

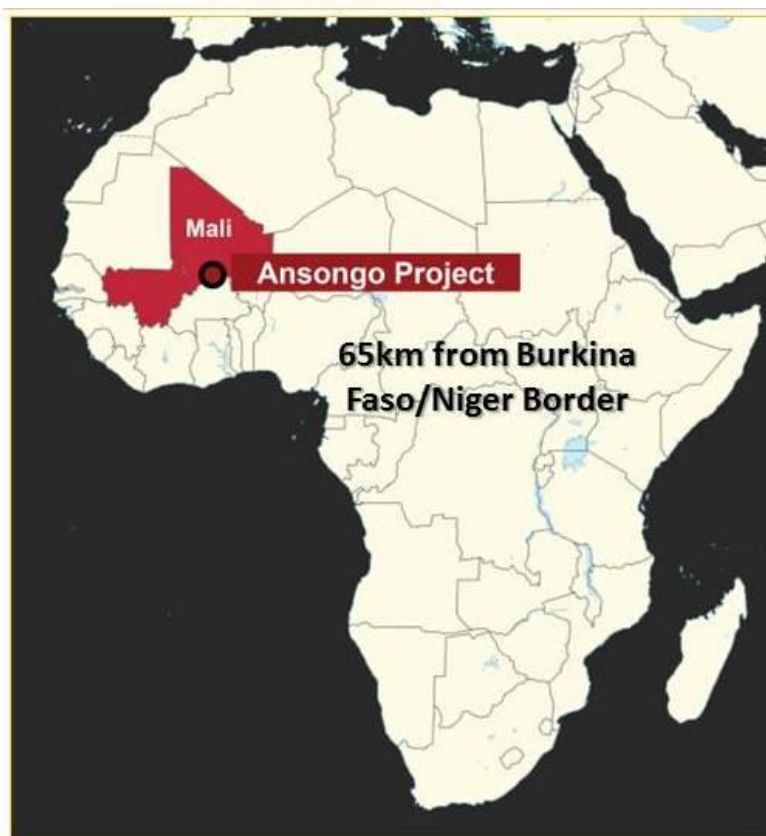


ASX ANNOUNCEMENT
ACTIVITIES REPORT FOR THE
QUARTER ENDED 31 DECEMBER 2014

SUMMARY

- **Ansongo Manganese Project** (Africa, Eastern Mali). We remained focused on the development of the high grade Ansongo manganese deposit and will proceed with a drilling program as part of a scoping study we intend to complete during 2015.
- **During the December Quarter we**
 - Signed drilling contracts and obtained importation permits for equipment.
 - Raised an additional \$846,000 to supplement operating funds from an SPP and a placement that included all directors participating.

LOCATION



African project

ANSONGO MANGANESE PROJECT (Africa Eastern Mali) – agreement to purchase 51% of Ansongo Limited equating to an indirect interest of 36% in the mining lease PE 2011/15 of 212 square kilometres*.

Callabonna Resources (Callabonna) is managing the evaluation and development of Ansongo in Mali, a potentially high grade and large manganese project with the possibility of some near term direct shipping production capability.



Mining Permit 2011/15 of 212 km²

Callabonna may earn (subject to conditions) a 51% controlling interest in Ansongo Limited and retains a pre-emptive right over the remaining 49%. Ansongo Limited is the majority (70.4%) indirect owner of Mali Manganese SA which owns the mining lease PE2011/15 (the "Project").

After receiving approval from the Mali Minister of Mines during the September 2014 quarter to re-start of the operation on the mining lease our team of geologists re-mapped the area and prepared a drilling program. During the December quarter drilling contracts were signed and equipment importation permits obtained and received in January 2015. It is anticipated that drilling will commence at the earliest opportunity and will form part of a scoping study during 2015.

Material announcements were made about a successful bulk sample shipment (ASX 28 July 2014), the release of an Exploration Target (ASX 15 September 2014), an investor presentation on the Gold Coast (ASX 1 October 2014) and agreement to increase its stake in the project (ASX 21 October 2014).



Manganiferous hills at Takavasita with sample piles and existing crusher in foreground

*under the Mining Convention subject to a free carried interest of 10% by the Republic of Mali.

CORPORATE

The cash at bank at 31 December 2014 was \$444,000. On 2 February 2015 the Company will hold a General Meeting and refresh its placement capacity.

TENEMENT UPDATE

Tenements held at the end of the Quarter			
Title number	Location	Percentage	Comment
EL7684	NSW	100%	Expiry 19.1.2015
EPM18181	QLD	100%	To be surrendered
EPM18699	QLD	100%	To be surrendered
Tenements acquired or disposed during the Quarter			
The interest in Farm in or Farm out agreements at the end of the Quarter			
PE 2011/15	Mali	2.1%	Indirect through shareholding in Ansongo Limited
PE 2011/15	Mali	33.9%	Farming in subject to sale and purchase agreement with Tassiga Limited, as varied and announced on 21 Oct 2014
The interest in Farm in or Farm out agreements acquired or disposed during the Quarter			

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The information in this report that relates to Exploration Results is based on information compiled by Michael Raetz, an employee and director of the Company. Mr Raetz is a member of the Australian Institute of Geoscientists and 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. This qualifies Mr Raetz 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 Raetz consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.