

29 January 2016

QUARTERLY REPORT FOR THE PERIOD ENDING 31 December 2015

HIGHLIGHTS

Major events for Australasian Resources Ltd. ("Australasian" or "Company") (**ASX: ARH**) during the quarter were as follows:

CORPORATE

The Company has continued to receive financial support from its major shareholder.

HEALTH AND SAFETY

There were no Health or Safety incidents to report for the Quarter.

FINANCES

There has been ongoing support of the company by its major shareholder who has reserved the right to convert any loans via the issue of company shares at market price in order to settle any outstanding amounts. There were additional funds transferred during the quarter of \$52,346 and at the end of the period the outstanding loan is \$2,997,409.

The loan has been provided on an interest free basis; this ongoing financial support via loans has the benefit of not further diluting existing shareholders present holdings.

The company is continues to be suspended on the Australian Stock Exchange due to the non lodgement of its Annual Report. The company anticipates lodge its Annual Report in the near future.

COMMERCIAL

There has been no further formal advice on the request for a 5 year extension of the granted environmental approval from the Environmental Protection Agency (EPA). Mineralogy, on behalf of International Minerals (a 50/50 joint venture), has applied for this extension. The company is required to submit additional information in order to satisfy the EPA request and subsequent extension of the environmental approval.

ASX Code: ARH

Company overview

Australasian Resources is an iron ore company currently developing the world-class Balmoral South Iron Ore Project in the Pilbara region of Western Australia.

Fast Facts

ASX Code: ARH
Shares on Issue: 489M

Board of Directors

Mr Domenic Martino	Chairman
Mr Paul Piercy	Director
Mr Clive Mensink	Director

Company Secretary

Mr Grant Ryan

Chief Executive Officer

Mr Grant Ryan

Major Shareholding

Professor Clive Palmer and Associates	69.83%
Timefull Investments (Shougang Concord)	5.72%
JP morgan Nominees Australia Limited (APAC Resources)	4.27%
Australian Minerals (Hong Kong) Holding Ltd	3.16%

Balmoral Project Highlights

- JV arrangement with Mineralogy increased BSIOP to 2 billion tonnes of magnetite iron ore;
- Feasibility Study Completed;
- Federal Ministerial Approval;
- State Ministerial Approval.

BALMORAL SOUTH PROJECT

The Company, through its 50% ownership of International Minerals Pty Ltd., plans to develop the world-class Balmoral South Iron Ore Project (BSIOP) in the Pilbara region of Western Australia. The Balmoral South deposit is located approximately 80km southwest of the town of Karratha and 30km from a port currently under construction by CITIC Pacific Mining Management Pty Ltd. (CPMM) at Cape Preston.

No activity has taken place on the BSIOP during the quarter.

EXPLORATION

SHERLOCK BAY NICKEL AND SHERLOCK EXTENDED PROJECT (BASE METALS)

The Company's Sherlock Bay Nickel Project (100% Australasian) includes the Sherlock Bay Nickel Deposit and is located east of Karratha, in the Pilbara Region of Western Australia. The Sherlock Extended Project (70% Australasian) surrounds the main Sherlock Bay nickel deposit.

The Sherlock Extended Project is a joint venture between Australasian and Metals Australia Ltd (30% interest). Australasian are the managers of the project, with Metals Australia being 'free-carried' through to the completion of a bankable feasibility study and the decision to commence commercial mining.

No activity has taken place on the Sherlock Bay Nickel or Sherlock Extended Project during the quarter.

For and on behalf of Australasian Resources Limited



Grant Ryan
Chief Executive Officer

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