

To: Morning Star Gold NL
ACN 003 312 721
Suite 303
7 Jeffcott Street
West Melbourne VIC 3003

Notice of Possession of Mortgaged Property

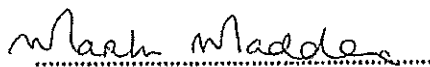
We, David John Winterbottom and Mark Stewart Uebergang of Korda Mentha, Level 24, 333 Collins Street, Melbourne, Victoria being the joint and several Agents of the Mortgagee in Possession of Morning Star Gold NL (Administrator Appointed) appointed by Chillee Limited (a private company incorporated in the British Virgin Islands) following default under the Second Interim Facility Agreement between Morning Star Gold NL and Chillee Limited dated 18 November 2013 (Security Agreement) hereby determine your interest and right to possession in the mortgaged property described in the Schedule (Mortgaged Property) and require you to quit and deliver up possession of the Mortgaged Property from the time of receipt of this notice.

We also exercise the right of seizure of personal property, being collateral subject to the security interest in favour of Chillee Limited evidenced by the Security Agreement, perfected by registration 201311290019107 on the Personal Property Securities Register pursuant to section 123 of the *Personal Property Securities Act 2009* (Cth).

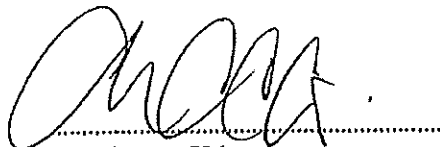
Words having a defined meaning in the PPSA have the same meaning when used in this notice.

Dated: 19 December 2014

Signed

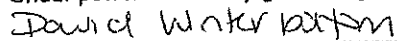


David John Winterbottom

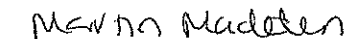


Mark Stewart Uebergang

Under power of attorney granted by



in favour of



Schedule of Mortgaged Property

All present and future assets of Morning Star Gold NL, including but not limited to:

- (a) The Mineral Licence, Licence Number MIN 5009 granted pursuant to the *Mineral Resources (Sustainable Development) Act 1990 (Vic)*; and
- (b) Plant and equipment used by Morning Star Gold NL in conjunction with MIN 5009 (wherever located).