

GLADIATOR RESOURCES LTD

Activities Report for the Quarter Ending 31 December 2018

- Drilling Campaign Commenced and Completed
- Initial Drill Results Released
- Annual General Meeting Held

1. EXPLORATION ACTIVITY

NORTH ARUNTA

During the Reporting Quarter, the Company commenced and completed its maiden drilling campaign on the North Arunta Project, a joint venture between the Company and Prodigy Gold (ASX: PRX).

Drilling commenced following formal approval from the Central Land Council who issued a Scared Site Clearance Certificate (SSCC) which will remain in place until 31 December 2019 and covers EL 26825 & EL 29896. The SSCC followed approval of the Company's Mining Management Plan by the NT Department of Department of Primary Industry and Resources which removed all barriers to exploration on the Kroda prospect.



Figure 1: Drilling at Kroda 4

The drilling campaign encompassed 10 holes totalling 1,934 metres of RC drilling plus two holes totalling 271 metres of diamond drilling (see drill hole locations below) and was designed to test the prominent IP chargeability anomalies identified during the June – July 2018 IP Survey. Secondary aims were to verify grades reported from historic drilling and to obtain crucial geological (particularly structural) information to assist in the cost-effective definition of resources.

HoleID	Type	Easting	Northing	RL	RC (m)	Diamond (m)	Total Depth	Dip	Azimuth (Grid)
KRC001	RC	382780	7664720	451	250		250	-60	35
KRC002	RC	382760	7664910	453	235		235	-60	180
KRC003	RC	382131	7665082	453	300		300	-60	35
KRC004	RC	382540	7665000	453	150		150	-60	180
KRD005	RC/DD	382335	7665025	454	141	60.5	201.5	-60	35
KRC006	RC	381992	7665361	454	181		181	-60	35
KRC007	RC	381830	7665487	453	75		75	-60	180
KRC008	RC	381814	7665513	453	133		133	-60	35
KRC009	RC	381739	7665546	456	169		169	-60	35
KRC010	RC	381639	7665426	455	300		300	-60	35
KDD001	DD	382630	7664910	446		125.0	125	-70	360
KDD002	DD	382630	7664950	453		85.0	85	-60	180
TOTAL					1,934	271	2,205		

Figure 2: Drill hole locations

Preliminary results including assays have been received to date (see GLA ASX 3rd Dec 2018, GLA ASX 19 Dec 2018 & GLA ASX 14 Jan 2019) however the Company awaits full results before drawing any definitive conclusions. The final assay results are expected to be received in early February following a delay in logging and submitting samples over the Christmas and New Year Period.

Drilling at Kroda 4 tested a 350m strike length of an IP chargeability anomaly defined in the June-July 2018 IP Survey. The chargeability anomalies are interpreted to be the plunge extension or footwall duplication of gold mineralisation intersected in historic RC holes.

Analytical results have been returned for holes KRC006, 8 and 9 (see GLA ASX Dec 3rd). All holes returned elevated gold (> 0.1 g/t Au) over downhole intervals in excess of 40m, associated with pervasive silicification, numerous quartz veins, disseminated and vein sulphides and elevated arsenic with the best intersection of 3m at 1.4 g/t Au occurred in hole KRC009 (at a cut-off of 0.5 g/t au). Hole KRC008 returned a best intersection of 1m at 1.3 g/t Au. The data confirms the presence of a significant hydrothermal gold system and the perspective of the IP anomaly north and east of Kroda 4.

Further assay results were received post the reporting period from KRC003 and KRC010 and for pre-collar samples from hole KRC005.

Hole KRC003 intersected the Kroda 3 chargeability anomaly 350m west of the area previously drilled (see GLA ASX 3rd Dec 2018). Highly anomalous gold in excess of 100 ppb (0.1 g/t) was encountered over a 20m downhole width between 272 and 292m. The anomalous gold is associated with pervasive silicification, numerous quartz veins, disseminated and vein sulphides and elevated arsenic. The best

intersection was 1m at 0.57 g/t. These results double the known extent of the Kroda 3 mineralised zone.

Hole KRC010 intersected a chargeability anomaly immediately west of Kroda 4 (see GLA ASX 3rd Dec 2018). Two 1m intervals returned gold in excess of 0.1 g/t, broadly associated with a 30m downhole interval of disseminated pyrite and anomalous arsenic (due to disseminated coarse arsenopyrite).

The Company believes the results received to date continue to demonstrate what is a potentially a significant gold system. Based on the observations of the density of veining, distribution of sulphide minerals, alteration zonation and broad zones of anomalous gold (> 0.1g/t Au) the Company believes that the Kroda system may be the surface expression of a much larger Intrusion Related Gold system. Ongoing assessment of the current and further pending assays with the drill core and chips will help to generate a target model for future testing and further project evaluation.

Marymia Project

The Company is still awaiting Ministerial consent for the formal transfer of the Marymia Exploration License 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 during the previous quarter and the duty subsequently paid. The Company believes that no other barriers are required to be overcome and that formal Ministerial Consent is expected.

2. CORPORATE ACTIVITY

AGM

The Company held its AGM on 28 November 2018 where all resolutions put to the meeting were comfortably passed.

Share Issue

Following shareholder approval at the AGM the Company issued 207,000,000 fully paid ordinary shares at \$0.002 (0.2cents) per share, to settle in full, the temporary loan facility entered into during the previous quarter.

Post Reporting Date

On 25 January the Company completed a capital raising where it raised \$250,000 before costs by placing 250,000,000 fully paid ordinary shares to professional and sophisticated investors at \$0.001 (0.1cents) per share. The capital raising was required following the drilling campaign, which was completed on budget, to replenish the working capital of the Company. The raise was anticipated to be concluded following the release of all assay results however the delay to early February of the final results required the Company to conclude the raise prior.

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Competent Person Statement

The information in this document that relates to Exploration Results is based on information compiled by Dr Andy Wilde, a Competent Person who is a Fellow of The Australian Institute of Geoscientists (AIG) and a Registered Professional Geoscientist with AIG. Dr Wilde is a Director of Gladiator and holds shares and options in the Company.

Dr Wilde has sufficient experience that is relevant to the styles of mineralisation and types of deposits under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code).

Dr Wilde consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

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.

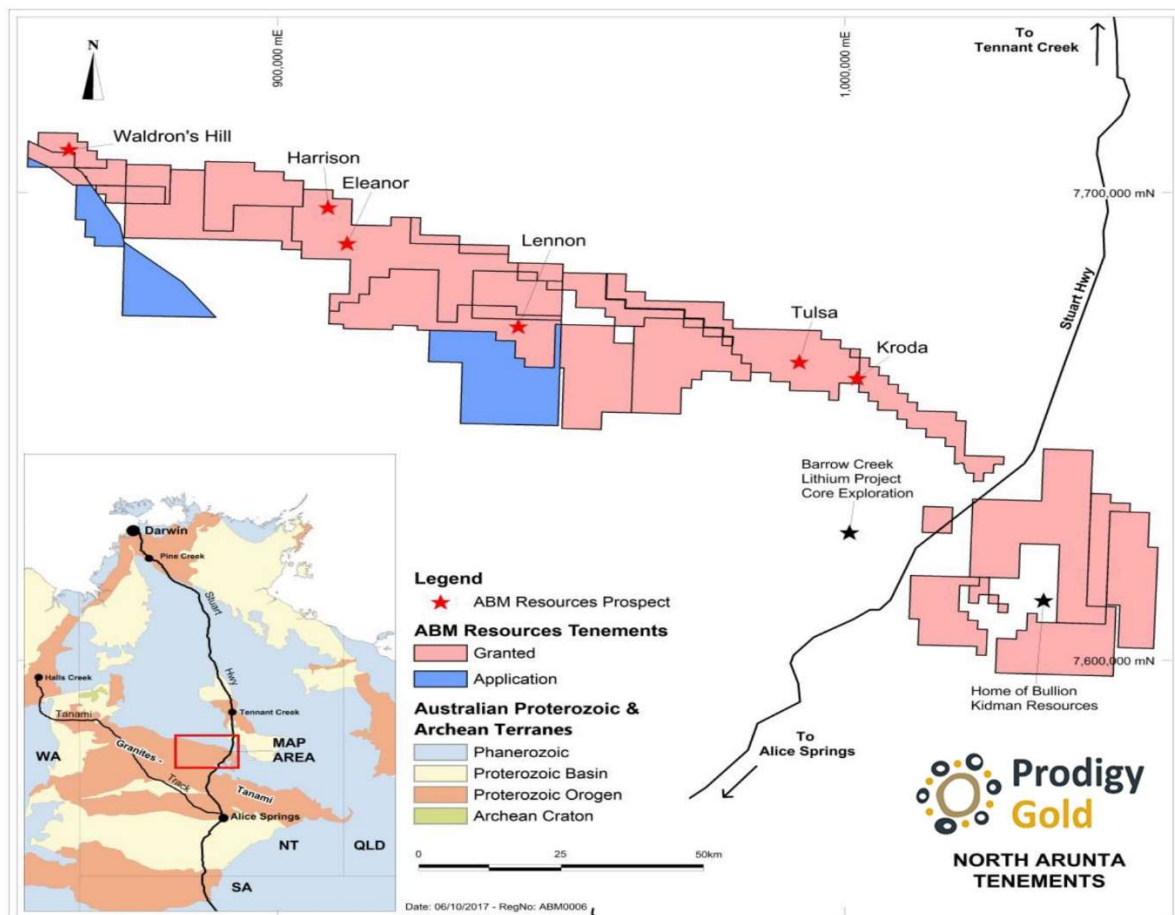


Figure 2. North Arunta Project tenement portfolio subject to the Joint Venture Agreement between Gladiator Resources Limited and Prodigy Gold NL.

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.

