

GLADIATOR RESOURCES LTD

Activities Report for the Quarter Ending 30th September 2018

- **Capital Raising completed, raising \$725,000 before expenses**
- **Peak Asset Management Appointed as Corporate Advisor**
- **IP Survey Results for North Arunta Released**
- **Preparation for drilling at North Arunta continued**

1. CORPORATE ACTIVITY

Capital Raising

The Company completed a placement of 105,000,000 shares (**Shares**) at \$0.002 (0.2 cents) per Share to raising \$210,000 (**Placement**) before costs to sophisticated and professional investors. The Shares were issued utilising the Company's available placement capacity in accordance with ASX Listing Rule 7.1.

As part of the placement the Company was also provided with a loan facility from sophisticated and professional investors of \$415,000 which will be convertible to Shares at \$0.002 (0.2 cents) per Share subject to shareholder approval. The loan is non-interest bearing and subject to repayment within 90 days should shareholder approval not be granted; such approval will be sought at the Company's Annual General Meeting to be held in November.

Two Directors of the Company, Mr Hastings and Mr Draffin also agreed, subject to shareholder approval, as part of the broader raising to convert some of their accrued fees for Shares up to but not exceeding \$150,000 on the same terms. The proposed conversion will free up cash to assist the company in maximizing opportunities to progress exploration on the North Arunta Project.

The Company made a further placement of 40,000,000 Shares raising an additional \$100,000 to sophisticated and professional investors which was pre-approved by shareholders at a General Meeting held on 28 June 2018.

The proceeds from both placements and the loan funds will be used by the Company to advance the North Arunta Project which will include its maiden drilling program of approximately 2,000 metres and general working capital.

The Company engaged Peak Asset Management to complete the placement and have further engaged Peaks corporate advisory services for an initial term of three months, commencing in September 2018.

2. EXPLORATION ACTIVITY

NORTH ARUNTA

Induced Polarisation Survey Results

During the quarter, Gladiator concluded a high-resolution induced polarisation (IP) survey over the Kroda Target (Fig. 1) which yielded excellent results, (refer GLA announcement dated 17 July 2018)

Three lines of dipole-dipole IP were completed over the Kroda Target (Fig. 1) and the results modelled according to industry best practice. The highly successful IP survey has defined three large, deep-seated IP chargeability anomalies (apparent chargeability >20msec), representing high priority drill targets for additional Kroda-style gold mineralisation (Fig. 1).

In the context of the prospect geology, metallogeny and historic exploration results, the newly identified IP chargeability anomalies are most likely to represent broad domains of disseminated sulphides associated with the hydrothermal system responsible for the known gold mineralisation at Kroda-3 and Kroda-4.

As illustrated in Figure 1, none of the IP anomalies extend to the surface. Given that the bulk of the historic drilling was very shallow (refer to GLA ASX announcement dated 07 March 2018), none of these anomalies have been tested and given that the newly identified IP chargeability anomalies are more significant than the chargeability anomalism associated with the known gold mineralisation, the new targets could represent significant gold mineralisation at depth and along strike from shallow historic drill gold intercepts at Kroda-3 and Kroda-4.

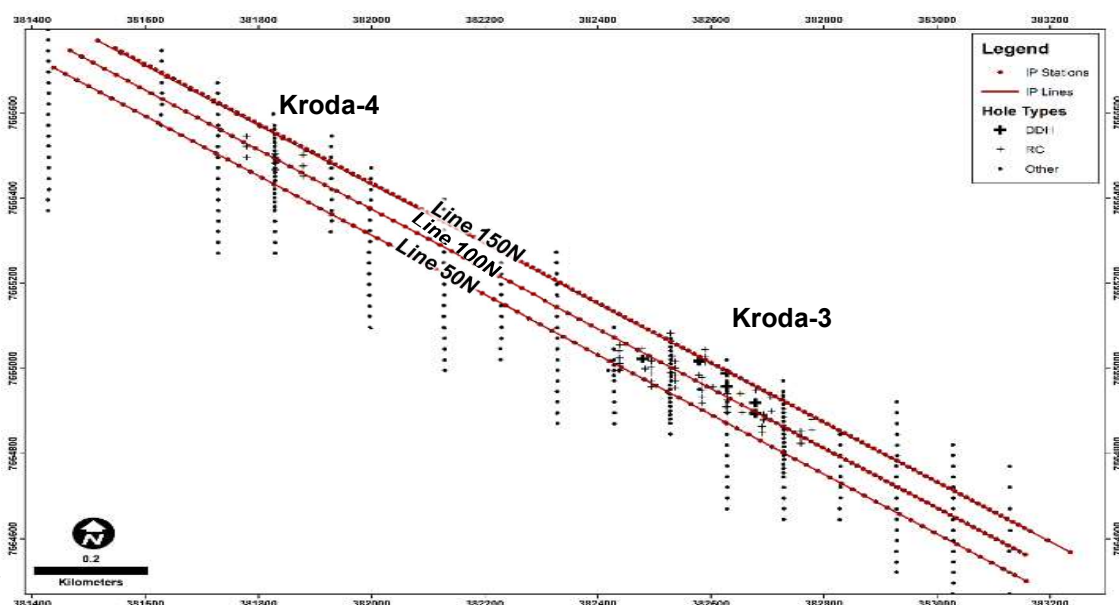


Figure 1. Dipole-dipole IP lines at the Kroda Target (incorporating Kroda-3 and Kroda-4).

Drilling Preparation Continued

Work continued during the reporting period to obtain the relevant government and heritage clearances with such clearances and approvals being granted in late October 2018.

Formal approval from the Central Land Council (CLC) to commence its drilling program over the Kroda and Tulsa prospects covering EL 26825 and EL 29896 was received in late October 2018. The CLC has issued a Sacred Site Clearance Certificate which will remain in place until 31 December 2019 for the purpose of carrying out exploration works.

Further, the Company submitted a Mining Management Plan (MMP) to the NT Department of Primary Industry and Resources on 21 September 2018 in accordance with section 36 of the NT Mining Management Act. After a review period, the Company was notified in late October 2018 that the MMP meets the requirements of the Act and has therefore been approved subject to a security deposit which has been lodged by the Company.

The approvals received by the CLC and the Department of Primary Industry and Resources removes all barriers to exploration activity on the Company's Kroda and Tulsa prospects.

Final submissions from prospective drilling companies were sought and received for the Company's consideration, with a formal contract expected to be signed with the preferred contractor in early November 2018 and mobilisation to begin shortly thereafter.

The Company is now well positioned, following the approvals, to capitalise on the work generated from the IP Survey concluded in July and the future certainty that it can conduct ongoing exploration work on the Project when desired.

Marymia Project

Company has yet to receive Ministerial consent for the formal transfer of the Marymia Exploration Licence E52/3104 however the stamp duty issue, where a valuation was sought by the relevant stamp duty office in Western Australia, on the consideration paid for the tenement was settled and the duty subsequently paid. The Company believes that no other barriers are required to be overcome and that formal Ministerial Consent is expected.

Tenement Summary

The Company currently has no registered tenements in any mining or exploration tenement, noting the acquisition of E52/3104 is currently before the relevant Minister for ministerial consent.

For further information, please contact:

Ian Hastings (Non-Executive Director)

Telephone: +61 408 581 022

Andrew Draffin (Company Secretary)

Telephone: +61 3 8611 5333

About North Arunta

The Company formally acquired the earn in rights for up to 70% of the North Arunta Gold Project currently held through a JV with Prodigy Gold NL (ASX:PRX) during April 2018.

The North Arunta project consists of a very large, ~4,500 square kilometre package of granted tenements and tenement applications that are 100% owned by PRX (Figure 2). The project covers a >200-kilometre-long gravity ridge associated with a Paleoproterozoic succession of metamorphosed sedimentary rocks of the Lander Rock Formation, dolerite intrusions and large granite intrusions. The project also sits on the 550km long gold endowed Trans-Tanami Corridor, a first-order crustal-scale fault that is spatially associated with the world class Tanami deposits including Callie, Tanami and The Granites. The Arunta region has several known mineral occurrences including gold, copper, nickel, zinc, tin and tantalum.

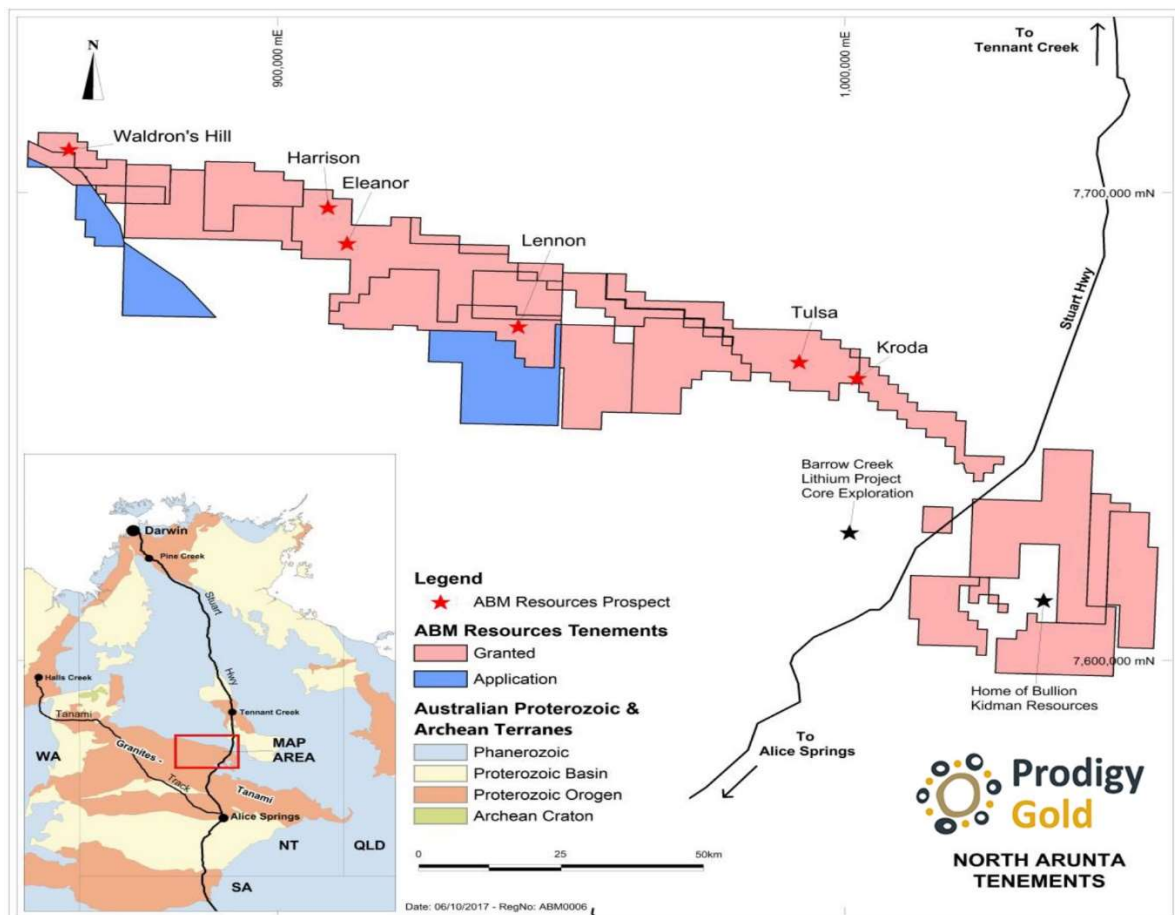


Figure 2. North Arunta Project tenement portfolio subject to the Joint Venture Agreement between Gladiator Resources Limited and Prodigy Gold NL.

The Kroda gold prospect, which is the most advanced prospect within the Project area, is located on EL29896. It is close to infrastructure with the Stuart Highway 18 kilometres to the west, the town of Barrow Creek 30 kilometres to the north and lies 200 kilometres south of Tennant Creek. Kroda consists of 4 individual prospects (Kroda 1 to 4) with a combined anomalous strike length of 14 kilometres. Kroda is well serviced with infrastructure and is located on pastoral land close to the Ghan Rail Line and the Northern Territory Gas Pipeline.

At Kroda-3, high-grade gold is hosted by interpreted breccia pipes that are near surface, steeply plunging and are confirmed by drilling to extend beyond 200 metres depth (Figure 3). Significant drill intercepts from Kroda 3 include 57m @ 3.8gt gold from 10m, including 29m @ 6.4g/t gold.

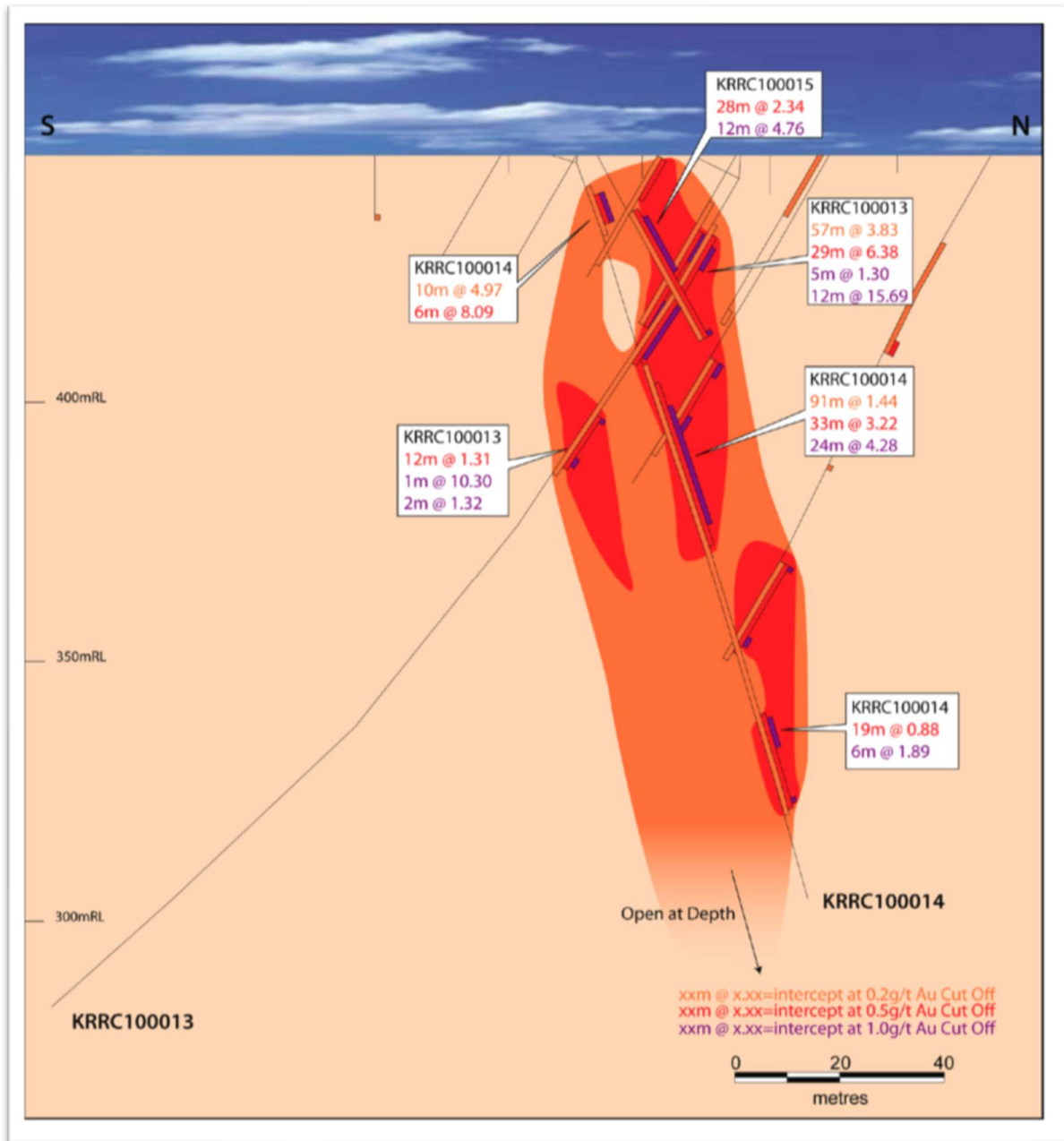


Figure 3. Kroda-3 Prospect. PRX drill results and schematic contour of grade at 0.2g/t and 0.5g/t gold cut-off along X-Section 382,625mE. Only PRX drilling results are labelled "(ASX announcement PRX 27 Sept 2011)".