



KORAB RESOURCES LIMITED

KORAB HOUSE

www.korab.com.au

30 April 2018

QUARTERLY ACTIVITIES REPORT TO 31 MARCH 2018

Issued Capital

Issued Shares: 303 MLN
Last Price: 4.8 cents
Capitalisation: \$15 MLN

Listing Codes

ASX: KOR
BERLIN: C6S.BE

Directors

Andrej K. Karpinski
Executive Chairman
Director

Rodney H. Skeet
Non-executive Director

Daniel A. Smetana
Non-executive Director

Anthony G. Wills
Non-executive Director

Projects

Winchester
(Rum Jungle, NT)
Magnesium carbonate (MgCO₃)

Geolsec
(Rum Jungle, NT)
Phosphate rock
(P₂O₅)

Batchelor
(Rum Jungle, NT)
Au, Ag, Zn, Pb, Ni, Cu, Co, Sc,
Mn

Mt. Elephant
(Ashburton, WA)
Au, Cu

Karratha
(Pilbara, WA)
Au, Co, Cu

Marble Bar/Nullagine
(Pilbara, WA)
Au, Co, Cu, Li

KEY POINTS

- Completed update of the Winchester magnesite feasibility study
- Progressed work on additional offtakes and sales of magnesium carbonate rock from Winchester project
- Commenced discussions with potential providers of debt funding for Winchester project
- Commenced review of operations with the objective to focus on Winchester project
- Cleared another hurdle to commercialisation of phosphate rock from Geolsec quarry
- Progressed discussions with potential lessee of the Geolsec project
- Confirmed presence of cobalt, scandium and manganese mineralisation at Batchelor
- Completed a capital raising to fund accelerated development of Winchester project

This is a quarterly activities report for the period from 1 January 2018 to 31 March 2018 by Korab Resources Ltd ("Korab", or "Company") (ASX: KOR) and its subsidiaries ("Korab Group").

OPERATIONS – EXPLORATION, EVALUATION, AND DEVELOPMENT Winchester Magnesium Carbonate Project (Northern Territory)

On 7 March 2018, and on 21 March 2018 Korab reported the results of the update of the feasibility study to develop Winchester magnesite deposit as a direct shipping ore (DSO) operation.

Results of the study have shown that the project has attractive economics combined with ability to potentially generate substantial pre-tax earnings estimated at approximately \$613.6 million to \$614.2 million over project life starting with the first year of operations. Estimates of potential earnings before interest, tax, and amortisation but after payments for royalties, overheads etc. are shown in the following table. The estimated earnings are rounded to the nearest significant digit and are provided as ranges.

Table 1 Project estimated EBITDA at US\$105/T magnesium carbonate price and US\$0.80 exchange rate

	YEAR 1 (in \$ '000)	YEAR 2 (in \$ '000)	YEAR 3 (in \$ '000)	YEAR 4 (in \$ '000)	YEARS 5-8 (in \$ '000)	YEARS 9-12 (in \$ '000)	TOTAL (in \$ '000)
From	37,200	37,800	37,500	49,700	201,100	250,300	613,600
To	37,300	37,900	37,600	49,800	201,200	250,400	614,200

Capital costs of the Winchester project were estimated at approximately \$2.4 million to \$2.5 million (including 30% contingency). Components of the capital costs of the project are shown in Table 2.



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Study has shown that main components of capital expenditure are not sensitive to output capacity and that the capacity is primarily the function of demand for the DSO magnesite rock. The capacity of the project would therefore ultimately depend on any off-take and/or long term sale agreements. The study assumed that contractors would be used for majority of project operating tasks thus reducing capital costs by limiting the need for owner operated equipment. Capital cost has been estimated for the development of open pit operations with required access roads, bunding, pads, and other site infrastructure, waste and water management etc.

Several development variants were evaluated initially. In the end, a two-stage, bench-by-bench development was selected as the optimum variant for this feasibility study update. Under this variant, estimated capital costs to be borne prior to commencement of production and sale of magnesium carbonate rock were significantly reduced due to (among others) smaller volume of overburden to be removed prior to commencement of mining, no initial requirement for construction and maintenance of a diversion channel, and a reduced waste and water management requirements. Any additional costs (pit cut-backs, installation of additional equipment, further infrastructure) which are to be borne during subsequent years were included in the estimates of operating cashflows for the relevant periods.

The study was based on a conceptual mine that could operate at various capacity levels: 375,000T/y ROM capacity, 750,000T/y ROM capacity and 1,000,000T/y ROM capacity. These levels were selected on the basis of Korab's discussions with potential buyers of the magnesite rock. Korab is the sole marketing agent for all rock produced by Korab's wholly owned subsidiary AusMag Pty Ltd. AusMag Pty Ltd is the owner and operator of the Winchester Project.

The estimated capital costs are rounded to the nearest significant digit and are provided as ranges.

Table 2 Project estimated capital costs

SUMMARY	FROM	TO
WATER MANAGEMENT	390,000	400,000
SITE INFRASTRUCTURE	580,000	590,000
WASTE PRODUCTS DUMPS	100,000	110,000
QUARRY	810,000	820,000
SUBTOTAL	1,880,000	1,920,000
CONTINGENCY (30%)	564,000	576,000
TOTAL ESTIMATE	2,444,000	2,496,000

This feasibility study was based on the indicated mineral resource only. Current estimated mineral resources at Winchester, including both indicated and inferred categories, are shown in the following table:

Table 3 Mineral resources estimates

At 40% MgO Cut-Off	MgCO Mass '000 Tonnes	MgO grade %
Indicated Resources	12,200	43.1
Inferred Resources	4,400	43.6
Total	16,600	43.2

There has been no change to the Winchester mineral resource estimate since it was last reported in the Annual Report 2017. This information was prepared and first disclosed under the JORC Code



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2004 on 17 July 2007. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported. The author of this report is not aware of any new information or data that materially affects the information included in the report released on 17 July 2007 and, in the case of mineral resources that all the material assumptions and technical parameters underpinning the estimates in the report released on 17 July 2007 continue to apply and have not materially changed. The form and context in which the findings of the report released on 17 July 2007 are presented have not been materially modified.

The key determinant of the success of a magnesium carbonate (magnesite) project is the quality of its magnesium carbonate rock and its proximity to transport infrastructure. Winchester magnesite project has the advantage of being one of the highest grade magnesium carbonate deposits and also being located in close proximity to rail, roads, and a major deep sea port. The deposit is a shallow, flat lying ore body covered by approximately 5m of clay overburden and it can be mined using easy open cut method, essentially as a quarry.

CAUTIONARY STATEMENTS

Above information is an extract from the ASX report released on 21 March 2018 titled "WINCHESTER MAGNESITE DIRECT SHIPPING ORE FEASIBILITY STUDY RESULTS (EARNINGS, NPV, EBITDA, CAPEX, AND OPEX)".

The feasibility study referred to in this report has been undertaken for the purpose of estimating approximate capital and operating costs of the Winchester Magnesium Carbonate Project. It is a preliminary technical and economic study of the potential viability of this Project. It is based on low level technical and economic assessments that are not sufficient to support the estimation of ore reserves. Further evaluation work and appropriate studies are required before the Company will be in a position to estimate any ore reserves or to provide any assurance of an economic development case.

This feasibility study is based on the material assumptions outlined elsewhere in the report released on 21 March 2018, and in prior reports released on 13 January 2015, 10 March 2015, and 7 March 2018. The Company confirms that, all the material assumptions underpinning the production target, or the forecast financial information derived from a production target, in the initial public reports continue to apply and have not materially changed. These include assumptions about the availability of funding. While the Company considers all of the material assumptions to be based on reasonable grounds, there is no certainty that they will prove to be correct or that the range of outcomes indicated by the feasibility study will be achieved.

To achieve the range of outcomes indicated in the feasibility study, funding in the order of \$3.5 million to \$4 million will likely be required (CAPEX and working capital). Investors should note that there is no certainty that the Company will be able to raise that amount of funding when needed. It is also possible that such funding may only be available on terms that may be dilutive to or otherwise affect the value of Korab's existing shares.

It is also possible that the Company could pursue other 'value realisation' strategies such as a joint venture, a partial sale, or a sale of the project. If it does, this could materially reduce Korab's proportionate ownership of the project.

Given the uncertainties involved, investors should not make any investment decisions based solely on the results of the feasibility study.

Full text of the report containing the results of the feasibility study and various cautionary statements is available at the following link:

<https://www.asx.com.au/asx/statistics/displayAnnouncement.do?display=pdf&idsId=01964262>



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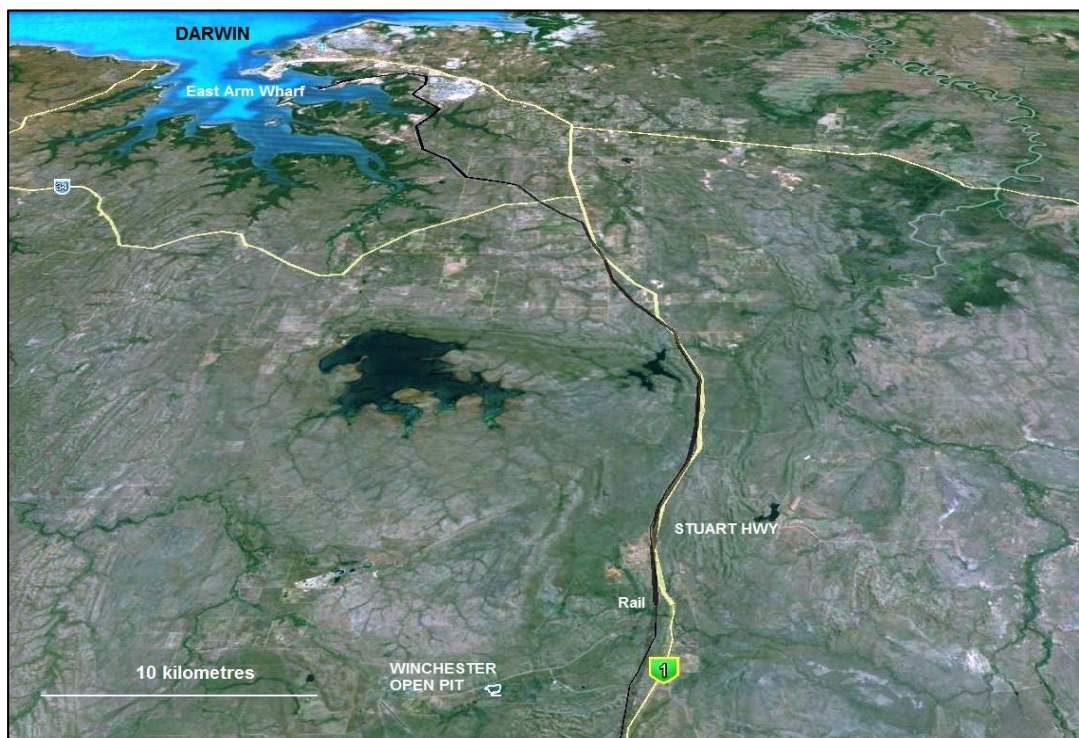


Figure 1 Location of proposed Winchester quarry relative to East Arm Wharf at Darwin Port



Figure 2 Location of Winchester magnesium carbonate project relative to local infrastructure, power, airports, roads and rail



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Figure 3 Test mining of magnesium carbonate rock at Winchester project showing top of mineralisation and thickness of overburden.

On 26 March 2018 Korab advised that it has commenced a review of its operations and projects located in Western Australia, and Ukraine. The aim of this review of operations and projects is a potential divestment of the other projects to allow Korab to concentrate on the Winchester magnesium carbonate deposit and the related mineral assets in the Northern Territory. The options being considered include joint ventures, and/or partial, or outright sales.

Following the end of the quarter, on 17 April 2018, Korab reported that it has decided to add to this operations review the Geolsec Phosphate Project located in the Northern Territory with the aim of leasing the Geolsec phosphate quarry to another operator while retaining the ownership of the project and the mining lease within which it is located. More information about the status of the Geolsec Phosphate Project is disclosed further in this report.

As regards the operations and projects located in Western Australia, and Ukraine, Korab further reported that it has entered into discussions with multiple interested parties regarding a sale of the Bobrikovo gold/silver mine, a sale of the Pilbara conglomerate assets, and a sale/joint-venture of the Mt. Elephant project. These divestments (should they occur) will allow Korab to focus its time, personnel, and other resources on the remaining assets of the Company, specifically the Winchester magnesium carbonate quarry. No decision regarding the divestment of any of the assets has been made as yet. Market will be advised if, and when a decision in this regard has been made, and when an agreement with interested parties has been reached.

The Company also reported that it is in the process of reviewing potential additions to its technical staff to assist in the development and the operations of the Winchester magnesium carbonate deposit.

Korab and its advisors continued to work with potential Chinese funders regarding the funding transaction proposed in March 2016. The funding was to be provided by way of an equity injection into the (currently) wholly owned Korab's subsidiary AusMag Pty Ltd. However, given the improved



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economics of the Winchester project Korab has been able to expand the choice of its potential partners and/or funders. Whilst the discussions with the potential Chinese funders are still continuing, the Company has deferred any decisions in this regard to enable evaluation and consideration of other proposals of funding involving equity, capital risings, or debt, received from other parties.

During and following the end of the quarter Korab has been continuing the negotiations with two separate potential providers of debt funding for the development and working capital of the Winchester magnesium carbonate quarry. These parties are separate from the potential Chinese funders. Debt funding, as opposed to a sale of partial equity in the project, or a capital rising, would allow Korab to retain the full ownership of the Winchester project, and would also help avoid significant dilution of issued capital. Currently, these discussions are incomplete and confidential and there can be no certainty that any agreement or agreements can be reached or that any transaction will eventuate. No commercial terms have been agreed between the parties. Accordingly, no investment decision should be made on the basis of this information. Korab will advise the market if and when an agreement or agreements have been reached.

Korab Group has also continued further discussion with three separate potential offtake partners for the magnesium carbonate rock from Winchester magnesium carbonate quarry ("New Partners"). To assist in this process, on 6 March 2018 Korab has terminated Heads of Agreement for the supply of 300,000 tonnes per year of magnesium carbonate rock for 5 years (the HoA) originally reported to the market on 4 November 2015. The HoA was terminated without penalties by Korab giving notice in writing to the counterparty as envisaged by the terms of the HoA. Termination of the pre-existing offtake, allows Korab greater flexibility in setting volumes and prices during the negotiations with the New Partners. The pre-existing offtake was also tying-up substantial portion of Winchester output at a price significantly below current market prices. Currently, the discussions with New Partners are incomplete and confidential and there can be no certainty that any agreement or agreements can be reached or that any transaction will eventuate. No commercial terms have been agreed between the parties. Accordingly, no investment decision should be made on the basis of this information. Korab will advise the market if and when an agreement or agreements have been reached.

ABOUT MAGNESIUM CARBONATE MARKET

Market for magnesium carbonate has been growing at a strong historical trend rate over several decades with the trend pointing to yet higher consumption over coming years. The main uses for magnesite are in production of various types of magnesium oxides. Magnesium carbonate is also used to produce magnesium metal which is the lightest of all metals, being about two-thirds lighter than aluminium but stronger than steel. Magnesium is non-toxic, non-magnetic, has high-impact strength, and is resistant to denting.

The main sectors where magnesium oxide is used include: refractory bricks which are used to line steel and iron furnaces; production of flame retardants; production of fire resistant and moisture resistant building materials like mag-wall, MgO board and mag-cement; production of magnesium alloys used extensively in cars, airplanes, tanks, APC-s and other defence equipment; hydrometallurgy (primarily for nickel and cobalt production); water purification and soil treatment and feedstock. Experts expect that the market for magnesium carbonate will continue to expand due to the growth in all these sectors.

However the potential game changer is the recent development of magnesium-ion batteries which have 8 to 12 times greater capacity than lithium-ion batteries and can be charged in as little as 36 minutes. Magnesium-ion battery's charge/discharge efficiency is 5 times higher than a lithium-ion battery. Another advantage of magnesium-ion batteries is their ability to perform at temperatures as low as -30°C and as high as +55°C whereas lithium-ion batteries cease to function at around -15°C.



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Additional benefit of magnesium-ion batteries is that they do not use graphite and consequently are not dependant on supply of this relatively expensive material.

During the quarter, Korab's Executive Chairman Mr. Andrej Karpinski spoke at the *"Lithium and Battery Metals Conference 2018"* which was held at Crown Resort in Perth on 21-22 March 2018.

Mr. Karpinski's presentation addressed several themes including:

1. New generation magnesium-ion batteries (which are superior to lithium-ion batteries in terms of performance, storage capacity, power density, and durability); and
2. Development of the Winchester magnesium project.

The primary focus was on various types of magnesium-ion batteries. Full presentation is available at the following link:

Conference Presentation:

<https://www.asx.com.au/asx/statistics/displayAnnouncement.do?display=pdf&id=01964742>

Following the end of the quarter, Korab's Executive Chairman Mr. Andrej Karpinski has been invited to speak at the 12th annual *"Mining the Territory Conference"* – part of the *"2018 NT Resources Week"* which will run from the 5th – 6th September 2018 at the Darwin Convention Centre. *"Mining the Territory Conference"* is a premier industry event attracting over 1,000 people from around the world and is proudly supported by the Northern Territory Government.

Mr. Karpinski's presentation will discuss the development progress and plans for Korab's Winchester magnesium carbonate project and for other Korab's mineral assets located near Darwin in the Northern Territory.

Batchelor/Green Alligator Polymetallic Project (Northern Territory)

On 4 January 2018, Korab reported that the assay results for 2nd batch of 216 single meter samples from recent RC drilling at Batchelor project located near Darwin in the NT confirmed high grade cobalt, as well as silver, scandium, manganese and lead. Assay results also confirmed presence of gold, copper, nickel, platinum, and palladium as accessory metals.

Drilled grades from these holes (similarly to 1st batch of assays reported on 19 December 2017) confirmed historical cobalt grades reported on 10 February 2017 (*"Cobalt at Korab's Batchelor project & drilling program"*) with grades up to 1200 ppm Co (0.15%). Several intervals also assayed up to 0.3g/t Au, and 0.3% Cu.

Hole Id	From	To	Sample	Au1	Pt	Pd	Co	Cu	Ni
KORC17-016	81	82	1026309		10	5	-5	200	194
KORC17-016	82	83	1026310		5	-5	-5	240	178
KORC17-016	83	84	1026311		-1	5	-5	45	106

Hole Id	From	To	Sample	Au1	Pt	Pd	Co	Cu	Ni
KORC17-023	58	59	1026170		146	-5	-5	200	950
KORC17-023	59	60	1026171		297	5	-5	905	2840
KORC17-023	60	61	1026172		169	-5	-5	435	1750
KORC17-023	61	62	1026173		46	5	-5	205	688
KORC17-023	62	63	1026174		59	-5	5	300	660
KORC17-023	63	64	1026175		82	5	-5	400	864
KORC17-023	64	65	1026176		75	5	-5	510	918
KORC17-023	65	66	1026177		47	-5	-5	345	500
KORC17-023	66	67	1026178		81	5	-5	505	794
KORC17-023	67	68	1026179		35	5	-5	245	304

Scandium was reported up to 47 ppm Sc in drillhole KORC17-023. Similarly to previously reported batch of assays, scandium intercepts coincided with titanium (up to 1.4% Ti in drillhole KORC17-023). Multiple holes reported cobalt, copper, scandium, gold, and manganese mineralisation. In most



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drillholes cobalt intercepts coincide primarily with gold, copper, platinum and palladium. However, in drillholes KORC17-023 cobalt coincided with gold, copper, manganese and nickel.

Hole Id	From	To	Sample	Au1	Co	Sc	Cu	Mn	Ni	Ti
KORC17-023	30	31	1026154		-1	65	41	18	644	54
	31	32	1026155		1	60	40	16	604	54
	32	33	1026156		-1	65	41	28	716	64
	33	34	1026157		-1	145	47	88	3110	84
	34	35	1026158		-1	115	42	66	2180	70
	35	36	1026159		-1	80	40	38	910	54
	48	49	1026160		-1	70	34	66	444	80
	49	50	1026161		1	75	36	76	440	68
	50	51	1026162		1	115	44	192	448	128
	51	52	1026163		1	90	35	160	512	72
	52	53	1026164		-1	90	38	144	450	78
	53	54	1026165		2	145	42	140	594	90
	54	55	1026166		2	100	43	310	650	92
	55	56	1026167		8	95	39	408	486	98
	56	57	1026168		14	75	38	456	344	80
	57	58	1026169		6	75	35	298	366	66
	58	59	1026170		146	200	34	950	2330	110
	59	60	1026171		297	905	27	1750	14700	286
	60	61	1026172		169	435	31	1750	6190	228

Manganese above 1% Mn was reported in 4 drillholes, KORC17-0115, KORC17-016, and KORC17-018, and KORC17-023, ranging as high as 5.25% Mn in drillhole KORC17-018, 4.84% Mn in drillhole KORC17-016, and 4.46% Mn in drillhole KORC17-015.

Hole Id	From	To	Sample	Au1	Co	Sc	Cu	Mn	Ni	Ti
KORC17-018	34	35	1026224		31	110	11	248	10900	164
	35	36	1026225	5		95	7	192	10300	120
	38	39	1026226		4	170	8	192	33000	170
	39	40	1026227		4	195	7	226	52500	192
	40	41	1026228		5	195	10	228	47000	192
	41	42	1026229		9	105	12	182	20700	146

Hole Id	From	To	Sample	Au1	Co	Sc	Cu	Mn	Ni	Ti
KORC17-016	48	49	1026289		11	260	13	246	21200	220
	49	50	1026290		5	115	17	118	6620	182
	50	51	1026291		7	775	17	310	48400	362
	51	52	1026292		9	415	17	242	34600	218
	52	53	1026293		8	165	16	126	10900	154
	53	54	1026294		3	15	16	92	498	58
	54	55	1026295		3	90	11	214	4620	132
	55	56	1026296		9	165	14	372	13500	162
	56	57	1026297		4	185	19	352	13000	208
	58	59	1026298		13	220	24	466	12700	338
	59	60	1026299		8	165	20	256	11900	196

Hole Id	From	To	Sample	Au1	Co	Sc	Cu	Mn	Ni	Ti
KORC17-015	49	50	1026323		7	450	13	234	44800	152
	50	51	1026324		1	190	11	228	14600	126
	51	52	1026325		4	200	9	186	17600	128
	52	53	1026326		1	245	11	230	21800	144
	53	54	1026327		4	280	8	200	29000	174
	54	55	1026328		4	145	12	154	11000	148

Detailed single meter split sample assay results in numerical and graphical formats were also provided. Graphical representation of reported assays shows grades along drillhole and lists elements of interest side by side over the assayed intervals for each drillhole. This allows for easier visualisation of mineralised intervals and their relationships. Full report is available at the following links:

Report of assay results:

<https://www.asx.com.au/asx/statistics/displayAnnouncement.do?display=pdf&idsId=01939168>

JORC tables for the above report:

<https://www.asx.com.au/asx/statistics/displayAnnouncement.do?display=pdf&idsId=01939174>

Geolsec Rock Phosphate Project (Northern Territory)

During the quarter Korab received positive results from grindability tests using phosphate rock from Geolsec Project following a long term test-work program completed to date by a major chemical fertiliser producer (CFP). Following on the positive results of multiple tests run by this CFP on the rock already supplied (including most recently - the reactivity tests), Korab has commenced discussions regarding a commercial agreement to supply phosphate rock for processing into fertilisers. Korab has been engaged with this CFP since early 2017 (as disclosed in Korab's Quarterly

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KORAB RESOURCES LIMITED

KORAB HOUSE

www.korab.com.au

Issued Capital

Issued Shares: 303 MLN
Last Price: 4.8 cents
Capitalisation: \$15 MLN

Listing Codes

ASX: KOR
BERLIN: C6S.BE

Directors

Andrej K. Karpinski
Executive Chairman
Director

Rodney H. Skeet
Non-executive Director

Daniel A. Smetana
Non-executive Director

Anthony G. Wills
Non-executive Director

Projects

**Winchester
(Rum Jungle, NT)**
Magnesium carbonate (MgCO₃)

**Geolsec
(Rum Jungle, NT)**
Phosphate rock
(P2O₅)

**Batchelor
(Rum Jungle, NT)**
Au, Ag, Zn, Pb, Ni, Cu, Co, Sc,
Mn

**Mt. Elephant
(Ashburton, WA)**
Au, Cu

**Karratha
(Pilbara, WA)**
Au, Co, Cu

**Marble Bar/Nullagine
(Pilbara, WA)**
Au, Co, Cu, Li

reports). This included supplying multiple samples for a series of tests and evaluations and conducting multiple meetings to discuss the operational aspects of the project including quarrying, shipping, logistics, costing, etc. Geolsec is located on a granted mining lease with direct access to Darwin port via sealed roads. Local infrastructure includes power, gas pipeline, motel accommodation, rail, and airport.

During the quarter Korab has also progressed discussions with a third party (not related to CFP) who is seeking to lease the Geolsec project to quarry the phosphate rock for export. These discussions are at an advanced stage.

Following the end of the quarter, on 5 April 2018, Korab reported that it has terminated Heads of Agreement with another party for the supply of 250,000 tonnes of phosphate rock (50,000 tonnes per year for 5 years) originally reported to the market on 12 November 2015 (the HoA). The HoA was terminated without penalties by Korab giving notice in writing to the counterparty as envisaged by the terms of the HoA.

Bobrikovo Gold and Silver Project (Ukraine)

During and following the end of the quarter, notwithstanding the uncertain situation in the Donbas region, Korab Group continued engagement with various stakeholders, contractors, advisers, and potential partners/investors with the view to re-commencing operations at this project. As disclosed elsewhere in this report, following the release of the results of the Winchester feasibility study, Korab is in discussions with interested parties regarding potential sale of the Bobrikovo project. Currently, these discussions are incomplete and confidential and there can be no certainty that any agreement or agreements can be reached or that any transaction will eventuate. No commercial terms have been agreed between the parties. Accordingly, no investment decision should be made on the basis of this information. Korab will advise the market if and when an agreement or agreements have been reached.

Ashburton Downs/Mt. Elephant Project (Western Australia)

During and following the end of the quarter, Korab continued exploration of the Mt. Elephant project focusing primarily on its gold and base metals potential. As disclosed elsewhere in this report, following the release of the results of the Winchester feasibility study, Korab is currently reviewing this project with the objective of either selling the project, or forming a joint venture with another explorer to further explore this project.

OPERATIONS – CORPORATE

On 19 March 2018, Korab reported a placement of 2.5 million ordinary shares at a price of 2.9 cents each with funds raised by way of this placement earmarked for working capital and to reduce debt.

Following the end of the quarter, on 16 April 2018, Korab reported a placement of 4 million shares at 5 cents each with funds raised by way of this placement earmarked primarily to fast track the key milestones in the development of the Winchester magnesium carbonate deposit (preparation of the final mine management plan, arranging of the debt funding for the project, and securing the offtakes for the DSO output from the future Winchester magnesium carbonate quarry). The remaining funds will be used for general operating expenses, and to reduce Korab's liabilities.

INVESTOR CONTACT:

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Magnesium carbonate (MgCO₃)

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(Rum Jungle, NT)
Phosphate rock
(P₂O₅)

Batchelor
(Rum Jungle, NT)
Au, Ag, Zn, Pb, Ni, Cu, Co, Sc,
Mn

Mt. Elephant
(Ashburton, WA)
Au, Cu

Karratha
(Pilbara, WA)
Au, Co, Cu

Marble Bar/Nullagine
(Pilbara, WA)
Au, Co, Cu, Li

ABOUT KORAB RESOURCES

Korab Resources Ltd is an international mining and exploration company with operations in Australia and Europe. Korab's projects include Winchester magnesium carbonate deposit and Geolsec phosphate rock deposit at Batchelor in the Northern Territory of Australia as well as a gold and silver deposit at Bobrikovo in eastern Ukraine. The Company also explores for gold and copper at Ashburton Downs/Mt. Elephant in Western Australia, and for gold, copper, lithium, tin, and tantalum at Karratha, and Marble Bar/Nullagine in Western Australia. Korab also explores for gold, cobalt, silver, lead, zinc, copper, nickel, lithium, and tin at Batchelor and Green Alligator in the Northern Territory. More information about Korab's projects can be sourced from Korab's website at www.korab.com.au. Korab's shares are traded on Australian Securities Exchange (ASX) and on the Berlin Stock Exchange (Berliner Börse) through Equiduct electronic trading platform.

DISCLAIMER AND CAUTIONARY STATEMENT

Forward-looking statements are statements that are not historical facts. Words such as "expect(s)", "expected", "feel(s)", "believe(s)", "will", "may", "anticipate(s)", "should", "envisage(s)" and similar expressions are intended to identify such forward-looking information. This information includes, but is not limited to statements regarding future exploration results, resources, or reserves, and production. Anyone reading this report is cautioned not to place undue reliance on these forward-looking statements. All of such statements are subject to risks and uncertainties (many of which are difficult to predict and which generally are beyond the control of the Company) that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include, but are not limited to: those relating to the interpretation of exploration results (including drill results), the geology, grade and continuity of mineral deposits and conclusions of economic evaluations; risks relating to possible variations in reserves, grade, mining dilution, ore loss, and recovery rates; risks relating to changes in project financial and technical parameters; risks relating to the potential for delays in exploration programs, project evaluation/review, completion of feasibility studies and project development; risks related to commodity prices and foreign exchange rate fluctuations; risks related to failure to secure adequate financing on a timely basis and on acceptable terms; risks related to delays in obtaining governmental, or other permits and approvals; risks related to security of tenure; and other risks and uncertainties related to the Company's prospects, properties and business strategy. Any forward-looking information contained in this report is provided as of the date of this report. Except as required under applicable listing rules and securities laws, the Company does not intend, and does not assume any obligation, to update this forward-looking information. Pilbara East and Pilbara West projects are considered to be of early stage, grass roots exploration status.



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Au, Ag, Zn, Pb, Ni, Cu, Co, Sc,
Mn

Mt. Elephant
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Au, Cu

Karratha
(Pilbara, WA)

Au, Co, Cu

Marble Bar/Nullagine
(Pilbara, WA)

Au, Co, Cu, Li

APPENDIX A

INTERESTS IN MINING TENEMENTS AS OF 31 MARCH 2018

Project/Tenements	Location	Held at end of quarter	Acquired during quarter	Disposed during quarter
Batchelor/Green Alligator Project EL29550 MLN512 MLN513 MLN514 MLN515 MLN542 MLN543 EL31341	Northern Territory, Australia	100% 100% 100% 100% 100% 100% 100% 100%		
Winchester Project ML30587	Northern Territory	100%		
Geolsec Project ML27362	Northern Territory	100%		
Pilbara Projects E47/3902 E47/3903 E45/5047 E46/1212 E46/1211 E47/3866 E47/3863 E47/3864 E47/3865	Western Australia	100% 100% 100% 100% 100% 100% 100% 0% 100%		100%
Bobrikovo Project ¹ BKB169 4420381100646545 1589	Ukraine Donbas	 100% 100% 100%		
Ashburton Downs Project: E08/2115 E08/2307 E52/2724 E08/2756 E08/2757	Western Australia, Australia	 100% 100% 100% 100%		
Farm-in agreements/Tenements	Location	Held at end of quarter	Acquired during quarter	Disposed during quarter
none				
Farm-out agreements/Tenements	Location	Held at end of quarter	Acquired during quarter	Disposed during quarter
none				

¹ Bobrikovo Project is located in eastern part of Ukraine in the Donbas region. This project has been written-off in full in the 2014 Annual Report at the consolidation level. Given the ongoing situation in the Donbas region there is a lack of clarity regarding permitting and licencing situation.



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