

27 July 2018

## **ASX RELEASE**

### **QUARTERLY ACTIVITIES REPORT JUNE 2018**

TAO Commodities Limited (“TAO” or “the company”) (ASX:TAO) is pleased to release the Quarterly Activities Report for June 2018.

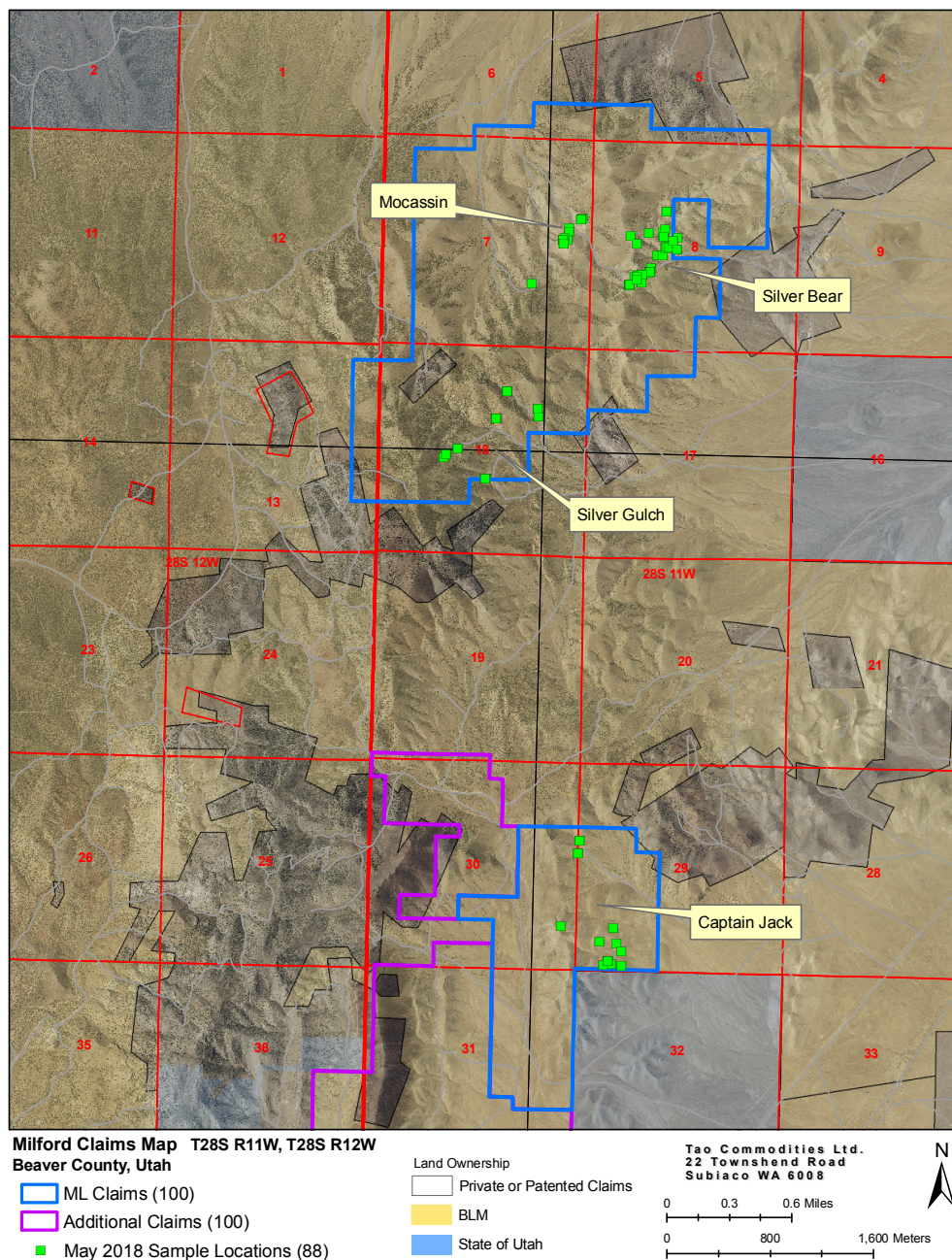
#### **Highlights**

- **Phase 1 exploration program commenced during the quarter targeting existing high grade Zinc, Lead, Silver and Copper mineralisation.**
- **Phase 1 exploration included mapping, sampling and geophysics of new and historical high grade mineralisation targets across all three of the company’s prospects within the broader Milford Project**
- **Harrison Land Services LLC was also engaged during the quarter to undertake the Phase 2 exploration which will include a maiden 1000m drilling program targeted for commencement early Q3 2018**
- **Shortly after the quarter the Company also announced an expansion of its landholding with the staking of an additional 100 claims within the highly prospective Beaver County mining region**
- **The newly staked mining claims lie south west of the Company’s Captain Jack prospect and adjoins Alderan Resources Limited (ASX: AL8)**
- **The Company ended the quarter in a solid financial position with strong shareholder support**

#### **Phase 1 Exploration**

The Company engaged Harrison Land Services LLC (“Harrison”) to undertake the phase 1 exploration program during the quarter. Harrison is a specialist geologist firm based in Moab UTAH with a fundamental understanding of the Milford Project, having previously worked on the tenements for ASX listed Firestrike Resources (ASX: FIE) during 2012 and 2013. The Company believes that having a local geological team with strong background knowledge of the project will greatly assist in being able to unlock maximum value for shareholders.

During the quarter, 88 samples were collected across all three of the company's prospects within the greater Milford Project.



**Figure 1 – Location of the 88 samples collected during the quarter**

## Phase 2 Exploration

The Company also engaged Harrison Land Services for its phase 2 exploration program which will include a maiden 1000m drill program expected to start early Q3 2018.

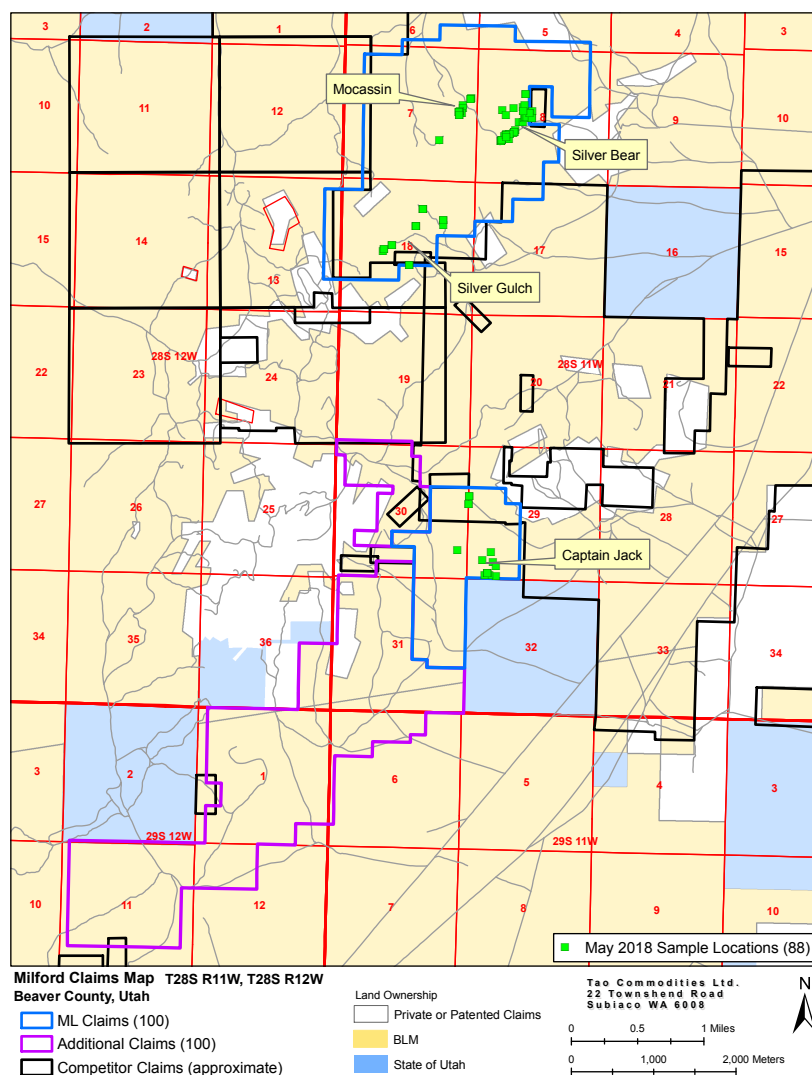
## Additional Mining Claims

Shortly after the quarter, the Company announced the staking of an additional 100 mining claims. The new mining claims are located south west to the Company's existing Captain Jack prospect, where recent samples were collected, and the new claims also border tenure held by Alderan Resources Limited (ASX:AL8).

The Company's additional claims cover numerous historical workings and same-scale mines, hosted within sedimentary and tertiary-aged intrusives. The Company will begin a sampling program on the additional ground, along with follow-up mapping and trenching as part of the phase 1 exploration program during the next quarter.

## Tenure Map

Location of existing claims held by TAO, new claims staked and competitor claims held by Alderan Resources Limited (ASX: AL8).



**Figure 2 – Milford Project with the newly staked claims**

### **Milford Project - High Grade Zinc, Lead and Gold**

Located near the town of Milford, Utah, the company has secured 200 claims prospective for replacement or manto/pipe-style base and precious metals. The project area has numerous old workings, which were exploited for precious and base metals in the 1800s. Very little systematic modern day exploration has been completed, with little if any drilling data known to exist despite the evidence of extensive historical mining activity. The Project is considered prospective for epithermal and replacement style precious and base metal mineralisation along structural corridors in reactive host rocks. Of primary interest are three areas prospective for replacement or manto/pipe-style base and precious metals.

### **Tenement Schedule (Disclosure per ASX Listing Rule 5.3.3)**

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

TENEMENT	LOCATION	INTEREST
ML-001 to ML-200	Utah USA	100%
Total Number of Claims	200	

**END**

**For further information, please contact**

Patrick Glovac  
**Managing Director**  
 TAO Commodities Limited  
[info@taocommodities.com.au](mailto:info@taocommodities.com.au)