
A C C E N T
R E S O U R C E S N . L .



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Quarterly Activities Report For The Period Ending 31 December 2019

Highlights for the quarter ending 31 December 2019

- The Magnetite Range Project has seen ongoing work completed on Mining Lease Application (MLA) requirements; diamond drill test work; relocation of shipping containers, rehabilitation work and Program Of Work submission; Accent are in ongoing discussions with CSA Global who are assisting in several areas however delays were encountered leading up to the holiday period.
- The Norseman gold project stage one RC drill site preparation is progressing; Stage II RC and DD design is ongoing; tenure acquisition is currently being negotiated and pending.
- The Norseman gold project Native Title Aboriginal Site Identification Heritage Survey was completed and final report received; Native Title MLA discussions are progressing with Ngadju Native Title Aboriginal Corporation; a draft MLA agreement has been provided to both parties for review.
- The Norseman project application for P63/2191 was submitted on 4th July 2019 and a Regional Standard Heritage Agreement was executed on 15th Sept 2019, a meeting scheduled with Department of Biodiversity, Conservation and Attractions Re Brockway Timber Reserve (197/25) was completed and conservation management plan requirements established, pending grant;
- The Company continues to concentrate on the identification of investment opportunities in the resources sector and is targeting projects which are generating or will generate positive cashflow.

Capital Structure

Ordinary Fully Paid Shares at 31 December 2019	181,000,233
12 month high-low	\$0.003 - \$0.006

Directors & Management

Yuzi (Albert) Zhou	Executive Chairman
Dianzhou He	Deputy Chairman
Jun Shang Liang (alternate Jie You)	Non Executive Director
Rob Allen	Company Secretary

Top 10 Shareholders	No.	%
Xingang Resources (HK) Limited	98,026,518	54.16%
Rich Mark Development (Group) Pty Ltd	28,218,366	15.59%
Grandmaster Fortune	21,563,603	11.91%
Sino Oriental International Limited	10,000,000	5.52%
Mr Bin Cui	9,993,998	5.52%
Mrs Li Li Zhao	2,102,500	1.16%
Mr Gregory Ian Willims & Mrs Judith Anne Willims	875,000	0.48%
Tolsutra Pty Ltd	500,000	0.28%
Brownward Pty Ltd <Brian Hayward S/F A/C>	500,000	0.28%
Dong Liang	493,959	0.27%

Corporate

In conjunction with majority shareholder Xingang Resources (HK) Limited and Rich Mark Development the Company continues to assess investment opportunities and projects for acquisition or development.

MZI Resources Ltd

In late 2015 the Company acquired a substantial shareholding in MZI Resources Ltd (“MZI”), a listed Western Australian mineral sands producer. Between 2016 and 2018 MZI failed to achieve targeted production and recovery levels resulting in it incurring substantial losses and a substantial build up in debt.

In March 2019 MZI’s shares were suspended and in April 2019 voluntary administrators were appointed. The Keysbrook operation was subsequently sold to Doral Mineral Sands Pty Ltd in June 2019 and MZI shares were removed from the ASX Official List in August 2019.

In December 2019 the administrators announced that they had executed a sale contract for MZI’s Tiwi Island mineral sands mining and exploration titles. Also they announced they had conducted a sale campaign for the corporate shell and have selected a preferred bidder for possible recapitalisation and relisting.

Magnetite Range Iron Ore Project (ACS 100%)

The Company's wholly owned Magnetite Range Project is located in the Midwest region of Western Australia, immediately adjacent to the Extension Hill iron ore mine, and contains a total JORC resource of **435 Mt at 31.4% Fe** at 15% weight recovery cut off, as announced to the ASX on 28 November 2012.

The Julia Prospect saw the completion of a diamond drill hole during 2018, logging and zonation was completed during 2019 at the Julia Prospect for a total of 130.7m. Appropriate test work has been recommended and is pending completion. Diamond core test work was delayed during the quarter due to other priorities.

The area between the main Julia zone and Hematite Hill is under review and a Program Of Work (POW) was submitted for drilling over E59/875 and E59/2303 during the quarter.

CSA Global are providing ongoing specialist high level pre-feasibility advice on project strategy and test work. Staged Pre-feasibility studies (PFS) have commenced, including an internal review of Mining Lease Application requirements for the project area.

The Company remains committed to development of the project and continue to review land access, logistics, infrastructure and corporate options moving the project continually towards PFS.

Norseman Gold Project (ACS 100%)

The Norseman Gold Project occurs within a strongly mineralised portion of the southern Norseman-Wiluna greenstone belt and is located 5km south of the Norseman town site. A JORC 2004 Code Mineral Resource for Iron Duke and Surprise deposits of **1,039,400 tonnes @ 1.8 g/t Au for 59,500 ounces** (99 percentile upper cut, 1.0 g/t Au lower cut off) was announced to the ASX on 26 November 2012. Over 70-80% of the resource is shallow, within 50m of surface.

The Norseman Project has seen a number of activities ramping up during the quarter including tenure acquisition negotiations, stage one drill design and field planning, Program Of Work 74353 (amended POW778908) submission(s), Stage one RC drill pegging exercise, Mining Lease Application review, and a recently completed Native Title Site Identification Heritage Survey by Ngadju with the assistance of Paperbark Corporation.

Norseman Project Tenure acquisition(s) have progressed and are currently pending grant at the time of writing this report. P63/2191 application was submitted on the 4th July 2019; with a standard heritage agreement executed on 15th September. Accent attended a meeting with the Department of Biodiversity, Conservation and Attractions (DBCA) during the quarter regarding conservation management plan (CMP) requirements for P63/2191. The DBCA consultation advised Accent is required to complete a CMP for the Brookman timber reserve 197/25; **Figure 01 – P63/2191**

Stage one (RC) drilling has been pegged (~40 holes) and site access checked, site logistics and preparation studies have commenced and will continue into the next reporting period. Stage two drill planning has been reviewed and will continue during the next reporting period. Stage two drilling will include diamond drill hole targeting

The Project wide storage yard sample relocation exercise is ongoing and currently pending completion. The majority of company historical samples have been relocated to Lot 163 England Crescent Perenjori, the remaining samples are currently pending final relocation. Upon completion of the relocation exercise, the quality and quantity of Norseman samples will be audited and reviewed for potential multielement geochemical analysis;

A Ngadju Native Title Site Identification Heritage Survey was planned as a prerequisite for drilling. The field survey and final reporting was completed over the Norseman Project during the reporting period. The survey crew consisted of one Anthropologist, Dr Micheal Weir; 6 Ngadju representatives and two Accent personal. The Final Heritage Survey report indicated no significant sites recorded over the survey areas completed. **Figure 02 Norseman Project Heritage Survey Boundary Extent**

Mining Lease application (M63/657) applied for on 3 September 2015 is pending with the WA Department of Mines, Industry Regulation and Safety. This application seeks to convert 7 contiguous granted Prospecting Licenses and 5 contiguous granted Mining Leases into one consolidated Mining Lease (M63/657). The 12 tenements are P63/1380-1381; P63/1383-1384; P63/1642; P63/1893; P63/1904; M63/225-226; M63/229; M63/247 and M63/369.

Mining Lease Agreement Native Title negotiations for MLA63/657 have again commenced with another assigned NNTAC lawyer to the project. ACS have provided a copy of a draft MLA mining agreement for review and is currently awaiting feedback from Ngadju Native Title Lawyers and NNTAC.

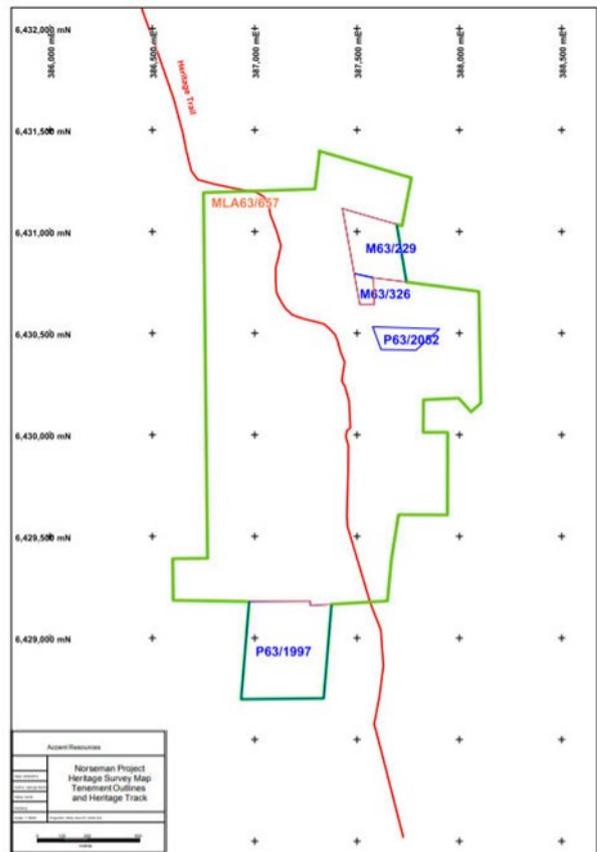
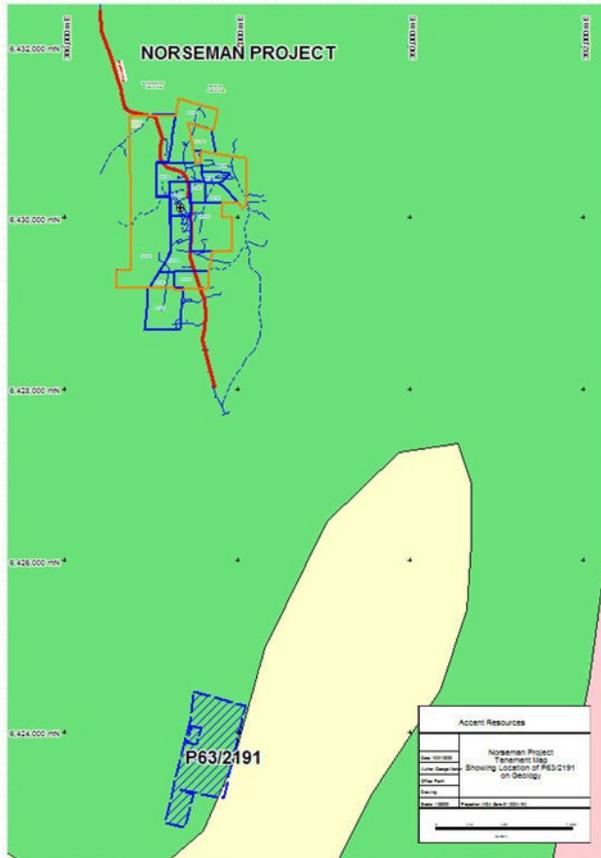


Figure 1 - Norseman Project Area and P63/2191 Application located approximately 4km south of project area

Figure 2 - Norseman Project Heritage Survey Location Map – Boundary Extent of Survey Area (Green)

For the Quarter Ended 31 December 2019

WESTERN AUSTRALIA

All of the company's projects are located within Western Australia.

TENEMENT PARTICULARS	PROJECT	INTEREST AT BEGINNING OF QUARTER	ACQUIRED	INTEREST AT END OF QUARTER
	LOCATION			
E59/875	Mt Gibson	100%	22/03/2006	100%
M59/166	Mt Gibson	100%	5/10/1989	100%
L59/106	Mt Gibson	100%	1/08/2012	100%
E59/2303	Mt Gibson	100%	31/08/2018	100%
E59/2043	Mt Gibson	100%	18/06/2015	100%
E59/2044	Mt Gibson	100%	18/06/2015	100%
M63/225	Norseman	100%	4/01/1991	100%
M63/226	Norseman	100%	4/01/1991	100%
M63/229	Norseman	100%	19/11/1990	100%
M63/247	Norseman	100%	4/12/1992	100%
M63/369	Norseman	100%	1/07/2011	100%
M63/657	Norseman		Application	
P63/1642	Norseman	100%	6/06/2008	100%
P63/1380	Norseman	100%	5/09/2007	100%
P63/1381	Norseman	100%	5/09/2007	100%
P63/1383	Norseman	100%	5/09/2007	100%
P63/1384	Norseman	100%	5/09/2007	100%
P63/1893	Norseman	100%	3/09/2012	100%
P63/1904	Norseman	100%	7/09/2012	100%
P63/1997	Norseman	100%	4/07/2016	100%
P63/2052	Norseman	100%	26/10/2017	100%
P63/2191	Norseman		Application	

WESTERN AUSTRALIA

All of the company's Mineral Resources and Ore Reserves are located within Western Australia.

IRON (MAGNETITE) RESOURCES

There was no change to the company's iron (magnetite) resources during the December Quarter 2019.

Table: Magnetite Range Project

JORC 2004 Category	Tonnes (Mt)	DTR Wt Recovery (%)	Whole Rock Assay				DTR Concentrate Assay						
			Fe (%)	Al ₂ O ₃ (%)	S (%)	SiO ₂ (%)	Fe (%)	Al ₂ O ₃ (%)	S (%)	SiO ₂ (%)	P (%)	FeO (%)	LOI (%)
Measured	6.8	41.66	33.86	0.86	0.11	46.92	69.61	0.1	0.16	2.93	0.01	24.53	-3.08
Indicated	305.7	37.26	31.82	1.92	0.33	46.27	67.32	0.24	0.49	5.32	0.01	27.37	-2.77
Inferred	122	32.57	30.28	2.34	0.41	47.12	67.6	0.24	0.62	4.91	0.01	27.43	-2.68
Total	434.5	36.01	31.42	2.02	0.35	46.52	67.43	0.24	0.52	5.17	0.01	27.34	-2.75

- Source: ACS 30/06/2019 Annual Report
- Small discrepancies may occur due to rounding effects
- Calculated on the fresh zone, 15% DTR weight recovery cut off

GOLD RESOURCES

There was no change to the company's gold resources during the December Quarter 2019.

Table: Norseman Project (at 0.5 g/t Au lower cut off)

Deposit	JORC 2004 Category											
	Measured			Indicated			Inferred			Total		
	Ore (t)	Grade (g/t)	Total (Oz)	Ore (t)	Grade (g/t)	Total (Oz)	Ore (t)	Grade (g/t)	Total (Oz)	Ore (t)	Grade (g/t)	Total (Oz)
Iron Duke	450,900	1.8	25,300	272,500	1.6	14,000	126,500	1.6	6,400	850,000	1.7	45,700
Surprise	299,200	1.4	13,300	137,600	1.3	5,900	94,300	1.2	3,600	531,100	1.3	22,800
Total	750,100	1.6	38,600	410,100	1.5	19,900	220,800	1.4	10,000	1,381,000	1.5	68,500

Table: Norseman Project (at 1 g/t Au lower cut off)

Deposit	JORC 2004 Category											
	Measured			Indicated			Inferred			Total		
	Ore (t)	Grade (g/t)	Total (Oz)	Ore (t)	Grade (g/t)	Total (Oz)	Ore (t)	Grade (g/t)	Total (Oz)	Ore (t)	Grade (g/t)	Total (Oz)
Iron Duke	328,300	2.1	22,200	213,700	1.8	12,500	111,100	1.7	6,000	653,200	1.9	40,700
Surprise	210,800	1.6	10,900	111,900	1.4	5,200	63,500	1.4	2,800	386,200	1.5	18,800
Total	539,100	1.9	33,100	325,600	1.7	17,700	174,600	1.6	8,800	1,039,400	1.8	59,500

- Source: ACS 30/06/2019 Annual Report
- Small discrepancies may occur due to rounding effects

COMPETENT PERSONS STATEMENTS

For the Quarter Ended 31 December 2019

Competent Persons Statement – Magnetite Range Project

The information that relates to Mineral Resources at the Magnetite Range Iron (magnetite) Ore Project is based on a resource estimate that was prepared by Mr Stephen Hyland of Ravensgate Mineral Industry Consultants. Mr Hyland is a Fellow of the Australasian Institute of Mining and Metallurgy. The preparation was supervised by Mr G Rodney Dale FRMIT of PROMET Engineers Pty Ltd. Mr Dale is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Hyland takes overall responsibility for the Resource Estimate; Mr Dale takes responsibility for the geological model. Mr Hyland and Mr Dale have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Hyland and Mr Dale consent to the inclusion in this report of the matters based on their information (and the public reporting of these statements) in the form and context that the information appears.

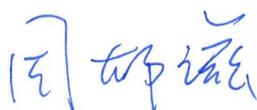
Competent Persons Statement – Norseman Project

The information that relates to Mineral Resources at the Norseman Gold Project is based on a resource estimate that was prepared by Mr Stephen Hyland of Ravensgate Mining Industry Consultants. Mr Hyland is a Fellow of the Australian Institute of Mining and Metallurgy. Mr Hyland has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Hyland consents to the inclusion in this report of the matters based on his information (and the public reporting of these statements) in the form and context that the information appears.

Competent Persons Statement – Annual Mineral Reserves and Resources Statement

The Mineral Resources and Ore Reserves statement in this Quarterly Report is based on, and fairly represents, information and supporting documentation prepared by a competent person or persons. The Mineral Resources and Ore Reserves statement as a whole has been approved by Ms G Morton, who is a full-time employee of the Company and a Member of the Australian Institute of Geoscientists. Ms Morton consents to the inclusion of the Mineral Resources and Ore Reserves statement in the form and context in which it appears in this Annual Report.

Yours faithfully,
Accent Resources NL



Yuzi Zhou
Executive Chairman

For further details contact:
Yuzi (Albert) Zhou - Executive Chairman (08-94813006)