



PRECIOUS METAL RESOURCES LIMITED

Precious Metal Resources Limited
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Latest News

www.pmrl.com.au

Directors / Officers

Rado Jacob Rebek
Chief Executive Officer

Mde Zhang Li
Non-Executive Director

Ram Navaratnam
Non-Executive Director

Francesco (Frank) Licciardello
Non-Executive Chairman

Henry Kinstlinger
Company Secretary

ASX Symbol: PMR

QUARTERLY ACTIVITIES REPORT

This quarterly operations report is dated 30 January 2015 and is for the three months ending 31 December 2014.

Corporate

On 13 October 2014 PMR issued 1 million shares at 20 cents per share to fund working capital.

On 5 January 2015 a further 500,000 shares were issued by PMR at 20 cents per share to fund acquisitions costs relating to the acquisition of CK Graphic and other working capital requirements.

On 30 October 2014 Bruce Dennis resigned as a non-executive director.

Acquisition / change in main undertaking

On 16 December 2014 PMR executed a share sale agreement following completion of the due diligence process to acquire 100% of the issued capital of CK Graphic Sdn Berhad. PMR will, subject to shareholder approval, lodge a prospectus with the ASX / ASIC to raise a minimum of \$4 million (20 million shares at 20 cents), as a condition precedent to the completion of the proposed transaction.

CK Graphic was established in Malaysia in 2003 and has grown as a visual communication company dedicated to creating dynamic design solutions using the latest media and visualisation technology. CK Graphic creates highly sought after computer-based architectural rendering, 3D modelling and digital visualisation solutions as well as interior design and walk-through digital animation with a photo-realistic output for clients in Malaysia and around the South East Asia region.

As previously advised, the consideration for the CK Graphic acquisition is via the issue of 37.5 million PMR shares and 37.5 million PMR options with an exercise price of 20 cents per option.

The transaction amongst other things is conditional upon shareholder approval being obtained at the shareholders meeting to be held on 25 February 2015 and a \$4.0 million capital raising to be completed via the issue of a full form prospectus. If approved, the Company will also change its name to Frontier Capital Group Ltd to more align the change in the company's main undertaking and future direction.

The Notice of Meeting has been dispatched to shareholders.

Exploration

Fieldwork during the quarter was limited to support the preparation of the independent valuation of the Company's exploration assets for inclusion in the Notice of Meeting for the meeting to be held on 25 February 2015.

During the quarter the Company's geologists also conducted an extensive review of the Company's exploration portfolio resulting in the relinquishment of two tenements.

Tenement information required under LR 5.3.3

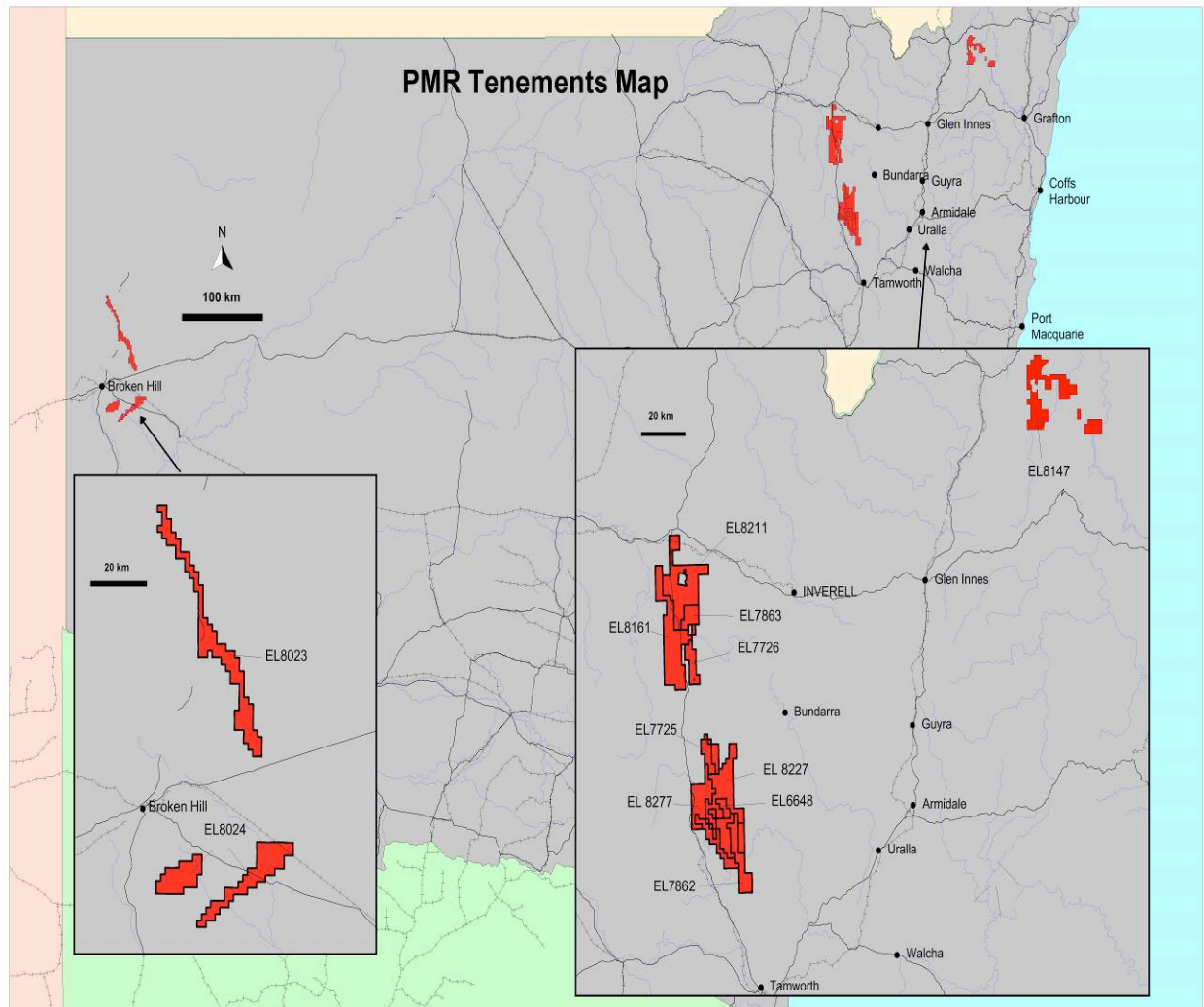
| Tenement No. | Location |
|-------------------------------|-------------|
| New South Wales | |
| EL 8024 | Broken Hill |
| EL 8147 | Timbarra |
| EL 6648 | Peel Fault |
| EL 7863 | Peel Fault |
| EL 7862 | Peel Fault |
| EL 7725 | Peel Fault |
| EL 7726 | Peel Fault |
| EL 8161 | Peel Fault |
| EL 8211 | Peel Fault |
| EL 8277 | Peel Fault |
| Disposed of in Quarter | |
| EL 8023 | Broken Hill |
| EL 8227 | Peel Fault |

Notes:

There has been no change in beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter.



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Location map showing PMR's tenements.