

ASX ANNOUNCEMENT

QUARTERLY ACTIVITIES REPORT

ASX: EAR, Echo Resources Limited ("Echo" or "the Company") is pleased to present its First Quarter 2018 Activities Report for the period ending 30 September 2018.

HIGHLIGHTS

Yandal Gold Project

- **Bankable Feasibility Study** released with further optimisation studies commenced
- **Formal financing process** has commenced with a variety of potential funding opportunities being evaluated
- **Selection of Managing Director and Chief Financial Officer** progress as company transitions towards production
- **Comprehensive review of exploration opportunities across Yandal tenements** completed
- **Preparation for resource drilling at Mt Joel** undertaken, drilling commenced 22 October 2018

Bankable Feasibility Study¹

- Stage 1 open pit mining operation displays robust economics producing 380koz of gold over 4 years
- At a A\$1,600/oz gold price, Stage 1 is forecast to deliver a pre-tax net cashflow of A\$184 million, NPV (8%) of A\$141 million and an IRR of 168%. At a A\$1,700/oz gold price, forecast pre-tax net cashflow increases to A\$220 million
- Pre-production cost estimate of A\$39.3M, with approximate 12 months payback period
- Designed to maximise early economic return and deliver a high level of operational flexibility beyond Stage 1
- Higher grade with lowest strip ratio in Stage 1 during the first four years of mine life
- Conditional approval for development of Stage 1 subject to obtaining suitable financing solutions and all required statutory approvals
- Select pre-development activities commenced

¹See ASX Announcement "Yandal Gold Project – Bankable Feasibility Study", 6 August 2018 which includes information compiled by a number of Competent Persons as required by the JORC Code 2012 together with relevant Competent Person Statements. Echo Resources Limited is not aware of any new information or data that materially affects the information included in the previous announcement and all material assumptions and technical parameters underpinning Bankable Feasibility Study in the previous announcement continue to apply and have not materially changed. Echo Resources Limited confirms that the form and context in which the relevant Competent Persons' findings have not been materially altered in this document.

ASX ANNOUNCEMENT

30 October 2018

ASX CODE

EAR

KEY ASSETS

- Julius
- Orelia
- Bronzewing Hub

DIRECTORS

Barry Bolitho
Executive Chairman

Anthony McIntosh
Non-Executive Director

Mark Hanlon
Non-Executive Director

Robin Dean
Non-Executive Director

Kate Stoney
Company Secretary

REGISTERED OFFICE

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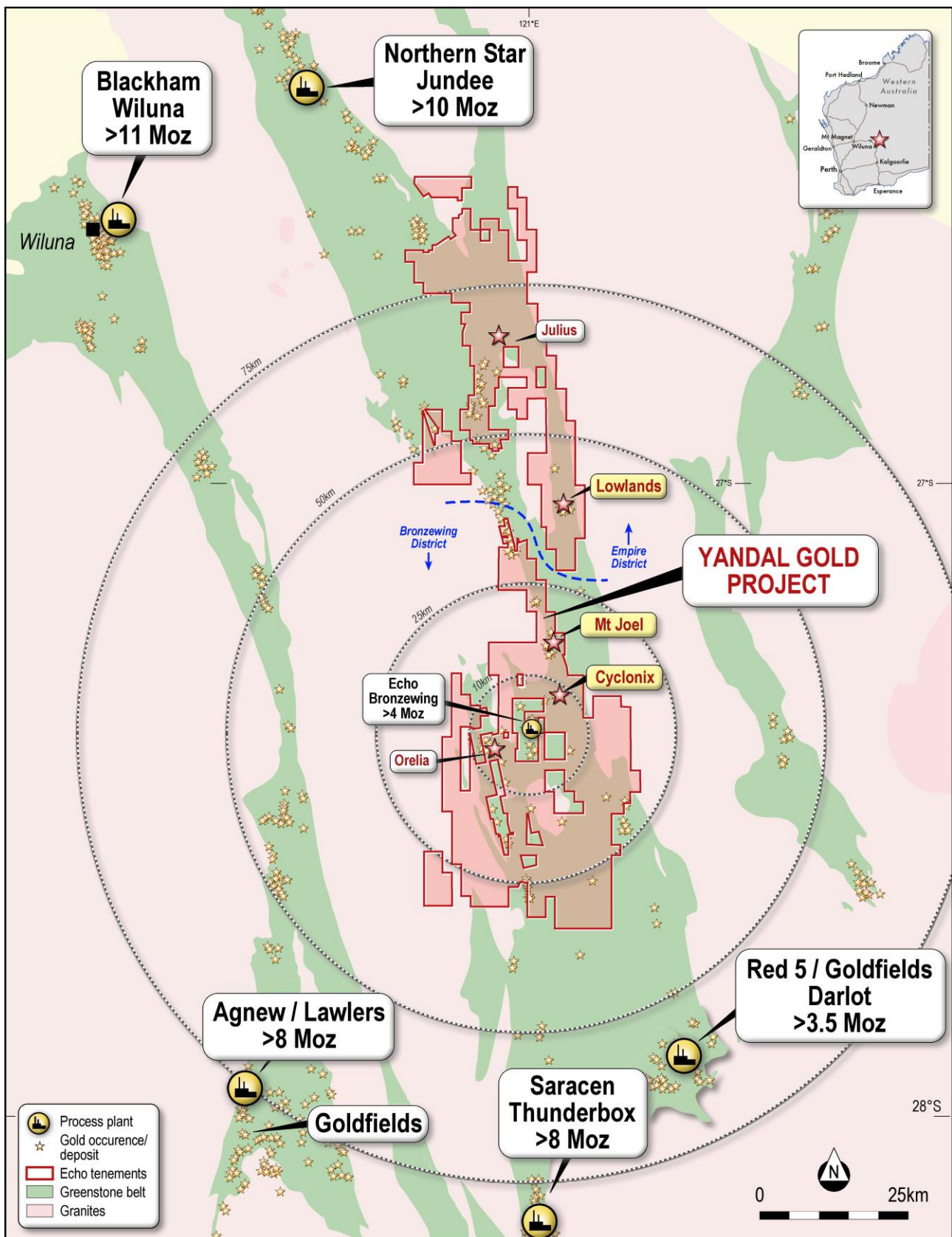


Figure 1: Echo tenement holdings and key gold deposits

Yandal Gold Project

Bankable Feasibility Study²

During the quarter the Company released the results of the Bankable Feasibility Study (“BFS” or “the Study”) for the Yandal Gold Project (“the Project”), located approximately 83km northeast of Leinster in the heart of the Yandal gold belt in Western Australia. The outcomes confirmed the attractive forecast returns which can be generated from a future development of the Project which underpins the value of the large, prospective land package and existing mining and processing infrastructure.

Studies have continued to further optimise and solidify the forecast robust economics. Opportunities relating to the mining and processing schedule, reducing processing plant unit costs, reducing mining costs and bringing additional open cut mineralisation into the first three years of the mine plan and thus extending mine life have been identified.

The BFS highlights that Stage 1 runs for approximately four years with a very attractive all-in sustaining cost (AISC) of A\$1,035/oz. Stage 2 requires a significant waste removal cut back of the Orelia open pit requiring further substantial capital investment. Stage 2 does however, provide Echo with genuine optionality on the higher gold price environment and provides scope to add additional mining inventory from resource extensions, satellite deposits, regional discoveries and corporate activities.

The BFS incorporates the mining of ore from the Orelia and Julius gold deposits and processing undertaken at the refurbished, 100% owned Bronzewing Process Plant based upon a throughput rate of 1.8 million tonnes per annum (Mtpa) (Figure 2).



Figure 2: Bronzewing Process Plant

² See ASX Announcement “Yandal Gold Project – Bankable Feasibility Study”, 6 August 2018 which includes information compiled by a number of Competent Persons as required by the JORC Code 2012 together with relevant Competent Person Statements. Echo Resources is not aware of any new information or data that materially affects the information included in the previous announcement, and all material assumptions and technical parameters underpinning Bankable Feasibility Study in the previous announcement continue to apply and have not materially changed. Echo Resources Limited confirms that the form and context in which the relevant Competent Persons’ findings have not been materially altered in this document.

The Study assumes contract mining utilising standard equipment appropriate to the scale of operations planned.

Stage 1 of the Project (years 1 to 4) requires low pre-production capital intensity and provides an accelerated route to production. It targets the highest gold grades and lowest mining strip ratios. Following a revision of the Orelia Ore Reserve, approximately 58% of the Stage 1 Ore Reserves are JORC-classified as Proved.³

Both the Orelia and Julius deposits are amenable to the mining of significant quantities of ore at or shortly after mining commencement. Julius contains flat lying, laterite mineralisation (with a 3:1 strip ratio and average grade in excess of 2.0 g/t Au), followed by high grade supergene mineralisation (approximately 440,000 tonnes @ 2.65 g/t Au). Orelia has significant quantities of ore located at the base of the existing pit and mining of that ore can commence relatively quickly without any significant waste stripping.

At a A\$1,600/oz gold price, Stage 1 of the Project is forecast to deliver pre-tax net cashflow of A\$184 million and provides capital payback after approximately 12 months of production. At a A\$1,700/oz gold price, forecast pre-tax net cashflow increases to A\$220 million.

Echo is actively advancing the identification and assessment of potential additional high grade, near-mine ore sources to extend Stage 1 mine life.

The Bronzewing Process Plant is a conventional CIL gold treatment plant with a modern gravity circuit and tailing thickener.

The BFS has determined that ore processed from the Orelia and Julius gold deposits will have an average expected recovery of 91.5% over the current life-of-mine schedule. This determination is based on test work programs conducted by Echo and is supported by historical data from previous operators of the Bronzewing Process Plant.

The low estimated total pre-production capital cost of A\$39.3 million reflects the extensive existing site infrastructure at Bronzewing which includes:

- an unsealed airstrip suitable for propeller aircraft (flight time from Perth is approximately 1.5 hours);
- electrical reticulation network and power station infrastructure, available for a suitable contract power supplier;
- fully permitted existing tailings storage facilities with capacity to store at least 17.5 million tonnes;
- raw water is available from an existing licensed borefield and disused open pits with pipework currently in place;
- site administration, warehouse and workshop buildings; and
- accommodation facilities for 240 people.

³Reserve estimated by Mr Stuart Cruickshanks in accordance with JORC Code 2012. The information is extracted from the Echo Resources Limited's announcement entitled "Yandal Gold Project – Bankable Feasibility Study" dated 6 August 2018. Echo Resources Limited is not aware of any new information or data that materially affects the information included in the previous announcement, and all material assumptions and technical parameters underpinning the Ore Reserve estimate in the previous announcement continue to apply and have not materially changed. Echo Resources Limited confirms that the form and context in which Mr Stuart Cruickshanks' findings have not been materially altered in this document.

The key financial outcomes of the BFS are summarised in the following table:

Table 1: Yandal Gold Project Key Outcomes

| | Units | Stage 1 | Current LOM |
|---|---------------|-------------------------------|--------------------------------|
| Project Life | Years | 3.75 | 8.50 |
| Total Ore (mined) | | 6.5Mt @ 2.0 g/t Au for 412koz | 14.9Mt @ 1.7 g/t Au for 815koz |
| Gold Revenue | | | |
| Gold Price | A\$/oz | 1,600 | 1,600 |
| Gold Sales | Oz | 380,402 | 746,168 |
| Gold Sales Revenue | A\$M | 609 | 1,194 |
| Pre-Production Costs | | | |
| Development Capital | A\$M | 30 | 30 |
| Pre-Production Mining & Other (no creditor days) | A\$M | 9 | 9 |
| Total Pre-Production Costs | A\$M | 39 | 39 |
| Production Period Costs | | | |
| Mining | A\$M | 172 | 459 |
| Processing | A\$M | 131 | 315 |
| General & Administrative | A\$M | 41 | 91 |
| Royalties | A\$M | 36 | 69 |
| Sustaining Capital | A\$M | 4 | 7 |
| Project Net Cashflow, pre-tax | A\$M | 184 | 214 |
| Pre-tax NPV (8%) | A\$M | 141 | 147 |
| Pre-tax IRR | % p.a. | 168% | 155% |
| Payback Period (pre-tax, from first production) | Years | 1.0 | 1.0 |
| Project Cashflows, Post-Tax, Ungeared | | | |
| Project Net Cashflow, pre-tax (as above) | A\$M | 184 | 214 |
| Income Tax (ungeared, no corporate tax shield) | A\$M | 55 | 67 |
| Project Net Cashflow, post-tax, ungeared | A\$M | 129 | 147 |
| Post-tax NPV (8%) | A\$M | 98 | 99 |
| Post-tax IRR | % p.a. | 132% | 111% |
| Payback Period (post-tax, from first production) | Years | 1.1 | 1.1 |
| Production Cost Metrics | | | |
| C1 Cost (Mining, Processing, Site G&A) | A\$/oz | 936 | 1,175 |
| All-In Sustaining Cost (AISC) | A\$/oz | 1,035 | 1,273 |

Mineral Resources⁴

The BFS included an updated JORC (2012) compliant Ore Reserve for the Orelia gold deposit following the revised Mineral Resource estimate for that deposit released towards the end of the June 2018 quarter (refer to ASX Announcement dated 16 June 2018).

⁴Resource estimated by Mr Lynn Widenbar in accordance with JORC Code 2012. The information is extracted from the Echo Resources Limited announcements to ASX entitled "Yandal Gold Project - Orelia Mineral Resource Upgrade" on 14 June 2018 and entitled "Orelia Soars to 1.1 million ounces of Gold" on 7 September 2017. Echo Resources Limited is not aware of any new information or data that materially affects the information included in the previous announcement including the competent persons consent and all material assumptions and technical parameters underpinning the Mineral Resources estimate in the previous announcements continue to apply and have not materially changed. Echo Resources Limited confirms that the form and context in which Mr Lynn Widenbar findings have not been materially altered in this document.

The Yandal Project currently hosts a Mineral Resource estimate totalling approximately 1.7Moz of gold. Of the total Mineral Resource estimate, 1.4Moz is contained within the Orelia and Julius gold deposits. Of those contained ounces within the Orelia and Julius deposits, 26% are now classified as Measured and 83% as Measured and Indicated (Table 2).

Table 2: Yandal Gold Project – Julius & Orelia Mineral Resource Estimates

| (Ownership, Cut-off) | Measured | | | Indicated | | | Inferred | | | Total | | |
|--------------------------------|-------------|----------------|----------------|-------------|----------------|----------------|-------------|----------------|----------------|-------------|----------------|------------------|
| | Tonnes (Mt) | Grade (g/t Au) | Ounces (Au) | Tonnes (Mt) | Grade (g/t Au) | Ounces (Au) | Tonnes (Mt) | Grade (g/t Au) | Ounces (Au) | Tonnes (Mt) | Grade (g/t Au) | Ounces (Au) |
| Julius (100%, 0.8) | 1.8 | 2.1 | 124,227 | 1.6 | 1.3 | 67,789 | 1.8 | 2.5 | 142,991 | 5.2 | 2.0 | 335,007 |
| Orelia (100%, 1.0) | 2.8 | 2.6 | 237,000 | 11.2 | 2.0 | 732,000 | 1.9 | 1.7 | 101,000 | 15.9 | 2.1 | 1,070,000 |
| Total Mineral Resources | 4.6 | 2.4 | 361,227 | 12.8 | 1.9 | 799,789 | 3.7 | 2.1 | 243,991 | 21.1 | 2.1 | 1,405,007 |

Ore Reserves⁵

As part of the BFS the Orelia and Julius Ore Reserves were also updated during the quarter. The following table provides a summary of the staged updated open-pit Yandal Gold Project Ore Reserves.

Table 3: Yandal Gold Project – Julius & Orelia Ore Reserves

| (Ownership, Cut-off) | Proved Grade | | | Probable Grade | | | Total Grade | | |
|---------------------------|--------------|----------------|----------------|----------------|----------------|----------------|-------------|----------------|----------------|
| | Tonnes (Mt) | Grade (g/t Au) | Ounces (Au) | Tonnes (Mt) | Grade (g/t Au) | Ounces (Au) | Tonnes (Mt) | Grade (g/t Au) | Ounces (Au) |
| Stage 1 | | | | | | | | | |
| Orelia (100%, 0.6) | 2.4 | 2.3 | 179,000 | 3.2 | 1.6 | 165,000 | 5.6 | 1.9 | 344,000 |
| Julius (100%, 0.8) | 0.8 | 2.4 | 61,000 | 0.1 | 2.2 | 7,000 | 0.9 | 2.4 | 68,000 |
| Stage 1 Total | 3.2 | 2.3 | 240,000 | 3.3 | 1.6 | 172,000 | 6.5 | 2.0 | 412,000 |
| Stage 2 | | | | | | | | | |
| Orelia (100%, 0.6) | | | | 7.8 | 1.5 | 366,000 | 7.8 | 1.5 | 366,000 |
| Julius (100%, 0.8) | 0.7 | 1.6 | 36,000 | 0.0 | 1.4 | 1,000 | 0.7 | 1.6 | 37,000 |
| Stage 2 Total | 0.7 | 1.6 | 36,000 | 7.8 | 1.5 | 367,000 | 8.5 | 1.5 | 403,000 |
| Life of Mine | | | | | | | | | |
| Orelia (100%, 0.6) | 2.4 | 2.4 | 179,000 | 11.0 | 1.5 | 531,000 | 13.3 | 1.7 | 710,000 |
| Julius (100%, 0.8) | 1.5 | 2.1 | 97,000 | 0.2 | 1.7 | 8,000 | 1.6 | 2.0 | 105,000 |
| Total Ore Reserves | 3.8 | 2.2 | 276,000 | 11.1 | 1.5 | 539,000 | 14.9 | 1.7 | 815,000 |

Capital Costs

Pre-production capital costs for the Project have been estimated as part of the Study at A\$39.3 million and are divided into two principal categories:

- Capital Expenditure (A\$30.3 million) including contingency; and
- Pre-Production Mining and Other Expenditure (A\$9.0 million).

⁵Reserve estimated by Mr Stuart Cruickshanks in accordance with JORC Code 2012. The information is extracted from the Echo Resources Limited's announcement entitled "Yandal Gold Project – Bankable Feasibility Study" dated 6 August 2018. Echo Resources Limited is not aware of any new information or data that materially affects the information included in the previous announcement including the competent persons consent and all material assumptions and technical parameters underpinning the Ore Reserve estimate in the previous announcement continue to apply and have not materially changed. Echo Resources Limited confirms that the form and context in which Mr Stuart Cruickshanks' findings have not been materially altered in this document.

Table 4 below summarises the respective estimated pre-production expenditures. The life-of-mine sustaining capital expenditure estimate for the Project (Stages 1+2) is A\$7 million.

Table 4: Yandal Gold Project – Pre-Production Cost Estimate

| Capital Work Area | Estimate (A\$) |
|---|-------------------|
| Julius Mine Infrastructure | 489,700 |
| Haul Road Establishment | 1,978,390 |
| Accommodation Village Maintenance | 1,192,550 |
| Infrastructure Setup | 493,000 |
| Administration | 1,264,002 |
| Orelia Dewatering | 249,534 |
| Bronzewing Plant Refurbishment | 19,364,730 |
| Consumables & First Fill | 1,006,800 |
| Owners Costs | 1,649,771 |
| Sub Total | 27,688,477 |
| Contingency | 2,620,581 |
| Total Project Capital Expenditure | 30,309,058 |
| Pre-Production Mining & Other | 8,977,111 |
| Total Capital & Pre-Production Costs | 39,286,169 |

Note: Rounding errors may occur

Operating Costs

Operating costs were estimated for the process plant, mining and general and administration costs based upon the current life of mine plan. These estimates are outlined in Table 5 below.

Table 5: Yandal Gold Project – Operating Cost Estimates

| Operating Cost Area | Stage 1 Total (A\$) | Stage 1 Unit Rate (A\$/t processed) | LOM Total (A\$) |
|-----------------------------------|---------------------|-------------------------------------|-----------------|
| Julius Mining | 15,706,351 | | 35,384,455 |
| Julius Ore Haulage | 9,420,868 | | 16,405,723 |
| Orelia Mining | 142,513,851 | | 357,740,884 |
| Orelia Ore Haulage | 12,943,087 | | 31,071,375 |
| Total Mining & Haulage | 180,584,157 | 28.0 | 440,602,437 |
| Ore Processing | 135,768,848 | 20.9 | 316,457,820 |
| Site G&A | 39,890,080 | 6.1 | 91,851,163 |
| Total | 356,243,086 | 55.0 | 876,621,344 |

Note: Total operating cost estimates are inclusive of pre-production operating costs and are presented gross without offsetting of minor commissioning revenue and rounding errors may occur

Regional Exploration

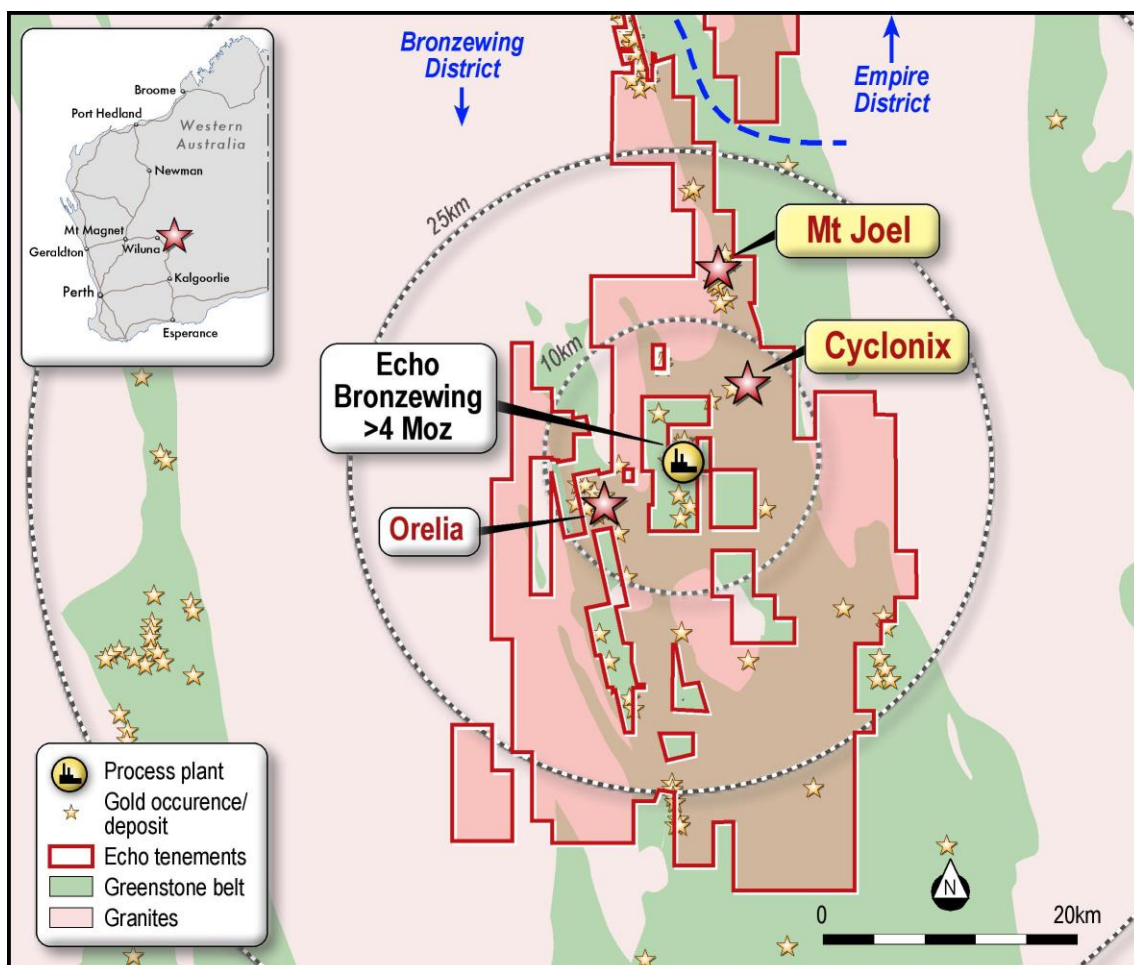
Echo has completed a review of the extensive exploration opportunities at the Yandal Project with a view to developing an exploration pipeline to deliver additional material into the current mine plan. The ongoing exploration strategy has two primary objectives:

- Define +100koz of oxide material to enhance the Stage 1 mine plan.
- Find new, underground, high-grade resources to transform the Company.

Mt Joel (70% Echo) has long been identified as an area that could provide the additional oxide resources. Preliminary drilling was undertaken in the previous quarter to validate the historical database with results confirming the existence of significant mineralisation contained within the oxide zone and the potential to add significant ounces to Echo's resource inventory. A reverse circulation drilling program commenced on 22 October 2018.

Previous Echo drill results⁶ from Mt Joel include:

- 11m @ 6.2 g/t Au from 10m (MJAC001);
- 5m @ 6.9 g/t Au from 18m (MJAC002);
- 5m @ 20.2 g/t Au from 34m (MJAC007);
- 20m @ 2.6 g/t Au from 52m (MJAC013);
- 4m @ 7.0 g/t Au from 44m (MJAC015); and
- 4m @ 24.8 g/t Au from 20m (MJAC016)



⁶The information related to the exploration results was compiled by Mr Simon Coxhelli in accordance with JORC Code 2012. The information is extracted from the Echo Resources Limited's announcement to the ASX entitled "Quarterly Activities & Cash Flow Report" on 20 July 2018. Echo Resources is not aware of any new information or data that materially affects the information included in the previous announcement including the competent persons consent and all material assumptions and technical parameters underpinning the exploration results in the previous announcement continue to apply and have not materially changed. Echo Resources Limited confirms that the form and context in which Mr Simon Coxhelli's findings have not been materially altered in this document.

Secondly and importantly, detailed review of datasets and consultation with exploration targeting expert Dr Jon Hronsky, highlighted that the Bronzewing and Lotus deposits, although mature, have excellent potential to provide quality underground ounces in the future. 3D modelling and target generation work is ongoing to identify potential new lode positions and/or untested lode extensions at these deposits. Additionally, part of the recent exploration review is to define the 'search space' across the regional tenement package. The Yandal Belt is a mature district that has been RAB and AC drilled extensively within the top 50-100m. As such, the search space for new discoveries is beyond these depths and will require deep RC and/or diamond drill holes. Echo has identified several prospects, such as Mt Joel, Anomaly 45, Karra, Sundowner, Cyclonix and Zaphod, where significant anomalism and/or mineralisation exists but limited to no deep drilling has been conducted in an attempt to identify the feeder structure(s). Following a structural review, thorough, systematic and deep drilling will be conducted across these targets. The aim of this work is to develop and thoroughly test a series of targets with the view of defining the next underground ore body. The exploration success achieved by Northern Star Resources at Jundee is testament to the fact that these large complex gold systems can be reinvested with modern exploration techniques.

Hadrian Trend

During the second half of 2017, Echo defined a ~25km low gravity corridor dubbed the Hadrian Trend which extends from the Julius deposit in the south to Northern Star's Ramone deposit in the north. Preliminary scout drilling was undertaken across parts of the Hadrian Trend and eastern margin of the Julius granodiorite to better understand the geology of an unexplored district. Full-suite multi-element geochemistry was conducted on bottom-of-hole samples to define the lithostratigraphy and highlight geochemical gradients which will be useful in ongoing exploration work. This work ties in with a regional multi-element sampling campaign which is designed to map the geology of the Southern Yandal Belt using trace element lithogeochemistry. Interpretation of the results from the work is ongoing and will be used for further exploration targeting along the Hadrian Trend and the broader Bronzewing District.

Empire Satellite Deposits

Drilling was completed at Wimbledon, Shady Well and Lowlands with a view that these deposits had the potential to form a group of satellite pits close to existing infrastructure and within ~50km of the Bronzewing Processing Plant. Across the deposits a JORC (2012) Resource of approx. 50koz, with 40koz in the Indicated category exists.

Corporate

Debt Financing

The Echo Board has conditionally approved the development of Stage 1 of the Yandal Project, subject to completing the optimised BFS, obtaining a suitable financing solution and all required statutory approvals. As the company assess the financing options available and with the prioritised development works substantially completed, appropriate measures have been taken to ensure future cash spend will be limited to core activities.

During the quarter, Echo has received a number of strong debt financing offers from a group of Tier 1 resource banks to fund the development of the Yandal Project. The offers provide financing solutions ranging up to A\$45 million of conventional debt and contain attractive terms consistent with a project financing of this nature.

The estimated total capital and pre-production cost for the development of the Yandal Project is A\$39.3m. The Company, in conjunction with its debt adviser PCF Capital Group, is undertaking a full assessment of the indicative offers received and shortlist preferred groups to undertake further due diligence over the coming months.

The 100% Echo owned Bronzewing Process Plant and infrastructure at the Yandal Project means that the project development cost is low and as a result, there is potential to fund 100% of the project development through debt financing. The Company's priority is to avoid shareholder dilution associated with the development of the Yandal Project.

Executive Management Changes

Echo Chairman, Mr Barry Bolitho, assumed an executive leadership position following the resignations of Managing Director Simon Coxhell and of Finance Director Mr Gary Lethridge.

As part of the transition of the Company into production, the search for a Managing Director and Finance Director/Chief Financial Officer is being undertaken as a priority. Candidates with appropriate experience, skills and technical knowledge are expected to be identified in the current quarter with a commencement date to be agreed with the successful candidates. These vital appointments will drive Echo's growth towards future project exploration success, development and production.

For further information:

Barry Bolitho

Executive Chairman

Echo Resources Ltd

TENEMENT HOLDINGS AS AT 30 SEPTEMBER 2018

| Tenement ID | Status | Ownership at Quarter End | Interest Acquired During the Quarter | Interest Disposed During the Quarter |
|-------------|-------------|--------------------------|--------------------------------------|--------------------------------------|
| E36/593 | Granted | 100% | - | - |
| E36/578 | Granted | 70% | - | - |
| E36/667 | Granted | 100% | - | - |
| E36/673 | Granted | 70% | - | - |
| E36/693 | Granted | 70% | - | - |
| E36/698 | Granted | 70% | - | - |
| E36/715 | Granted | 100% | - | - |
| E36/749 | Granted | 100% | - | - |
| E36/810 | Granted | 100% | - | - |
| E36/826 | Granted | 100% | - | - |
| E36/838 | Granted | 100% | - | - |
| E36/847 | Granted | 100% | - | - |
| E36/862 | Granted | 100% | - | - |
| E36/884 | Granted | 100% | - | - |
| E36/890 | Granted | 100% | - | - |
| E36/898 | Application | 100% | - | - |
| E36/900 | Granted | 100% | - | - |
| E36/903 | Application | 100% | - | - |
| E36/917 | Granted | 100% | - | - |
| E37/846 | Granted | 100% | - | - |
| E37/847 | Granted | 100% | - | - |
| E37/848 | Granted | 100% | - | - |
| E37/1200 | Granted | 100% | - | - |
| E37/1313 | Granted | 100% | - | - |
| E53/1042 | Granted | 100% | - | - |
| E53/1324 | Granted | 100% | - | - |
| E53/1373 | Granted | 70% | - | - |
| E53/1405 | Granted | 100% | - | - |
| E53/1430 | Granted | 100% | - | - |
| E53/1472 | Granted | 100% | - | - |
| E53/1546 | Granted | 100% | - | - |
| E53/1736 | Granted | 100% | - | - |
| E53/1830 | Granted | 100% | - | - |
| E53/1847 | Granted | 100% | - | - |
| E53/1855 | Granted | 100% | - | - |
| E53/1867 | Granted | 100% | - | - |
| E53/1874 | Granted | 100% | - | - |
| E53/1890 | Granted | 70% | - | - |
| E53/1934 | Application | 100% | - | - |
| E53/1954 | Granted | 100% | - | - |
| L36/55 | Granted | 100% | - | - |
| L36/62 | Granted | 100% | - | - |
| L36/82 | Granted | 100% | - | - |
| L36/84 | Granted | 100% | - | - |
| L36/98 | Granted | 100% | - | - |
| L36/100 | Granted | 100% | - | - |
| L36/106 | Granted | 100% | - | - |
| L36/107 | Granted | 100% | - | - |
| L36/111 | Granted | 100% | - | - |
| L36/112 | Granted | 100% | - | - |

| Tenement ID | Status | Ownership at Quarter End | Interest Acquired During the Quarter | Interest Disposed During the Quarter |
|-------------|---------|--------------------------|--------------------------------------|--------------------------------------|
| L36/127 | Granted | 100% | - | - |
| L36/176 | Granted | 100% | - | - |
| L36/183 | Granted | 100% | - | - |
| L36/184 | Granted | 100% | - | - |
| L36/185 | Granted | 100% | - | - |
| L36/186 | Granted | 100% | - | - |
| L36/190 | Granted | 100% | - | - |
| L36/192 | Granted | 100% | - | - |
| L36/200 | Granted | 100% | - | - |
| L36/204 | Granted | 100% | - | - |
| L36/205 | Granted | 100% | - | - |
| L36/219 | Granted | 100% | - | - |
| L37/218 | Granted | 100% | - | - |
| L37/219 | Granted | 100% | - | - |
| L53/57 | Granted | 100% | - | - |
| L53/59 | Granted | 100% | - | - |
| L53/133 | Granted | 100% | - | - |
| L53/162 | Granted | 100% | - | - |
| L53/203 | Granted | 100% | - | - |
| L53/204 | Granted | 100% | - | - |
| L53/206 | Granted | 100% | - | - |
| M36/107 | Granted | 100% | - | - |
| M36/146 | Granted | 100% | - | - |
| M36/200 | Granted | 100% | - | - |
| M36/201 | Granted | 100% | - | - |
| M36/202 | Granted | 100% | - | - |
| M36/203 | Granted | 100% | - | - |
| M36/244 | Granted | 100% | - | - |
| M36/263 | Granted | 100% | - | - |
| M36/295 | Granted | 100% | - | - |
| M36/615 | Granted | 100% | - | - |
| M53/15 | Granted | 100% | - | - |
| M53/144 | Granted | 100% | - | - |
| M53/145 | Granted | 100% | - | - |
| M53/149 | Granted | 100% | - | - |
| M53/160 | Granted | 100% | - | - |
| M53/170 | Granted | 100% | - | - |
| M53/183 | Granted | 100% | - | - |
| M53/186 | Granted | 100% | - | - |
| M53/220 | Granted | 100% | - | - |
| M53/294 | Granted | 70% | - | - |
| M53/295 | Granted | 70% | - | - |
| M53/296 | Granted | 70% | - | - |
| M53/297 | Granted | 70% | - | - |
| M53/393 | Granted | 70% | - | - |
| M53/379 | Granted | 100% | - | - |
| M53/434 | Granted | 100% | - | - |
| M53/544 | Granted | 70% | - | - |
| M53/547 | Granted | 70% | - | - |
| M53/555 | Granted | 100% | - | - |
| M53/631 | Granted | 100% | - | - |
| M53/721 | Granted | 100% | - | - |
| M53/1080 | Granted | 100% | - | - |

| Tenement ID | Status | Ownership at Quarter End | Interest Acquired During the Quarter | Interest Disposed During the Quarter |
|-------------|---------|--------------------------|--------------------------------------|--------------------------------------|
| M53/1099 | Granted | 100% | - | - |
| P36/1734 | Granted | 100% | - | - |
| P36/1735 | Granted | 100% | - | - |
| P36/1736 | Granted | 100% | - | - |
| P36/1737 | Granted | 100% | - | - |
| P36/1738 | Granted | 100% | - | - |
| P36/1740 | Granted | 100% | - | - |
| P36/1754 | Granted | 70% | - | - |
| P36/1755 | Granted | 70% | - | - |
| P37/8514 | Granted | 100% | - | - |
| P53/1515 | Expired | 0% | - | 100% |
| P53/1622 | Granted | 100% | - | - |
| P53/1623 | Granted | 100% | - | - |
| P53/1649 | Granted | 100% | - | - |
| P53/1650 | Granted | 100% | - | - |
| P53/1651 | Granted | 100% | - | - |
| P53/1652 | Granted | 100% | - | - |
| P53/1653 | Granted | 100% | - | - |
| P53/1654 | Granted | 100% | - | - |
| P53/1655 | Granted | 100% | - | - |
| P53/1656 | Granted | 100% | - | - |
| P53/1657 | Granted | 100% | - | - |
| P53/1658 | Granted | 100% | - | - |
| P53/1659 | Granted | 100% | - | - |
| P53/1661 | Granted | 100% | - | - |
| P53/1662 | Granted | 100% | - | - |
| P53/1663 | Granted | 100% | - | - |
| P53/1664 | Granted | 100% | - | - |
| P53/1665 | Granted | 100% | - | - |

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

Echo Resources Ltd

ABN

34 108 513 113

Quarter ended ("current quarter")

30 September 2018

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (three months) \$A'000 |
|---|----------------------------|---|
| 1. Cash flows from operating activities | | |
| 1.1 Receipts from customers | | |
| 1.2 Payments for | | |
| (a) exploration & evaluation | (1,227) | (1,227) |
| (b) development | (506) | (506) |
| (c) production | - | - |
| (d) staff costs | (882) | (882) |
| (e) administration and corporate costs | (295) | (295) |
| 1.3 Dividends received (see note 3) | - | - |
| 1.4 Interest received | 6 | 6 |
| 1.5 Interest and other costs of finance paid | - | - |
| 1.6 Income taxes paid | - | - |
| 1.7 Research and development refunds | - | - |
| 1.8 Other (Net GST to be Recouped) | 83 | 83 |
| 1.9 Net cash from / (used in) operating activities | (2,821) | (2,821) |

| | | |
|--|-------|-------|
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire: | | |
| (a) property, plant and equipment | (139) | (139) |
| (b) tenements (see item 10) | - | - |
| (c) investments | - | - |
| (d) other non-current assets | - | - |

| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date (three 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 (provide details if material) | - | - |
| 2.6 | Net cash from / (used in) investing activities | (139) | (139) |

| | | | |
|-------------|---|----------|----------|
| 3. | Cash flows from financing activities | | |
| 3.1 | Proceeds from issues of shares | - | - |
| 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 | - | - |
| 3.5 | Proceeds from borrowings | - | - |
| 3.6 | Repayment of borrowings | - | - |
| 3.7 | Transaction costs related to loans and borrowings | - | - |
| 3.8 | Dividends paid | - | - |
| 3.9 | Other (provide details if material) | - | - |
| 3.10 | Net cash from / (used in) financing activities | - | - |

| | | | |
|------------|--|--------------|--------------|
| 4. | Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 | Cash and cash equivalents at beginning of period | 7,573 | 7,573 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (2,821) | (2,821) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | (139) | (139) |
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | - | - |
| 4.5 | Effect of movement in exchange rates on cash held | - | - |
| 4.6 | Cash and cash equivalents at end of period | 4,613 | 4,613 |

| 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 | 4,613 | 11,620 |
| 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) | 4,613 | 11,620 |

| 6. Payments to directors of the entity and their associates | Current quarter \$A'000 |
|--|------------------------------------|
| 6.1 Aggregate amount of payments to these parties included in item 1.2 | (307) |
| 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 | |

Payments made to Directors for director's fees and consulting fees

| 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 | |

N/A

Mining exploration entity and oil and gas exploration entity quarterly report

| 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 | - | - |
| 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. | | |
| N/A | | |

| 9. Estimated cash outflows for next quarter | \$A'000 |
|--|----------------|
| 9.1 Exploration and evaluation | (750) |
| 9.2 Development | (120) |
| 9.3 Production | - |
| 9.4 Staff costs | (700) |
| 9.5 Administration and corporate costs | (420) |
| 9.6 Other (provide details if material) | - |
| 9.7 Total estimated cash outflows | (1,990) |

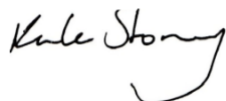
| 10. Changes in tenements (items 2.1(b) and 2.2(b) above) | Tenement reference and location | Nature of interest | Interest at beginning of quarter | Interest at end of quarter |
|--|--|---------------------------|---|---|
| 10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced | P53/1515 | Wholly Owned | 100% | 0% |
| 10.2 Interests in mining tenements and petroleum tenements acquired or increased | | | | |

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:

Date: 30 October 2018



(Company Secretary)

Print name: Kate Stoney

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.