

ASX RELEASE

14 May 2018

Engagement of Head of Exploration– Bryce Healy

Forte Consolidated Limited (“Forte” or “the Company”) (ASX: FRC) is pleased to announce the engagement of Dr Bryce Healy as Head of Exploration.

Dr Healy holds a BSc. 1 Class (hons) in Geology and a PhD in Geology from the University of Newcastle. He has over 19 years’ experience in mineral exploration and project evaluation in Australia and Asia including over 13 years consulting experience as a principal consultant with SRK Consulting (Australasia) Pty Ltd. He is a member of the Australian Institute of Geoscientists (AIG).

Dr Healy is a highly experienced mining professional with expertise in structural geology, exploration targeting, project generation and project management in greenfield and brownfield environments. Dr Healy also brings commercial leadership skills to the Company, with experience in managing investment strategy, multidisciplinary studies and the evaluation of mineral projects and asset valuations under VALMIN. Dr Healy’s experience and knowledge compliment the Company’s newly formed project management team.

Dr Healy’s recent experience in North Queensland and on the Mt Lucky project in Western Australia provide him with a sound knowledge of Forte’s project portfolio. Dr Healy will be responsible for coordination and delivery of the current exploration programs and project generation throughout Australia.

Forte’s Executive Chairman, John Terpu, said the Company was delighted to have engaged someone of Dr Healy’s calibre and experience who brings the right mix of experience and energy to drive the Company’s growth aspirations.”

Detailed information on all aspects of the Company’s projects can be found on the Company’s website www.forteconsolidated.com.au.

Further to the above, and the recent announcement regarding the appointment Mr Mark Petricevic as the Company Secretary on 30 April 2018, Dr Healy and Mr Petricevic (or their nominees) will each receive up to 3,000,000 unlisted options to subscribe for shares in the Company on a 1 for 1 basis over the next two years, subject to share price performance conditions being met. A summary of the key terms of the options is attached to this announcement.

- ENDS -

For further information please contact:

John Terpu
Executive Chairman
Ph: +61 8 9240 4111

Schedule 1 Terms and Conditions of Options

Item	Description	Terms	Exploration Consultant	CFO/Company Secretary															
	Unlisted Options	Maximum number of unlisted Options to be issued subject to vesting conditions.	3,000,000	3,000,000															
a	Entitlement	Each Option will carry the right to subscribe for one fully paid ordinary share in the capital of the Company.	✓	✓															
b	Exercise Price	The issue price of Shares the subject of the Options of \$0.02 per Share will be payable in full on exercise of the Options.	✓	✓															
c	Expiry Date	The Options will lapse on the latter of 5.00pm, WST on 31 December 2019 and 1 calendar year after they are issued.	✓	✓															
d	Exercise Period	The Options shall be exercisable at any time before the Expiry Date subject to the satisfaction of the Vesting Conditions.	✓	✓															
e	Vesting Conditions	Options, which shall vest in 6 month intervals from the Commencement Date, subject to the applicable share price performance milestones being satisfied on the relevant Vesting Dates, as outlined in the table below:	✓	✓															
		<table><tr><th>Vesting Date (calendar months after Commencement Date)</th><th>Performance Milestone (Company's five-day VWAP)</th><th>Number of options</th></tr><tr><td>6 months</td><td>\$0.08</td><td>750,000</td></tr><tr><td>12 months</td><td>\$0.10</td><td>750,000</td></tr><tr><td>18 months</td><td>\$0.15</td><td>750,000</td></tr><tr><td>24 months</td><td>\$0.20</td><td>750,000</td></tr></table>	Vesting Date (calendar months after Commencement Date)	Performance Milestone (Company's five-day VWAP)	Number of options	6 months	\$0.08	750,000	12 months	\$0.10	750,000	18 months	\$0.15	750,000	24 months	\$0.20	750,000		
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Should the Employee terminate engagement or employment at any time prior to 31 August 2019 the Employee shall lose any entitlement to receive Options on future Vesting Dates which fall after the date of cessation. However this shall not affect or repudiate any Options that have vested to the individual prior to the date of cessation.		✓																	
Should the Consultant terminate this agreement the Consultant shall lose any entitlement to receive Options on future Vesting Dates which fall after the date of termination. However this shall not affect or repudiate any Options that have vested to the Consultant (or its nominee) prior to the date of termination	✓																		
		The Options incentive does not prejudice or restrict the individual's entitlement to participate in any Employee Share Option Plan as may be introduced by the Company from time to time.		✓															