

Quarterly Activities Report **Quarter ended 30 September 2015**

CUDDINGWARRA – WESTERN AUSTRALIA

EL20/742 (100%)
PL20/2095 (100%)
PL20/2096 (100%)
EL20/833 (100%)

The four leases are located in the Cue Mineral Field near the historic Big Bell and Cuddingwarra mining centres. Three of the leases are contiguous being E20/742 and P20/2095 and 2096. This project area is referred to as Milly Bore. EL20/833 is situated to the NW of Milly Bore and is referred to as the Berring Pool project.

The Milly Bore project is situated immediately to the north of the Cuddingwarra Mining Centre. Gold mineralisation is common in the area and there are numerous historical workings. The principal deposits are Black Swan, Black Swan South, Golden Gate, Chieftain and Rheingold.

The Berring Pool project is adjacent to the Big Bell-Coodardy gold trend that is interpreted to be on the northern margin of the lease.

Milly Bore

The project covers an area of approximately 100km² and is situated within the Archaean Meekatharra-Wydyge Greenstone Belt. The greenstone belt is comprised of thick sequences of basalt and mafic rock with banded iron formation, ultramafic, felsic volcanic and volcanoclastic rocks. Felsic porphyries and granitoids have intruded the greenstones.

Numerous gold occurrences occur immediately to the south of Milly Bore at the Cuddingwarra Mining Centre and further south at the Golden Crown – Cue mining camp.

Gold was discovered at Cuddingwarra in the early 1890's, and produced an estimated 62,000 ounces from underground mining. The Victory United/Fortune of War underground mine, which developed a single quartz vein/shear for 30,000 ounces at an approximate grade of 45g/t Au illustrates the potential of the area. Modern day open cut mining was undertaken from 2000 to 2007 by Normandy and Harmony Gold. Principal open cuts were Black Swan, Golden Gate, Chieftain and Rheingold.

The project has seen limited exploration by previous operators although it is adjacent and along strike from the active Cuddingwarra mining centre. This has been due to in part the interpretation of the area being under significant transported cover making the exploration difficult and expensive. Gleneagle consider the cover to be the reason for the lack of exploration success and as such is an opportunity for dedicated exploration.

Berring Pool

The project covers an area of approximately 16km² and is also situated within the Archaean Meekatharra-Wyldgee Greenstone Belt.

Work Undertaken

During the quarter, completed a limited field trip involving surface sampling, data validation and mapping on E20/742. Mapping and sampling has also subsequently been completed on P20/2096 and 2096. Samples will now be submitted for analysis.

In light of current economic conditions, the company is assessing the best way to move the project forward whilst conserving cash reserves.

CORPORATE

During the quarter, the company announced that due to current market conditions the decision had been taken not to proceed with the merger with Myostin Therapeutics Pty Ltd.

The Company will continue to assess new project opportunities that the Board believes will add shareholder value.

W Loxton
Director

Tenement Interests as at 30 September 2015

WESTERN AUSTRALIA

Cuddingwarra Project - Gold

| Tenement | Status | Interest at beginning of quarter (%) | Interests relinquished, reduced or lapsed (%) | Interests acquired or increased (%) | Interest at end of quarter (%) |
|-----------|---------|--------------------------------------|---|-------------------------------------|--------------------------------|
| EL20/742 | Granted | 100 | - | - | 100 |
| PL20/2095 | Granted | 100 | - | - | 100 |
| PL20/2086 | Granted | 100 | - | - | 100 |
| ELA20/833 | Granted | 100 | - | - | 100 |