

23 January 2019

The Manager
Australian Securities Exchange
Companies Announcement Centre
20 Bridge Street
Sydney NSW 2000

ACTIVITIES REPORT FOR DECEMBER QUARTER 2018

Highlights

- ❖ The field portion of the Crown Mountain exploration program was completed in full, with laboratory analysis of coal samples now underway.
- ❖ Initial lab results for the North and East pit area samples confirm the coking properties of that area; processing of South pit samples is in progress.
- ❖ The geologic model is being updated to reflect the results of the 2018 program: the model will form the foundation for the upcoming BFS.
- ❖ Drafting of the Application for Environmental Assessment continued during the quarter, with the number of entities contributing sections increasing.
- ❖ Phase II of the selenium mitigation and spoil pile design yielded promising results which are now being incorporated into water quality modelling and other inputs into a BFS.
- ❖ In addition to the initial C\$4m investment, Bathurst Resources (Canada) Ltd (“Bathurst” or “BRL”) has continued to make monthly payments (\$1.5 million during the quarter) toward the second Tranche total of C\$7.5 million, the balance of which, and a further C\$110 million for construction, is at Bathurst’s sole option. These funds support a strong effort toward completing all necessary steps to execute a BFS and achieve permit approval.
- ❖ After the quarter ended, the province issued four new exploration licenses adjacent to Crown Mountain. These are viewed by the Company as speculative in nature.
- ❖ As at 31 December 2018 the Top 20 shareholders held approximately 64.7% of the capital of the Company and the Company held A\$3.5 million in cash (\$2.1 million In Jameson and \$1.4 million NWP). Jameson remains debt-free.

This quarter continued to build on the tremendous progress of previous periods in advancing the Crown Mountain project forward.

Overview

Jameson Resources Limited (“Jameson” or “the Company”) continuous to aggressively advance the Crown Mountain Coking Coal Project (“Crown Mountain” or the “Project”) on multiple fronts.

Funding and technical personnel provided by Bathurst supported the 2018 exploration program and related activities, including the analysis-in-progress of coal samples collected. Similarly, Bathurst is funding and providing technical support for the activities (EA Application, design/engineering, etc) that are required for permitting and/or form inputs to a BFS.

Jameson management is pleased with progress on Crown Mountain and continues to strive toward developing the project into a low-cost high-quality coking coal operation.



Figure 1 – Project Location Plan

Project Summary

Crown Mountain Project - Elk Valley Coal Field, British Columbia

The summer exploration program yielded adequate volume of coal samples to achieve several objectives:

- Analyse, in detail, every seam in every hole on an individual basis.
- Create composite blends representing the North and South blocks, respectively.
- Wash the composite blends in a pilot plant (Denver, Colorado). This avoids exposure to the heavy organic liquids normally used in small-scale lab washing (float/sink) which have been shown to, in some circumstances, alter coal properties.
- Deliver the washed samples to three different facilities for further evaluation:
 - A coal quality lab for detailed analysis of coal parameters.
 - CanMet's Ottawa (Canada) facility for carbonization testing, including pilot coke oven testing for CSR and drum index determination, and
 - A coal petrography laboratory to understand the rank and maceral make-up of the coal.
- Update the Crown Mountain geologic and coal quality model for use in the BFS.
- Facilitate discussions with potential customers.

Significant progress was achieved on laboratory evaluation of mitigating the selenium issue associated with spoil disposal areas in the region. Phase II of that study, focused on bio-remediation, was completed and results shared with First Nations and regulatory personnel. Near-complete selenium and nitrate reduction were achieved under the test conditions as a result of the activity of naturally-occurring microorganisms. Water quality predictive models are now being developed to assist in the parameters to be incorporated in spoil pile design.

Groundwater modeling is underway now that the 18 additional monitoring wells were installed last summer. This work is a key input into the EA Application and BFS.

Geotechnical and geochemical evaluation of the small diameter core collected from 6 special purpose holes (drilled Aug/Sept) is advanced and is also part of the EA and BFS process.

The province issued four additional coal exploration licenses in January. As previously stated, these applications are speculative in nature. The Company looks forward to evaluating their potential to increase the Crown Mountain resource base.

Dunlevy Project – North East British Columbia

No activity occurred at Dunlevy, which remains in good standing with the province, and represents a future opportunity for Jameson. Annual rental fees were paid in January. Dunlevy is not part of the BRL deal and remains 100% owned by Jameson.

Tenement Table: ASX Listing Rule 5.3.3

Jameson Resources Limited provides details of the Company's consolidated interests in mineral tenements/ licenses at the end of the quarter in accordance with Listing Rule 5.3.3 and their relevant percentage change in ownership during the December 2018 quarter.

Project	Location	Licences / Applications	Status	Interest at 1.10.2018	Change during the quarter*	Interest at 31.12.2018
Crown Mountain	BC - Canada	418150	Granted	82.8%	-	82.8%
Crown Mountain	BC - Canada	418151	Granted	82.8%	-	82.8%
Crown Mountain	BC - Canada	418152	Granted	82.8%	-	82.8%
Crown Mountain	BC - Canada	418153	Granted	82.8%	-	82.8%
Crown Mountain	BC - Canada	418154	Granted	82.8%	-	82.8%
Crown Mountain	BC - Canada	418966	Granted	92.0%	-	92.0%
Crown Mountain	BC - Canada	419177	Application	0%	-	0%
Crown Mountain	BC - Canada	419176	Application	0%	-	0%
Crown Mountain	BC - Canada	419178	Application	0%	-	0%
Crown Mountain	BC - Canada	419179	Application	0%	-	0%
Dunlevy	BC - Canada	418441	Granted	100%	-	100%
Dunlevy	BC - Canada	418442	Granted	100%	-	100%

The mining tenement interests relinquished during the quarter and their location: Nil.

The mining tenement interests acquired during the quarter and their location: Nil.

Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter: Not applicable.

Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter: Not applicable

Corporate

Jameson has 264 million shares outstanding, A\$3.5 million in cash and equivalents at quarter's end, and no debt. NWP holds A\$1.4million of this cash balance.

The Company continues to focus on advancing the Crown Mountain project with the objective of operating a low-cost high quality hard coking coal mine. To this end, the partnership with Bathurst has been a tremendous boost, and Jameson management is extremely pleased with how the arrangement is working.

On Behalf of the Board of Directors,



Art Palm

Chief Executive Officer and Acting Chairman

About Jameson Resources Limited

Jameson Resources Limited (ASX:JAL) is a junior resources company focused on the acquisition, exploration and development of strategic coal projects in western Canada. The Company has a 92% interest in NWP Coal Canada Limited ("NWP") which holds a 90% interest in the Crown Mountain coal project, and a 100% direct interest in the Dunlevy coal project located in British Columbia. Jameson's tenement portfolio in British Columbia is positioned in coalfields responsible for the majority of Canada's metallurgical coal exports and are close to railways connecting to export facilities.

To learn more, please contact the Company at +61 8 9200 4473, or visit: www.jamesonresources.com.au

About Bathurst Resources Limited

In July 2018, a subsidiary of Bathurst Resources Limited (ASX:BRL) acquired an 8% interest in NWP, with option to increase that interest to 50% subject to certain milestones and additional payments.

Bathurst is the largest coal company operating in New Zealand with over 2.2 million tonnes per annum of coal under management. More than 70% of the coal sold is used for steel making, both domestically and for export to Asian coke makers and steel mills. The remainder is sold to domestic users in the agricultural and energy sectors.

The Bathurst Group of companies operates 5 open cast mines across New Zealand and employs almost 600 people. The Bathurst operations are long life assets with extension potential for all operations beyond their current mine life. Bathurst is focussed on low cost, sustainable mining with a strong focus on the local communities and environmental management.

Forward Looking Statements

This announcement contains "forward-looking statements". Such forward-looking statements include, without limitation: estimates of future earnings, the sensitivity of earnings to commodity prices and foreign exchange rate movements; estimates of future production and sales; estimates of future cash flows, the sensitivity of cash flows to commodity prices and foreign exchange rate movements; statements regarding future debt repayments; estimates of future capital expenditures; estimates of resources and statements regarding future exploration results; and where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. However, forward looking statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements. Such risks include, but are not limited to commodity price volatility, currency fluctuations, increased production costs and variances in resource or reserve rates from those assumed in the company's plans, as well as political and operational risks in the countries and states in which we operate or sell product to, and governmental regulation and judicial outcomes. For a more detailed discussion of such risks and other factors, see the Company's Annual Reports, as well as the Company's other filings. The Company does not undertake any obligation to release publicly any revisions to any "forward looking statement" to reflect events or circumstances after the date of this release, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.