

30 January 2015

DECEMBER 2014 QUARTERLY REPORT

Highlights

- High-grade tin mineralisation found in surface sampling at Cleveland
- Positive metallurgical test results for the Cleveland Tailings Project
- Appointment of Non-executive Chairman

Elementos Limited (ASX: ELT) ("Elementos" or the "Company") activities this quarter have focused on the continued development of the Cleveland Tailings Project, including:

- Preparation of the Mining Lease Application;
- Preparation of the Development Proposal and Environmental Management Plan; and
- Completion of a Pre-Feasibility Study for the reprocessing of the Tailings Mineral Resource.

These documents are due to be finalised in the first quarter of 2015.

High-Grade Tin and Copper Mineralisation in Surface Sampling

During the quarter, the Company reported the results of a selective surface sampling program of outcrops and historical spoil dumps in and around the historic Hall's open cut, which sits directly above the Cleveland underground mine. The results from this program demonstrate the potential for identifying near surface Mineral Resources at Cleveland. This preliminary work is encouraging, and the Company plans to further define surface mineralisation through selective sampling and handheld XRF exploration programs in 2015.

Cleveland Tailings - Positive Metallurgical Test Results

During the quarter, the Company completed a metallurgical test program on the Tailings Mineral Resource to confirm the potential tin recoveries achievable by traditional mineral processing methods. The testwork provided positive results, indicating that a recovery of 50% of the contained tin to a product containing 50% tin by dry weight could be expected using gravity and flotation technologies.

Appointment of Rick Anthon as Non-executive Chairman

In December 2014, the board was pleased to announce the appointment of Rick Anthon as Non-executive Chairman of the Company. Rick brings a wealth of experience to the board with a strong legal and commercial background that will be invaluable as the Company approaches project financing negotiations for the development of the tailings project.

Selwyn Range Project, Queensland, Australia

Joint Venture partners have reported that there were no exploration activities undertaken at Selwyn Range during the quarter.

Millenium Project, Queensland, Australia

Joint Venture partners have reported that there were no exploration activities undertaken at Millenium during the quarter.

Santo Domingo, Argentina

During the quarter, the Company was unable to complete its joint venture negotiations on suitable terms. The Company elected to cease option payments, and has withdrawn from the project.

Financial Position

At the end of the quarter, the Company had cash reserves of \$1.11million. Further details of the Company's financial activities during the quarter are set out in the Appendix 5B cash flow report.

For more information, please contact:

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Elementos is an Australian, ASX-listed company focused on the development of Cleveland, an advanced stage tin project in Tasmania.

Please visit us at www.elementos.com.au

Elementos Ltd held the following interests in exploration tenements at the end of the quarter:

Tenement Name	Tenement Number	Area (Hectares)	Elementos Interest	Location of Tenements
Cleveland	EL7/2005	1798	100%	Tasmania
	EL9/2006	4195	100%	Tasmania
	EL15/2011	3358	100%	Tasmania
Millenium	ML 2512	4	100%	Queensland
	ML 2761	20	100%	Queensland
	ML 2762	16	100%	Queensland
	ML 7506	50	100%	Queensland
	ML 7507	45	100%	Queensland
	EPM 18402	5146	100%	Queensland
	EPM 18773	3859	100%	Queensland
	EPM 18793	2251	100%	Queensland
	EPM 18982	4184	100%	Queensland
	EPM 19014	6111	100%	Queensland
	EPM 19036	3216	100%	Queensland
Selwyn Range	EPM 19371	3860	100%	Queensland
	EPM 19375	6400	100%	Queensland
	EPM 19426	643	100%	Queensland
Marayes Coal	EPM 1124-131-O-09	4953	100%	Argentina
	EPM 1124-132-O-09	9203	100%	Argentina

During the quarter, the following tenements were disposed of:

Tenement Name	Tenement Number	Area (Hectares)	Elementos Interest	Location of Tenements
Santo Domingo	MD 1124-493-G-07	497	Nil - earning	Argentina
	MD 1124-094-G-09	511	Nil - earning	Argentina
	MD 1124-133-G-09	1458	Nil - earning	Argentina
	MD 1124-454-G-09	500	Nil - earning	Argentina
	MD 1124-643-G-10	1940	Nil - earning	Argentina
	EPM 1124-494-G-07	900	Nil - earning	Argentina
	EPM 1124-495-G-07	1338	Nil - earning	Argentina
	EPM 1124-496-G-07	900	Nil - earning	Argentina
	EPM 1124-497-G-07	900	Nil - earning	Argentina
	EPM 1124-499-G-07	900	Nil - earning	Argentina
	EPM 1124-500-G-07	900	Nil - earning	Argentina
	EPM 1124-265-G-08	2616	Nil - earning	Argentina
	EPM 1124-633-G-10	1179	Nil - earning	Argentina
	EPM 1124-022-G-11	1500	Nil - earning	Argentina
	MD 1124-309-G-12	1500	Nil - earning	Argentina
	MD 1124-308-G-12	200	Nil - earning	Argentina
	MD 1124-149-G-14	1995	Nil - earning	Argentina
	MD 1124-148-G-14	1499	Nil - earning	Argentina
	MD 1124-350-G-14	340	Nil - earning	Argentina
	MD 1124-351-G-14	1269	Nil - earning	Argentina

No new tenements were acquired during the quarter.