ASX RELEASE

REWARD MINERALS LTD

11 December 2015

ASX CODE
RWD

SHARE PRICE
$0.63

SHARES ON ISSUE
119.6 M

OPTIONS
23.0M ($0.25 - $0.50)

MARKET CAPITALISATION
$75.3M (undiluted)

CASH POSITION
$6.7M (Sept'15 Qtrly)

DIRECTORS & MANAGEMENT

Colin McCavana
Chairman

Rod Della Vedova
Non-Executive Director

Michael Ruane
Managing Director

Daniel Tenardi
Projects Director

Paul Savich
Corporate Development Officer & Company Secretary

Bianca Taveira
Company Secretary

KEY PROJECTS

LD Project
Karly Project
Dora Project

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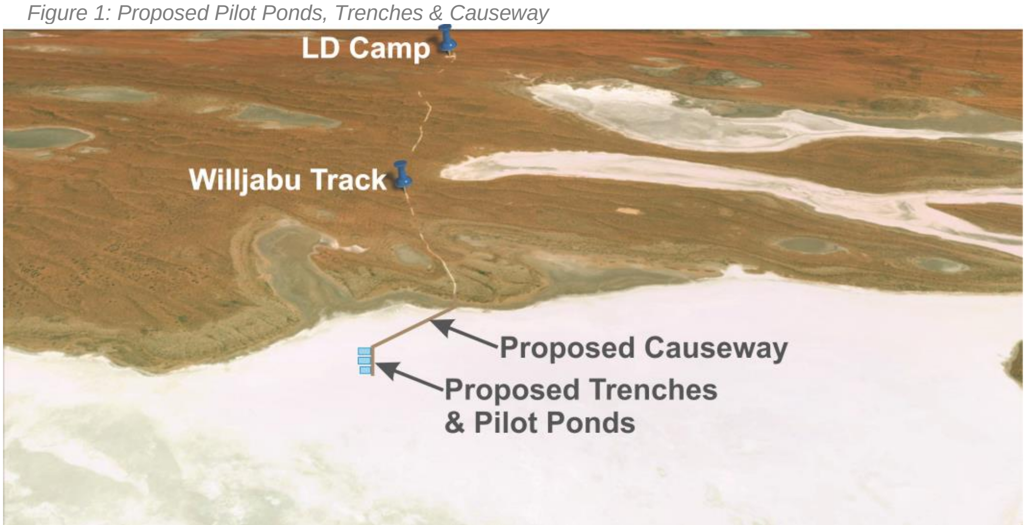
LD DEVELOPMENT UPDATE

- **Mining Proposal approved for construction of pilot ponds, brine supply trench and access causeway on LD.**
- **Pilot ponds will provide definitive data on seepage losses, evaporation rates and pond construction techniques/costs.**
- **Equipment is on site to commence earthworks.**
- **Drilling to located low TDS water for processing requirements is in progress – encouraging early results.**
- **Holes LDDH1512 & 1514 on LD have been completed.**

Reward Minerals Limited ("**Reward**" or "**the Company**") is pleased to advise that approval of a Mining Proposal for Small Operations has been received from the Department of Mines & Petroleum ("**DMP**") for the construction of pilot ponds, trial trenching and an associated causeway.

Figure 1: Proposed Pilot Ponds, Trenches & Causeway



The works propose the construction on LD of an access causeway, small scale evaporation ponds (approximately Olympic pool size) and a trench to provide brine supply to the ponds.

Reward continues to receive strong support from the Martu community for the LD Project and is pleased to provide employment opportunities to local communities during pond construction and other current site activities. As Project development proceeds these opportunities will increase.

Following recent works approval from the DMP, the Company commenced drilling of a potential fresh water aquifer some 25km north of LD.

Reward is pleased to advise that a significant flow of fresh/low salinity water has been encountered. Flow and draw down data are yet to be established but preliminary flow rates are very encouraging. Water samples are in transit to the laboratory for analysis. Initial in house testing suggests the water recovered to date may be of potable quality. Further details will be provided as they become available.

Yours faithfully,

Michael Ruane
Director
on behalf of the Board

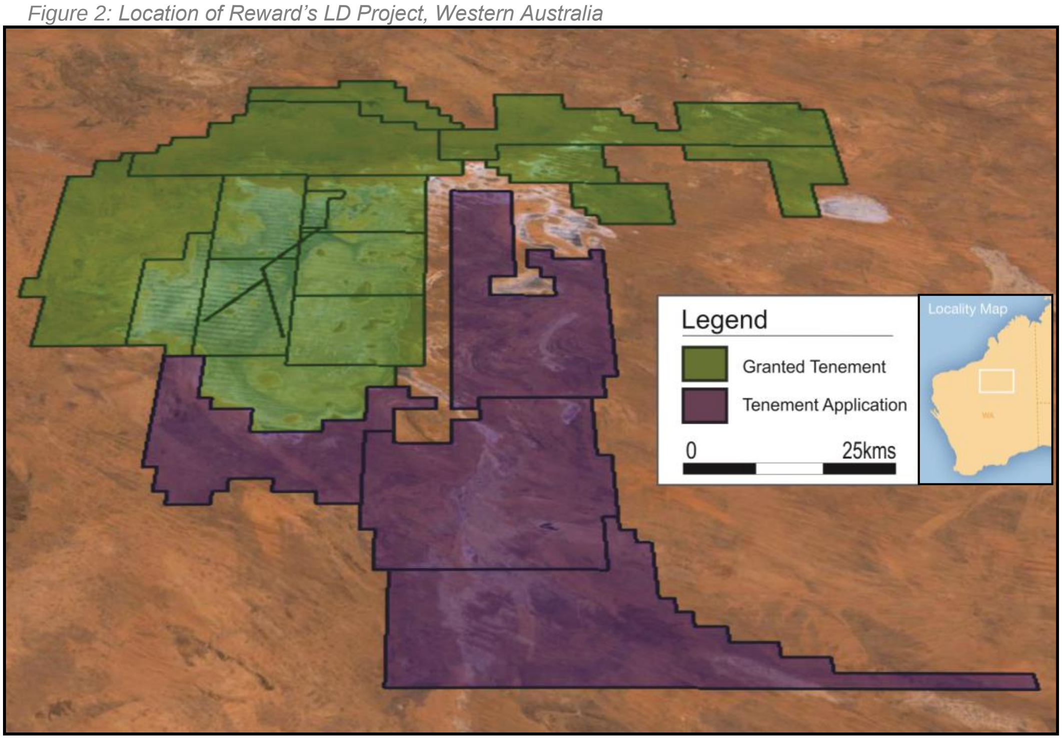
About Reward Minerals

Reward Minerals Limited is an ASX-listed Sulfate of Potash Company.

The Company's LD SOP Project is located in northern Western Australia and comprises tenements covering an area of over 5,000km^2. The location is well suited to brine based SOP recovery operations which benefit from prevailing high evaporation and low humidity conditions.

LD is host to a substantial brine SOP resource totalling 564Mt of SOP grading 13.7kg/m^3 (refer to ASX announcement on 23 November 2015). A Scoping Study for the LD Project was completed in April 2015 and suggests excellent operating and financial metrics. Detailed Project studies are well advanced and the company expects to deliver a Pre-Feasibility Study for the Project in early 2016.

Figure 2: Location of Reward's LD Project, Western Australia



Competent Persons Statement

The information in this report that relates to Mineral Resources or Ore Reserves is based on information compiled by Mr Carel van der Westhuizen, a Competent Person who is a Member of The Australian Institute of Geoscientists, a Certified Environmental Practitioner (CEnvP) of the Environment Institute of Australia and New Zealand and a member of the International Association of Hydrogeologists. This information was prepared and disclosed under the JORC Code 2012.   Mr van der Westhuizen is employed by Pendragon Environmental Solutions Pty Ltd and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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'. Mr van der Westhuizen consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.