



05 August 2015

ASX ANNOUNCEMENT

By Electronic Lodgement

WITHDRAWAL OF JORC RESOURCE RELEASE DATED 14 NOVEMBER 2013 WANDOAN

The Board of Moreton Resources Limited (MRV) wishes to advise the market, after extensive review of its Assets and internal Corporate Governance, it has found a material deficiency in the JORC Resource statement for the Wandoan Asset released on 14 November of 2013.

As the shareholders of MRV are aware, on that date, the company announced a downgrading of the previously reported JORC Coal Resource to a total in-situ Inferred Coal Resource of 83.9 Mt. Also within this release the company outlined that it was likely, that there would be some level of expected downgrade upon the Kingaroy Asset.

As communicated to the market, MRV has been working on both its Kingaroy and Mackenzie Assets given the current Board and Management's belief, that each of these offer short to mid-term prospects of significant increases in shareholder value. In this process the Kingaroy Asset, MDL385 has been significantly increased as per the market announcement on 8 August 2014 which took the total in-situ tonnes for the JORC Coal Resource from 73 Mt (28Mt Indicated and 45Mt Inferred) to a total in-situ tonnes to 221 Mt (122.3 Mt Measured, 82.5 Mt Indicated and 16.4 Mt Inferred), some 200% increase (which the company is not aware of any new information or data that materially affects this prior announcement, and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed).

At this time, the company then began a review of its other Assets with particular attention to the Mackenzie Asset, where we are seeking to increase our levels of confidence in the Resource classification as a midterm prospect, and we are pleased to advise the market that we will be in a position to provide an update in the coming weeks, upon the outcome of the \$1M works program for Mackenzie, that is being finalised currently.

However during this review process, MRV has uncovered considerable anomalies with supporting information to the JORC Coal Resource released on 14 November 2013 in relation to the Wandoan Asset. There have been a number of specific issues identified in the announcement of 14 November 2013, which were supported by a JORC style Table 1 attachment, provided by Xenith Consulting and signed by Mr Troy Turner as the Competent Person and dated July 2013. However this consent statement had reference, to the Mackenzie Project, and no reference whatsoever to Wandoan MDL420 and was dated 4 months prior to the Wandoan release.

This along with the fact that no definitive report (that complies with the minimum standards of the 2012 edition of the JORC Code) has ever been received by MRV, and that there is no Competent Person Statement provided for the Table 1 attachment produced in November of 2013, leaves Moreton Resources with no choice but to retract the 14 November 2013 ASX announcement and therefore in moving forward will rely upon the prior release to market, as at the 18 August 2009.

The company is currently updating its corporate information to reflect this change and whilst extremely regrettable, Moreton Resources is currently reviewing next steps with the Wandoan Asset and will update the market should any advancement be made

Jason Elks
Chief Executive Officer
Moreton Resources Limited