

17 November 2015

Chairman's AGM Address

Good morning ladies and gentlemen and welcome to the 2015 Annual General Meeting of Pioneer Resources Limited ("the Company"). I am Craig McGown, Chairman of Pioneer Resources Limited.

The past year has seen continuing activity on your Company's primary exploration assets, being the Fairwater Nickel Project in the Albany-Fraser Orogen, the Acra Gold Project and the Blair Dome Nickel Project, the latter two located near Kalgoorlie in Western Australia.

Formative work has identified compelling targets, and drilling programs have resulted for each of these key projects, including the drilling programs recently completed at the Acra and Fairwater Projects, the latter being announced on 10 November.

The key projects have valuable existing datasets which have been added to over the past two years by your Company's technical team. In all three cases important new concepts have resulted. At Acra this includes the identification of a high grade gold lode environment, with encouraging results returned at the Kalpini South Prospect. At the Blair Nickel Project, the concept of an ultramafic dome provides coherence to nickel targets along an 11 km strike length of basal ultramafic contact which identified an ultramafic intrusion, and at Fairwater Nickel Project in the Fraser Ranges, proof of concept aircore drilling has identified an ultramafic intrusion with fertility vectors indicating prospectivity for nickel sulphide mineralisation.

During the year your Company expended a total of \$3.25 million on its exploration activities. This was predominantly for drilling, geochemistry, geophysics and consultant studies related to the Blair Dome Model and other exploration activities, plus taxes and bonds. This expenditure was funded through a combination of capital raisings (\$2.76 million which includes the latest placement of \$0.63 million), Research and Development refunds and Exploration Incentive Scheme co-funding (\$0.57 million), and the final instalment from the sale of the Mt Jewell Project in 2012 (\$1.05 million).

In line with the Company's commitment to its field exploration programs, approximately 73% of expenditure was allocated to in-ground activities. The funding of exploration projects remains challenging in the current difficult and volatile equities market.

For those shareholders, including the Board, who participated in the two fundraisings totalling \$2.76 million during the year, I thank you for your continuing support. I would also like to acknowledge the significant contribution made by our Managing Director, David Crook, his exploration and management team and your Company's consultants. I would also like to thank my Board and Company Secretaries for their positive input and contribution to the successful operation of your Company.

I, and the entire Pioneer Resources team, remain focused on delivering shareholder value through our targeted exploration activities, and I look forward to sharing news of our progress with you in the year ahead.

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