

Third Quarter Report 2018

For the Three Months Ending 30 September 2018

Symbol Mining on track for commercialisation of Macy project:

- Mining at Macy Project progressing in line with expectations \approx 455kt mined for the quarter
- Major processing equipment constructed and commissioned
- Execution of Logistics Contract for pit to port
- Encouraging results from geophysical test work
- Positive initial results from metallurgical trials

Symbol Mining Limited (ASX:SL1), ("Symbol" or "the Company") provides the following summary of Company activities for the 2018 September quarter.

Symbol continued to make positive progress and achieved major milestones during the third quarter. The Company is on track to deliver its first shipment of high-grade zinc direct shipping ore ("DSO") in the December quarter.

Several initiatives were completed increasing the Company's understanding of the potential at the Imperial Joint Venture (IJV; Imperial JV) and within the Benue Trough. The Company anticipates restarting its exploration program in the fourth quarter, which is in line with Symbol's strategy for creating shareholder value: "Extract, Explore and Expand".

MACY PRODUCTION

The Macy Project performance continued in the quarter with mine pre-development aligned with Company expectations. A total of 455,166 tonnes was mined in the Macy pit and was accomplished during the annual wet season between May and October. Mining was focussed on pre-stripping waste and is now largely completed.

Ore movement was 3,983 tonnes of transitional galena material, designated for commissioning of the processing equipment. As anticipated, historical artisanal workings have diluted the ore zones in the upper near surface levels but as the pit deepens towards known drill intersections and exposing the top of the main zinc ore body, geological confidence will markedly increase.

The performance for the quarter confirms the capabilities and ongoing support from PW Nigeria and the IJV team. Some mechanical availability issues were encountered with the haulage fleet, however due to the excess capacity of the equipment mobilised, quarterly targets were still able to be achieved. During the quarter, PW Nigeria began mobilising a replacement haulage fleet of low hour Volvo A40E units which became available from a completed construction project. This was done to increase fleet availability and allow the ability to utilise steeper pit ramps, reducing stripping ratios overall.

Macy mine designs were also modified following completion of an independent geotechnical review by Peter Bryan and Associates, optimizing Macy Pit stripping ratios and increasing overall recovered ore volume.

PROCESSING

During the quarter, the primary and secondary crushing units were commissioned and preparation for the remaining processing equipment was completed. Subsequent to the end of the quarter, the crusher, screen and optical sorting processing plant was commissioned with a total of 1,335 tonnes of low-grade material crushed and processed, which resulted in the production of 80 tonnes of lead product, demonstrating the expected recoveries from the process plant.

The Company is pleased with the performance and results from processing the low-grade galena ROM material. The processing plant commissioning confirms the ability to process ore at a rate above 45 tonnes per hour providing the Company with the necessary infrastructure for potential production throughput capacity of 10,800 tonnes per month, to meet the production targets and forecast monthly shipping schedule.

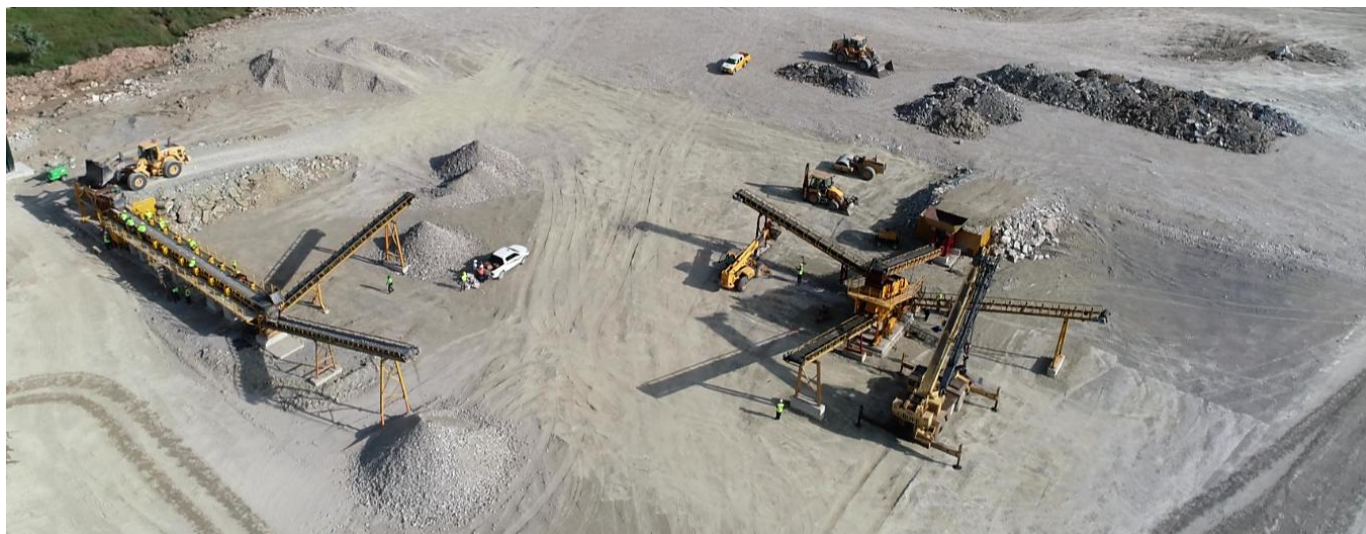


Image 1: Commissioned Processing Plant

135kg of HQ diamond drill core was sent to Independent Metallurgical Operations Pty Ltd (IMO) facilities in Perth, Western Australia to conduct initial process development metallurgical test work and assess gravity amenability of lead/zinc ore from the Imperial JV.

Coarse jigging test work was performed on a hand-sort concentrate, which was crushed to <10mm and screened at 1mm. The coarse fraction was subjected to coarse jigging, which returned a concentrate grading 53.35% Zn and 3.49% Pb. Stage recovery of coarse jigging was 77.7%.

Product	Mass (kg)	Mass (%)	Grade (%)			Distribution (%)		
			Zn (%)	Pb (%)	Si (%)	Zn (%)	Pb (%)	Si (%)
Concentrate	2.3	11.7%	53.35	3.49	5.81	77.7%	92.6%	1.8%
Middling	4.0	20.2%	6.57	0.03	38.44	16.5%	1.4%	21.0%
Tails	13.5	68.1%	0.68	0.04	41.98	5.8%	6.0%	77.2%
Head	19.9	100.0%	8.05	0.44	37.02	100.0%	100.0%	100.0%

The results concluded that Macy Project ore is highly amenable to gravity separation by coarse jigging with high recovery and saleable zinc grade achieved at relatively coarse feed size. IMO believes further improvements in grade and recovery could potentially be obtained at finer feed size due to improved mineral liberation, which will be tested over the coming quarter.

Following the encouraging metallurgical results, the Company is currently reviewing options to source additional processing equipment to recover additional saleable product from the Macy operations, and improve the overall economics of the project.

MINE INFRASTRUCTURE

All mine infrastructure has been completed including medical facilities, accommodation units for 65 people, mobile equipment workshop, fuel and oil storage facilities, kitchen and mess facilities and security infrastructure facilities for the increased activities associated with the drilling programs and mining. The Company also completed construction of the explosive magazine, onsite laboratory and weighbridge in preparation for first shipment in the

fourth quarter. Subsequent to the quarter, the final explosive magazine license was granted by the Mines Inspectorate in Bauchi.

The Company is also currently upgrading the Imperial JV access road and completing construction of the Bailey bridge which will provide all weather access to the operations, exploration activities and campsite. The bridge will have a significant positive impact to the community, allowing year-round access to medical facilities.



Image 2: Completed weigh bridge to used be for weighing loaded trucks carrying product stowed in sea containers for transport to shipping terminal in Lagos

SOCIAL PERFORMANCE

There were no reportable Lost Time Injuries (LTI) during the third quarter. The Macy Project remains LTI free, project to date. There was a significant increase in personnel onsite as mining activities increased and construction of processing equipment commenced. During the month there was 125 personnel directly employed at the project through IJV personnel and contractors.

Several health initiatives were completed during the quarter, to raise overall health awareness of both IJV and contractor employees.

A small number of nomadic families were relocated outside the Macy exclusion zone during the quarter for safety concerns related to mining activities. Compensation payments were positively supported by the families and made under the supervision of the Mines Compliance Officer and Government Valuator.

The Company has created a strong relationship with the local community and continues to meet regularly and engage with the community leaders to update them on project progress and understand any concerns which the Company maybe able to assist with, which included the upgrade of several roads.

MARKETING AND LOGISTICS

While global zinc prices subsided during the period, there has been a recovery with prices recently increasing to US\$2,650 per tonne. However, global shortage of high-quality zinc concentrates has diminished, and treatment charges have trended upwards to improve smelter profitability. With the anticipated characteristics of the Symbol DSO ore, the Company remains confident it will be able to achieve and maintain, a fully sold position for the foreseeable future.

On 16 July 2018, the Company announced the execution of the Offtake and Marketing Agreement with Noble Resources International Pte Ltd (Noble) for its shipping and sales program to commence from Q4 2018. The Offtake and Marketing Agreement also secured the final funding requirements for the development of the Macy Project with a short term US\$3 million loan facility.

On 16 August 2018, the Company finalised agreements with specialist logistics group GMT Nigeria Limited (GMT), and all major operational contracts are now in place for the first shipment of high-grade zinc and lead product from the Macy Project. The Logistics Contract is an important milestone for the Macy project, having a major impact on project economics. This contract is for a pit to port logistics solution and the agreement includes:

- Rolling 3-month fixed costs for shipping lines and inland logistics
- Pit to port solution with integrated tracking of each container
- Ability to utilise existing logistic channels through the Lagos port with options for barging to prevent potential delays by road or strikes
- Shipment schedule up to 180 x 20ft containers per month
- Haulage over 1,200km with dedicated on road truck fleet

Preparations continued during the quarter for the processing and export clearance of shipments through the Lagos port, the largest by volume in West Africa. Further work was also completed by GMT to utilise other closer port facilities such as the Lekki Free trade Zone or Port Hardcourt, which would greatly reduce costs and transport times due to being outside the Lagos transport route.

EXPLORATION AND GROWTH

During the quarter, the Company focused on continuing the collection and interpretation of regional Benue Trough aeromagnetic data, to assist in defining surrounding priority targets for expansion of tenement holdings.

The Company also completed successful field and laboratory petrophysics test work which demonstrated that the Macy ore zone is chargeable and very resistive (sphalerite) or very conductive (galena). Importantly, the large contrasts in responses between the different ore zone results and the surrounding host rocks, suggests that Induced Polarisation (IP) and electro-magnetic (EM) geophysics may work well in defining potential target generation.



Image 3: Imperial JV Geology Team conducting petrochemical test work

In the forthcoming December quarter, the Company is planning to complete up to 6 km² of geophysics fieldwork over the existing Macy resource and immediate adjacent prospects of Aisha, Imperial Hill and Gamagari.

Regional Benue Trough aeromagnetic interpretation will continue to define other priority target areas for follow-up and ongoing basement structure mapping and controlling faults that may help improve target selection.

It is expected that exploration drilling will recommence late in Q4 following the first DSO shipment and any successful target generation from the planned ground geophysics surveys.

Given the historical production and mineralisation at the Tawny JV, the Company intends to undertake an initial mapping programme in Q4 to define the extent of mineralisation and it is anticipated that a follow-up ground geophysics program will commence late 2018.

CORPORATE

During the quarter, the Company was pleased to announce the appointment of Dr Peter Turner as General Manager - Exploration and Business Development. Dr Turner is an accomplished geologist with extensive exploration and resource development experience throughout West Africa. He specializes in the targeting, discovery and development of mineral deposits, and has worked on various mineral deposit over his 20+ year career, through Africa, Western Australia and Asia.

At the Company's Annual General Meeting of Shareholders, held on 6 July 2018, shareholders approved the 2nd tranche of the AUD\$3.0 million (before costs) from sophisticated and professional investors for the issue of 100,000,000 fully-paid ordinary shares at AUD\$0.03 ("Placement"), which were issued on 16 July 2018.

Additionally, at the 6 July 2018 General Meeting, shareholders approved the issue of 100,000,00 free attaching listed options for each share issued under the Placement (on a 1:1 basis) exercisable at \$0.045 on or before 30th June 2020 ("Listed Options"). At the meeting, shareholders also approved the issue of 28,500,000 Listed Options to brokers as a success fee under the Placement, and a total of 128,500,000 Listed Options were issued on 24 July 2018.

During the quarter, the Board issued 10,500,000 free unlisted incentive options to senior executives with an exercise price of \$0.0325 (being a 17.5% premium to the 5-day VWAP on the day of issue) expiring on 21 June 2022 (4 years), which was approved by shareholders at the Annual General Meeting held on 22 May 2018.

On 10 August 2018, the Board issued 12,500,000 unlisted options to CPS Capital Group Limited as a debt raising success fee with an exercise price of \$0.06 expiring on 31 December 2020, which was approved by shareholders at the Annual General Meeting held on 22 May 2018.

MARKETING & INVESTOR RELATIONS

During the quarter, Symbol exhibited and presented at the Africa Down Under Conference in Perth. Africa Down Under is the largest conference for African based resource companies outside Africa and is attended by many African country government Ministers, representatives and delegates, as well as Australian investors.

Senior management and Board members continued to meet with brokers and institutional investors in and outside Australia to increase the Company profile and build relationships among the investment community.



Image 4: Macy Project

TENEMENT SUMMARY

On 1 August 2018, the Nigeria Mines Cadastre Office renewed Exploration Licence ("EL") 18448 which expired on 13 May 2018, to the Company's Joint Venture Partner, Goidel Resources. The renewal of the EL was effective as at 13 May 2018 with an expiry date of 12 May 2020 and therefore there was no change to the Company's interest in the EL18448 during the quarter.

Imperial JV has an option to acquire EL18448, subject to the completion of a drilling program of at least 4,000 meters before 31 December 2018.

The Company was also granted ML27599 (Imperial JV) on 12 July 2018 with an effective date of 21 June 2018, which expires on 20 June 2043.

The Company's tenement holdings are set out in Appendix 1.

CORPORATE INFORMATION

Issued Share Capital as at 29 October 2018

Ordinary Shares (SL1)	584,925,131
Listed Option (SL10)	128,500,000
Unlisted Options (various)	68,385,900

Share Price Activity for the September Quarter (Closing Price)	
High	\$0.036
Low	\$0.018
Last	\$0.021 (26 October 2018)
Average daily volume	2.6 million shares

Symbol Mining Limited

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Appendix 1 – Tenement Holdings as 30 September 2018.

Tenement	Registered Holder	Location	Symbol Ownership at the end of the quarter	Symbol Beneficial Interest held in (Farm-in and transfer Agreements) at the end of the quarter	Symbol Interest acquired during the quarter	Symbol Interest disposed during the quarter	Symbol Beneficial Interest (Farm-in and transfer Agreements) acquired during the quarter	Symbol Beneficial Interest (Farm-in and transfer Agreements) disposed during the quarter
Imperial JV								
ML 27599**	Imperial JV Ltd	Nigeria	60%	-	-	-	-	-
EL 18444	Imperial JV Ltd	Nigeria	60%	-	-	-	-	-
EL 18445	Imperial JV Ltd	Nigeria	60%	-	-	-	-	-
EL 18448	Goidel Resources Ltd	Nigeria	-	60% *	-	-	60%	-
SSML 20137	Goidel Resources Ltd	Nigeria	-	60%	-	-	-	-
SSML 20138	Goidel Resources Ltd	Nigeria	-	60%	-	-	-	-
SSML 20139	Goidel Resources Ltd	Nigeria	-	60%	-	-	-	-
Tawny JV								
EL 19242	Tawny JV Ltd	Nigeria	60%	-	-	-	-	-

* Note: On 1 August 2018, EL18448 was renewed with an effective date of 13 May 2018 and therefore there was no change to the interest held in the Tenement during the. There was no change to the Company's beneficial interest to EL18448 during the quarter.

** Note: ML 27599 - Number of Cadastre Units – 23 (4.6 Km²)
Local Government Area – Bauchi State, Alkaleri
Effective Date – 21 June 2018 Expiry Date - 20 June 2043
Issue Date – 12 July 2018

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

Symbol Mining Limited

ABN

50 161 989 546

Quarter ended ("current quarter")

30 September 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year-to-date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(787)	(3,099)
(b) development	(2,285)	(2,465)
(c) production		
(d) staff costs		
(e) administration and corporate costs	(508)	(1,638)
1.3 Dividends received (see note 3)		
1.4 Interest received		
1.5 Interest and other costs of finance paid	(86)	(87)
1.6 Income taxes paid		
1.7 Research and development refunds		
1.8 Other (provide details if material)	(63)	(63)
1.9 Net cash from / (used in) operating activities	(3,728)	(7,352)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(83)	(667)
(b) tenements (see item 10)		
(c) investments		
(d) other non-current assets		

Consolidated statement of cash flows		Current quarter \$A'000	Year-to-date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment		
	(b) tenements (see item 10)		
	(c) investments		
	(d) other non-current assets		
2.3	Cash flows from loans to other entities		
2.4	Dividends received (see note 3)		
2.5	Other (Cash disposed of on deconsolidation of subsidiary companies)		
2.6	Net cash from / (used in) investing activities	(83)	(667)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	1,119	3,000
3.2	Proceeds from issue of convertible notes		
3.3	Proceeds from exercise of share options		
3.4	Transaction costs related to issues of shares, convertible notes or options	(67)	(555)
3.5	Proceeds from borrowings	3,476	3,476
3.6	Repayment of borrowings		(206)
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (Payment to Administrator under DOCA)		
3.10	Net cash from / (used in) financing activities	4,527	5,714

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	649	3,447
	4.1a Adjustment to opening cash	-	223
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(3,728)	(7,352)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(83)	(667)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	4,527	5,714

Consolidated statement of cash flows		Current quarter \$A'000	Year-to-date (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held		
4.6	Cash and cash equivalents at end of period	1,365	1,365

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	1,365	649
5.2	Call deposits		
5.3	Bank overdrafts		
5.4	Other (provide details)		
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,365	649

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6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

**Current quarter
\$A'000**

70

6.1 Includes the non-executive and extra exertion remuneration and applicable superannuation.

7. Payments to related entities of the entity and their associates	Current quarter \$A'000
7.1 Aggregate amount of payments to these parties included in item 1.2	
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

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8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	4,155	3,462
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

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9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	
9.2 Development	
9.3 Production	(4,106)
9.4 Staff costs	
9.5 Administration and corporate costs	(590)
9.6 Sales revenue	3,160
9.7 Loan funds	693
9.7 Total estimated cash outflows	(843)

10.	Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1	Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	EL 18448 Nigeria	Goidel Resources Limited – 100% ownership had expired at the beginning of the Quarter and was renewed during the Quarter. The renewal of the EL18448 was effective 13 May 2018 and therefore there has been no change to the Company's beneficial interest and right to acquire EL 18448 during the Quarter	0%	60%

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Sign here: *Patrick McCole*
(Company secretary)

Date: 29 October 2018.

Print name: Patrick McCole

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.