



3 JULY 2014

QUARTERLY ACTIVITIES REPORT

HIGHLIGHTS

Base-Precious Metals (Titan Project, South Australia)

- HPX completed its IP survey across the Bundi and Wirrida prospects. Preliminary survey results have been used to design a small drill programme while final processing is completed
- Initial drill testing of targets generated from the preliminary results of HPX IP survey has commenced. A number of different target types will be tested by this small programme
- Apollo received data for exploration work on the Aurora Tank JV and Eagle Hawk JV areas from shallow RAB drilling, reconnaissance IP surveys and a ground based gravity survey conducted across a large part of the Eagle Hawk JV grounds. Data quality assurance and interpretation is currently underway
- Apollo received confirmation that it has satisfied its Year 1 commitments from the Eaglehawk farm-in JV

Iron Ore (Kango North, Gabon)

- Increased percentage interest in the Kango North Iron Project from 82.5% to 88.75% through agreement to acquire a 6.25% free carried interest to bankable feasibility study and an option to acquire a further 11.25% interest
- Entered into binding JV agreements with an international company by which they may acquire a 50.01% interest in the project via a \$4M project expenditure. The JV is still subject for a number of conditions precedent with the transaction expected to close during July
- Field work has commenced with ground geophysics expected to be completed during July and initial drilling to begin in August.

TITAN BASE-PRECIOUS METALS PROJECT

Commonwealth Hill JV with HPX - Bundi and Wirrida Prospects

During the June Quarter, HPX completed a large IP survey covering large scale gravity and magnetic targets at the Bundi and Wirrida prospects previously identified by Apollo. The preliminary survey results identified a number of targets for drill testing. A small drill programme has commenced to test a subset of these targets while final processing is completed on the IP data and final targets confirmed.

Previous work identified near-surface conductive anomalies co-incident with dense and non-magnetic bodies. This anomalous setting is suggestive of altered, haematite-rich, \pm disseminated sulphide bodies likely to be associated with IOCG style mineralisation. Historic drilling in the area also confirmed the potential for epithermal gold mineralisation.

Initial drill results are expected to be available in 4 – 6 weeks.

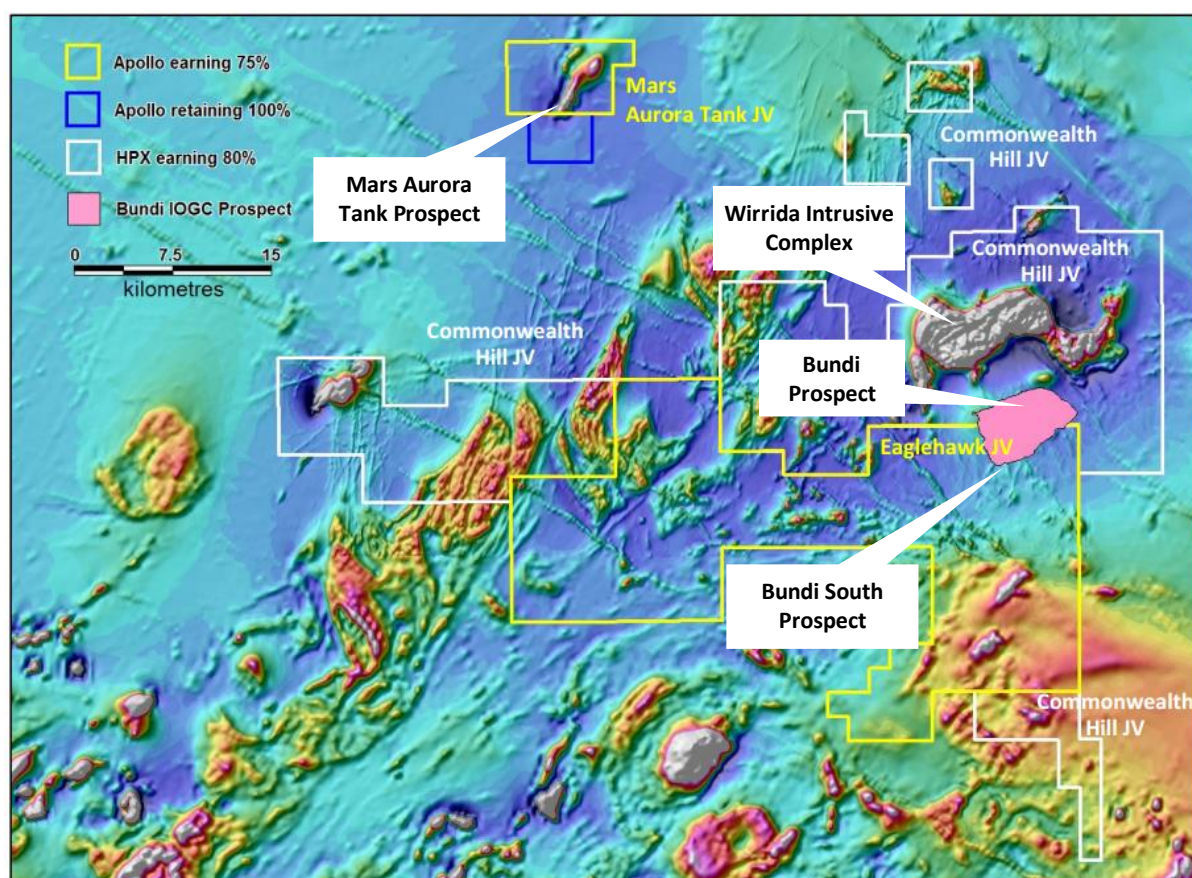


Figure 1: Titan Project area showing the Commonwealth Hill (HPX JV), Aurora Tank and Eagle Hawk JV areas

Aurora Tank JV (Apollo earning 75%)

Apollo completed a trial IP survey across the gravity and magnetic anomalies at Mars Aurora Tank prospects to determine if copper and/or gold sulphides are detectable and targetable with drilling. In addition, shallow RAB drilling programme was completed during the quarter to test for copper and/or gold anomalism beneath the pervasive sand cover.

Data quality is currently being confirmed and interpretation is also underway. Preliminary results suggest potential for gold and copper mineralisation between the western dense, non-magnetic body and the eastern dense magnetic body with elevated copper and gold anomalism detected by the drilling in this area and a number of strong IP chargeability anomalies currently being verified and assessed (Figure 2).

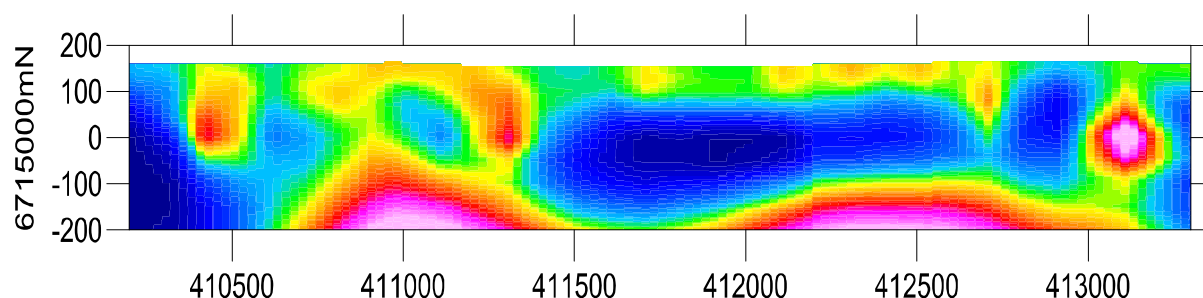
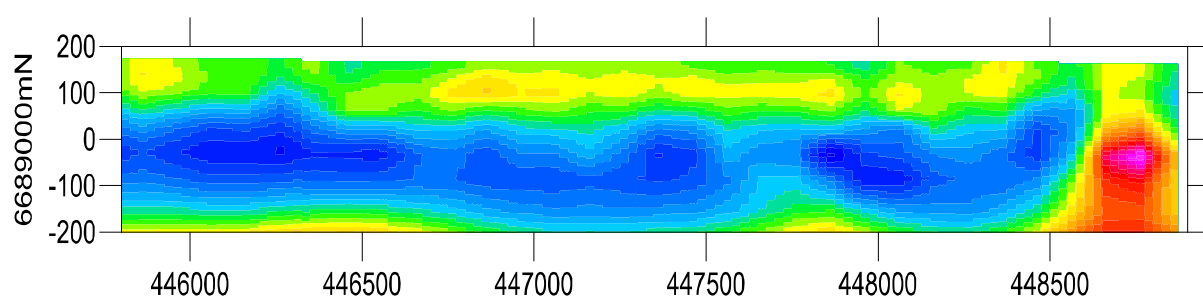


Figure 2: Preliminary IP chargeability section with example IP chargeability bodies being assessed

Previous exploration has identified outcropping ironstone, historic drill intersections of iron, gold, silver and copper (see ASX announcement dated 18 October 2013), indications of volcanics, fault related brecciation and Gawler Range Volcanic (GRV) aged rock units dated at 1584Ma (see ASX announcement dated 22 October 2013).

Eagle Hawk JV (Apollo earning 75%)

A ground based gravity survey was completed across a large portion of the south eastern part of the Eagle Hawk tenement. Shallow RAB drilling and a reconnaissance IP survey similar to the Mars-Aurora Tank survey were also completed. Data quality is currently being confirmed and interpretation is also underway. Preliminary results suggest potential for IOCG mineralisation at a number of locations, including one particularly strong nearer-surface chargeability and conductivity anomaly associated with Bundi South. It is likely that this target will become an initial drill target to test the nearer-surface character of Bundi South once data processing and interpretation is complete.



During the quarter, Apollo received notice of recognition of completion of Year 1 commitments under the Eagle Hawk farm-in JV.

CORPORATE

Kango North

Apollo has entered into a conditional agreement with the minority party in Kango North (Centurion Capital Group Limited) to acquire a 6.25% interest and an option over the remaining 11.25% (total 17%) in Kango North which would deliver 100% ownership of the Kango North and allows a further consolidation of the ownership structure.

In a separate transaction, Apollo entered into binding farm-in joint venture agreements with an international company for the exploration and development of the Kango North Iron Project. Under the agreement, the investor may earn 50.01% interest by providing US\$4M in funding to carry out exploration, drilling and the potential delineation of high grade DSO and beneficiable iron ore.

The farm-in joint venture remains subject to a number of conditions precedent with completion planned for July 2014, however there is no certainty that completion will occur. A number of other groups have also expressed an interest in the project at an appropriate stage.

Field work has commenced with lines currently being cut for ground geophysics and geological mapping in preparation of a maiden drill programme scheduled to commence in August 2014.

The acquisition of the 6.25% interest for \$250,000 payable in cash or shares, at Apollo's election is conditional on a number of factors including licence renewal by early 2015 and close of the Joint Venture Agreement with Zoradox Limited. The company's option over the remaining interest of 11.25%, for a consideration of \$450,000 in cash or shares, at Apollo's election, expires in approximately twelve months.

The acquisition provides flexibility to Apollo and would allow Apollo to retain a 49.99% interest should Zoradox earn 50.01% by spending \$4m on the project.

Other

The Company has agreed to issue up to 10 million employee and consultant options (exercise price 3 cents, expiry 28 February 2017) to Apollo management and consultants and key HPX personnel.

HPX Australia Holdings Pty Ltd under the subscription agreement invested \$1m at 2c which was approved by shareholders at the April 2015 EGM. The agreement includes top up rights and an option for HPX to subscribe for a further 60.8m shares at 2.4c by 30 June which has not been exercised. The company has received an alternative funding proposal which is under consideration.

Apollo attended the AMEC conference in Perth this week where the Federal Minister of Industry and Resources announced the launch of the exploration development incentive. For Apollo's investor presentation at this conference see http://www.apollominerals.com.au/wp-content/uploads/2014/07/AON-20140701-AMEC-Investor-Pres_RS-FINAL_ASX-11.pdf and on twitter@ApolloMinerals.

ABOUT APOLLO MINERALS

Apollo Minerals Ltd (ASX Code: AON) is an iron ore and minerals explorer and developer with projects in South Australia, Western Australia and Gabon, western central Africa.

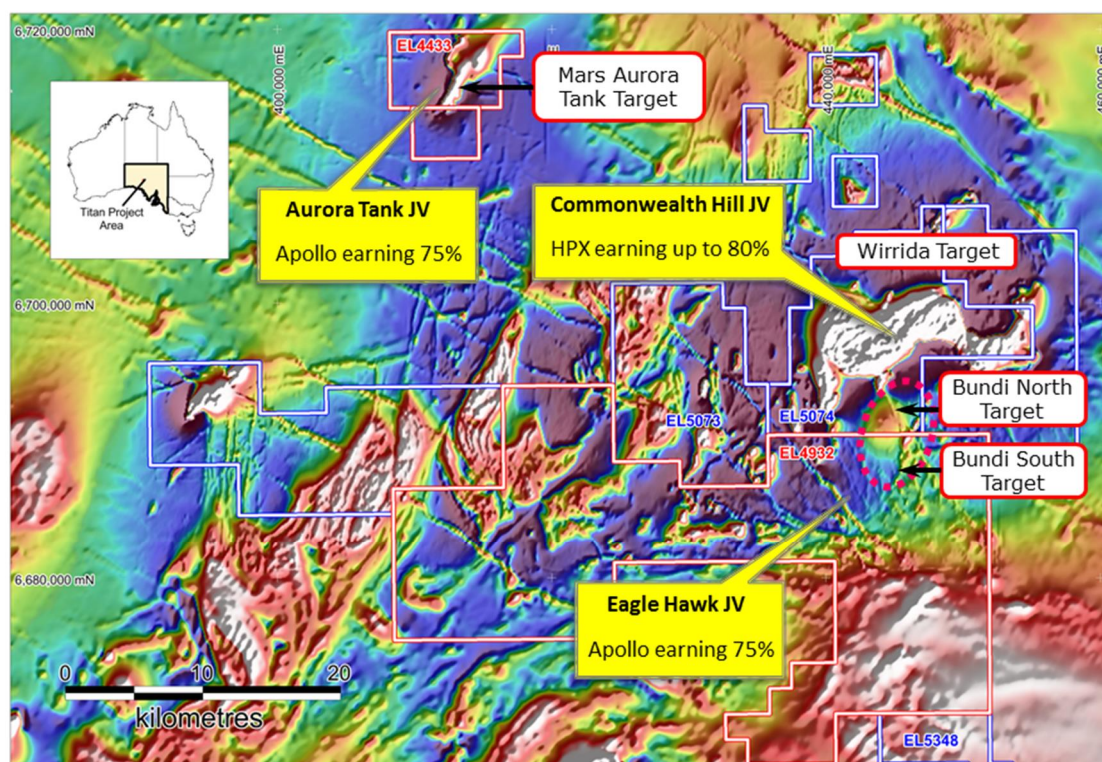
Apollo's project at Commonwealth Hill in the Gawler Craton of South Australia is situated close to existing infrastructure including the Darwin-Adelaide railway line, highway and ports.

The Sequoia Iron Deposit contains a JORC code defined mineral resource previously announced to the market.

The Titan Base-Precious Metals Project is focussed on discovering a major IOCG deposit in a new frontier of the world class Gawler Craton. This project consists of:

- Commonwealth Hill Project JV (HPX earning up to 80% interest)
- Eaglehawk JV (Apollo earning up to 75% interest)
- Aurora Tank JV (Apollo earning up to 75% interest)

In Gabon, Apollo has a 88.75% interest in the Kango North Iron Project.



FOR FURTHER INFORMATION CONTACT:

Richard Shemesian
Executive Director
Apollo Minerals Limited
Email: info@apollominerals.com.au
Tel: +61 2 9078 7665

Dominic Tisdell
Chief Executive Officer
Apollo Minerals Limited
Email: info@apollominerals.com.au
Tel: +61 2 9078 7665

Media and Investor Enquiries:
James Moses
Mandate Corporate
Email: james@mandatecorporate.com.au
Tel: +61 420 991 574

COMPETENT PERSON DECLARATION

The information in this Report that relates to Exploration Results and Exploration Targets is based on information compiled by Mr Derek Pang who is a member of the Australasian Institute of Mining and Metallurgy. Derek has over 15 years' experience in mineral exploration and is a full time employee of Apollo Minerals Ltd. Derek 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'. Derek consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.