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## **ACTIVITIES REPORT MARCH QUARTER 2018**

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GTI Resources Ltd (Company) announced on 19 March 2018 that the Company had entered into a mandate with CPS Capital Group Pty Ltd (CPS) for a proposed capital raising of \$956,675.

The first tranche of the share placement was completed on 27 March 2018 (Tranche 1 Placement) raising \$237,575 with the issue of 13,975,000 ordinary fully paid shares at a subscription price of 1.7 cents per share.

A second tranche of the placement (Tranche 2 Placement) will comprise 42,300,000 shares at 1.7 cents per share for gross proceeds of \$719,100 and is subject to the approval of shareholders at the general meeting of the Company to be held on 31 May 2018.

Subject to shareholder approval, a free attaching option exercisable at 3 cents each on or before 30 December 2021 (Options) will be issued to subscribers to the Tranche 1 and Tranche 2 placements on the basis of one option for every two shares applied for.

Funds raised from the Tranche 1 and 2 placements will be used as working capital for the Company, for repayment of unsecured loans amounting to \$100,000 made by the Executive Chairman of the Company, and to continue ongoing evaluation of current and additional project opportunities. The Tranche 2 placement is also subject to shareholder approval for the issue of 10,000,000 shares at a deemed price of 1.7 cents to the Executive Chairman Murray McDonald. Mr McDonald has agreed to waive all outstanding salary and employment entitlements amounting to \$500,000.

A fee of 6% of the amount raised under Tranche 1 placement and Tranche 2 placement is payable to CPS along with the issue of 7,000,000 options (subject to shareholder approval).

The proposed capital raisings and satisfaction of liabilities represents a recapitalization of the Company in order to continue operating with ongoing exploration activities on the Company's existing tenement portfolio and to investigate additional project opportunities for the Company.

A notice of meeting has been dispatched to shareholders to seek approval for the proposals outlined above.

The Company holds licences within the Eastern Goldfields region of Western Australia, which are prospective for gold and base metals including the MEEKA project located south of Meekatharra and the NIAGARA project located southwest of Kookynie.

The MEEKA project hosts lithologies which are prospective for Volcanic Massive Sulphide (VMS) base metal mineralization. The project surrounds the Austin VMS deposit and includes a number of early stage VMS base metal targets identified by previous workers. A planned ground based moving loop EM survey is being assessed, targeting the strike extent between the Defiance and 4E VMS prospects and magnetic basement extending along strike – 4 kms to the East.



**Murray McDonald**  
**Executive Chairman**

# Tenement Schedule

Tenements held as at 31 March 2018

PROJECT	TENEMENT	HOLDER/APPLICANT	SHARES HELD
MEEKA	E51/1556	GTI Resources Ltd	100%
NIAGARA	E40/342	GTI Resources Ltd	100%

No interests in mining tenements or farm-in or farm-out agreements were acquired or disposed of during the quarter.

## Key to Tenement Schedule

- E - Exploration Licence
- ELA - Exploration Licence Application
- P - Prospecting Licence