investments Ltd, holds contractual rights to explore for minerals and develop mines in the Tinputz district of North Bougainville, Papua New Guinea which is prospective for gold, copper and other minerals. The area over which Kalia holds contractual rights is known as the Tore Project.
- The company changed its name to Kalia Limited and ASX code to KLH.
- The Honourable David Johnston was appointed Director of the Company.
- The Chairman Stuart Rechner resigned effective 28 September 2017 and David Johnston assumed the Chairman role.
- Terry Larkan was appointed a Director of the Company
- The company issued 772,891,666 consideration shares to the shareholders of Kalia Holdings Pty Ltd for 72.29% of the shares in Kalia Holdings Pty Ltd.
- The company issued 39,106,626 placement shares at \$0.004 per share representing tranche 2 of the Placement in March 2017. This placement raised \$156,427 and was made to sophisticated and professional investors.
- The Annual Report for the financial year ended 30 June 2017 was released on the 30th August 2017.

The operational activities in this quarter included;

Tore Project – Bougainville

Bougainville is one of the last undeveloped mineralised provinces of the world. The island straddles the Pacific ‘Ring of Fire’ tectonic plate boundary, an ideal setting for porphyry copper-gold and associated epithermal gold mineralisation.

Bougainville remains largely unexplored with a moratorium on mining, exploration and development preventing activity since 1971. In August 2015 Bougainville passed a new Mining Act and subsequent Regulations (2016).

Kalia has been continuing to assist the local communities with social mapping as part of the awareness, cleansing and reconciliation program within North Bougainville project area, as well as extensive landholder/community awareness on exploration.

Continuing compilation, interpretation and review of available historic data is underway to meet current JORC 2012 standards and program priority exploration activities.

Sale of Lake Blanche Project

The sale of EL5391 (Lake Blanche) to Pure Manganese Pty Ltd, for the Eagle Nickel IPO, was finalised in the September quarter.

Kimberley Project

Negotiation over the Native Title agreements for Kimberley applications E80_5012 (Mt Angelo) and E80_5013 (Armanda River) is ongoing with finalisation expected in the next quarter.

Indiana Project

Consent to negotiate under the Aboriginal Land Right Act for ELA31537 was granted by the Northern Territory Department of Primary Industries and Resources with compilation of the application to the CLC underway. ELA 31537 (229 blocks, 721 km²) is targeting sulphide mineralisation within the Riddock and other Amphibolite's and later intrusives within the Irindina Province and cover extensions eastwards under thin cover from the Basil Project resource.

Ongoing GIS compilation of data from the Indiana project area has generated several targets for field inspection. GBX will undertake field inspection and check geochemical sampling of the historic Blackadder and Baldrick prospects as well as newly generated targets.

Exploration licence applications EL31537 and EL31542 will be subject to the standard processes of the Northern Territory Department of Primary Industries and Resources and grant cannot be guaranteed.

Competent Persons Statement

The information in this report that relates to Exploration Results is based on information reviewed by Mr Nick Burn who is an employee of the Company and is a director of the Company. Mr Burn is a member of the Australian Institute of Geoscientists and has sufficient experience of relevance to the styles of mineralisation, the types of deposits under consideration and the activities undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results. Mr Burn consents to the inclusion of the information in the form and context in which it appears.

Tenement Schedule (Disclosure per ASX Listing Rule 5.3.3)

Tenements held at end of the quarter by Kalia Ltd and subsidiary companies.

During the quarter the following tenement changes occurred;

- EL5302 (Mt Denison) expired and was not renewed
- EL5391 (Lake Blanche) was sold to Pure Manganese Pty Ltd
- Exercise of Kalia Option added ELA007 and ELA008 to the schedule

TENEMENT	LOCATION	NAME	INTEREST
EL 5231	South Australia	Stuart Shelf	100%
EL31275	Northern Territory	Indiana	100%
EL31391	Northern Territory	Indiana	100%
ELA31392	Northern Territory	Ngalia	Application
ELA31393	Northern Territory	Ngalia	Application
ELA31537	Northern Territory	Indiana	Application
ELA31542	Northern Territory	Indiana	Application
E80_5012	Western Australia	Mt Angelo	Application
E80_5013	Western Australia	Armanda River	Application
EPLA6589	Namibia	Bitterwasser	Application
EPLA6590	Namibia	Bitterwasser	Application
EPLA6591	Namibia	Bitterwasser	Application
ELA007	Bougainville	Tore East	Application (72.29%)
ELA008	Bougainville	Tore West	Application (72.29%)