

GLADIATOR RESOURCES LTD

Activities Report for the Quarter Ending 31 March 2019

- Assays received for three cored holes at North Arunta
- Five sub-parallel and possibly en echelon gold zones identified
- GLA agrees to acquire a majority interest in the advanced Mpokoto Gold Project located approx. 430km west of Lubumbashi in the Democratic Republic of Congo

EXPLORATION ACTIVITY

NORTH ARUNTA

During the quarter, the Company released assay results for diamond drill core, and screen fire assay for selected RC samples from the Company's Kroda prospect at the North Arunta project, a joint venture between the Company and Prodigy Gold (ASX: PRX).

All analytical results from the Company's drilling campaign (concluded previous quarter) have now been received. The drilling campaign encompassed 10 holes totalling 1,934 metres of RC drilling plus two holes totalling 271 metres of diamond drilling and was designed to test the prominent IP chargeability anomalies identified during the June – July 2018 IP Survey, and to verify grades reported from historic drilling. All results including assays have been received (see GLA ASX 3rd Dec 2018, GLA ASX 19 Dec 2018, GLA ASX 14 Jan 2019 & GLA ASX 28 Feb 2019). Two of the three holes reported (KDD001 & KDD002) were drilled on a section with historic drill holes that intersected high grade gold mineralisation (Fig. 1). The new holes were designed to verify historical gold grades and importantly, to provide new information on the nature of the mineralisation since no significant geological information existed from previous drilling.

The third cored hole reported (KRCD005) during the reporting period commenced using reverse circulation but was completed by diamond coring due to the intersection of water. This hole was designed to test the possible down plunge extent of the known mineralisation to the west, where it was predicted by an IP chargeability anomaly.

Kroda 3

As previously disclosed during the reporting period, results from KDD001 & KDD002 combined with several historic holes suggest that there are five steeply dipping and sub-parallel, possibly en echelon, gold zones at Kroda 3 (Fig. 2). The thickest zone was intersected by both holes and both holes returned

very high grades (>25 g/t Au). Hole KDD001 appears to have been drilled sub-parallel to the thickest and highest-grade zone. This hole intersected 9m at an average gold grade of 11.5 g/t including a very high-grade interval of 2m at 37 g/t and an additional 1m at 26 g/t. Scissor hole KDD002 confirmed the geometry of the ore zones but returned narrower intervals, the best being 5m at 15.3 g/t Au. Unfortunately, the drilling has shown that despite the encouraging results on this section line, the high-grade zone is likely to be small and is not recognised on adjacent sections. Furthermore, hole KRCD005 failed to return any gold intersections in excess of 0.5 g/t, which limits considerably the prospective strike length of the Kroda mineralisation.

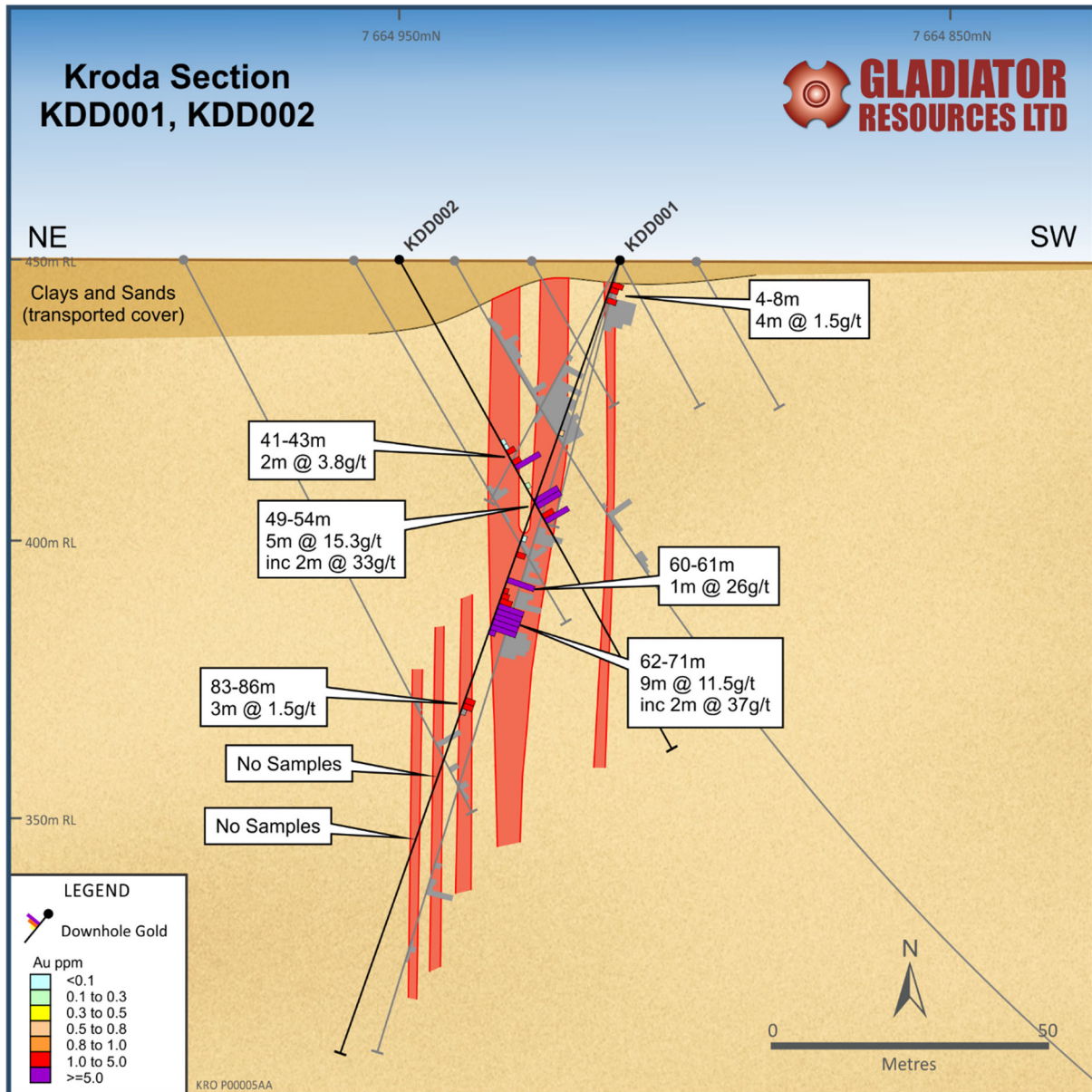


Figure 1: North-south section 382630mE through Kroda 3. Note: the Au histograms have been truncated at 5 g/t owing to extremely high grades encountered in both holes.

SCREEN FIRE ASSAY RESULTS

Screen fire assay results on 15 samples were released during the quarter (GLA ASX 28 Feb 2019) The results demonstrate the presence of minor amounts of coarse gold, but this is not thought to be sufficient to materially impact on the overall fire assay results. Coupled with good reproducibility of gold assays between duplicate pairs, coarse gold is not thought to be an analytical problem at Kroda.

Despite the high grades intersected by KDD001 and KDD002, the drilling campaign failed to demonstrate economic gold mineralisation over a substantial strike extent, with most of the 10 RC holes failing to return gold grades in excess of 0.5 g/t. High grade gold intervals previously intersected at Kroda 3 have been verified, but there is no evidence that these represent anything other than a relatively thin and localised occurrence of no economic significance.

The IP chargeability anomalies that guided the company's drilling were proven due to high volumes of disseminated pyrite and arsenopyrite, unfortunately these sulphide minerals are not accompanied by economic levels of gold. Nevertheless, the presence of these sulphides over a kilometre of strike represents a substantial hydrothermal system, which may be prospective for other metals.

The Company continues to evaluate the future of the North Arunta project and will finalise an exploration program for the 2019 calendar once plans for the Mpokoto Gold Project (see below) acquisition are clearer.

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 paid. The Company believes that no other barriers are required to be overcome and that formal Ministerial Consent is expected.

CORPORATE ACTIVITY

Mpokoto Gold Project

The Company announced (see GLA ASX 1 April) that it has entered into a binding Heads of Agreement ("HOA") with African Royalty Company Pty Ltd ("ARC") to acquire a controlling 72% interest in the Mpokoto Gold Project which is located in the southeast of Democratic Republic of Congo ("DRC").

The HOA is subject to a number of conditions which must be satisfied or waived, including:

- completion of satisfactory due diligence by the Company;
- execution of formal agreements as may be necessary to formalise and define the final and agreed terms between the parties;
- receipt of all necessary ministerial, government, regulatory and third-party approval including consents in respect of the Project, if required;
- the Company obtaining all necessary ASX, shareholder, regulatory or Board approvals or consents, if required.

Upon acquisition of the Project, the Company will manage and oversee all exploration and development activities for the Mpokoto Gold Project.

Under the terms of the HOA, the Company has agreed to pay ARC the following milestone consideration:

1. on completion of Legal Due Diligence, a non-refundable option fee of USD\$25,000;
2. on signing of formal agreements to acquire its majority interest in the Mpokoto Gold Project, the issue of 80 million fully paid Ordinary Shares in the Company;
3. on commencement of exploration activities, the issue of 80 million fully paid Ordinary Shares in the Company;
4. on renewal of exploration leases specified by the Company, the issue of 80 million fully paid Ordinary Shares in the Company;
5. on reporting a JORC Resource of not less than 1 million ounces at a grade of 1.25 g/tonne from 24.88 million tonnes, the issue of 75 million fully paid Ordinary Shares in the Company;
6. on a decision to mine, the issue of 75 million fully paid Ordinary Shares.

The Company has an obligation under the HOA, to expend a minimum of \$500,000 on exploration and a feasibility study over the first 18 months of its participation in the joint venture. To assist the Company in funding its due diligence expenses, the Company has further agreed to place to 1620 Capital Pty Ltd or its nominees 100 million fully paid Ordinary shares at a price of \$0.001 per share to raise A\$100,000.

Mr. Jason Brewer shall join the Company's Board of Directors subject to execution of the formal agreements.

The parties have a 45 day period to complete the conditions precedent, including for the Company to complete its due diligence. In the event that the conditions precedent is not satisfied within that period or such later date as agreed by the parties, the HOA may be terminated by either party.

Representatives from the Company are currently visiting Lubumbashi where they aim to complete the majority of the due diligence, largely focussing on the standing of all licences encompassing the Project the financial position of the various companies holding the project assets.

About the Mpokoto Gold Project

The Mpokoto Gold Project is located approximately 430km west of Lubumbashi in the Lualaba Province in the southeast of the DRC and comprises four granted mining leases (PE 13122, 13123, 13124 & 13125), that are valid until 2044 and extend over an area of 146km².

Gold exploration commenced in the Project area in 1996 and extensive sampling, geophysical surveys, auger, air-core, reverse circulation ("RC") and diamond drilling programs have been completed, as well as scoping studies, a pre-feasibility study and mining studies and associated pit optimization work focused on the open pit mining of the defined oxide resources. A total of 210 drill holes for 20,449m of drilling has been completed on the Project, including 103 RC holes totalling 5,892m, and 107 diamond drill holes (including RC pre-collars with diamond core tails) totalling 14,557m.

The most recent 46-hole, 2,307m RC drilling on the Project completed by AIM-listed Armadale Capital Ltd in 2014, led to a material increase in JORC compliant Resources at the time, identified a new zone of continuous mineralization over a strike length of approx 750m to an average depth of 60m down dip, and demonstrated the excellent potential for exploitation of the shallow oxide mineralization.

Project Location



Planned Work Programs

Work undertaken to date on the Project has included, Scoping Studies, Pre-Feasibility Study, Mine Planning, and open pit optimisation studies in addition to extensive metallurgical test work and suggest the Mpokoto Gold Project is a well-advanced project. In addition, previous owners reported encouraging exploration results that require follow-up work. During its due diligence the Company will review all documents and assess their merits.

Gladiator presently expects, upon completion of its due diligence and finalization of the acquisition to implement a series of programs including Infill Drilling designed to expand the existing oxide/transition resource base, a Regional exploration program seeking to have permits renewed and a strategic review undertaken to expand the Project further once it has had the opportunity to prioritize, and a Heap Leach Scoping Study.

Share Issue

On 25 January the Company completed a capital raising where it raised \$250,000 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 to Company to conclude the raise prior.

For further information, please contact:

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The following tenements are subject to the North Arunta Joint Venture where the Company as a right to earn up to a 70% interest.

Tenement Number	Current Ownership Percentage
EL 26825	0%
EL 28515	0%
EL 28727	0%
EL 28748	0%
EL 29723	0%
EL 29724	0%
EL 29725	0%
EL 29896	0%
EL 30470	0%
EL 30507	0%
EL 30637	0%
EL 8766	0%
EL 23880	0%
EL 23883	0%
EL 23884	0%
EL 23885	0%
EL 23886	0%
EL 25030	0%
EL 25031	0%
EL 25033	0%
EL 25034	0%
EL 25035	0%
EL 25036	0%
EL 25041	0%
EL 25042	0%
EL 25044	0%
EL 29819	0%
EL 29820	0%