



ALICE QUEEN
LIMITED

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CAPITAL STRUCTURE

* Ordinary Shares on issue 193M

PROJECTS

Queensland

- * EPM 25520 Ngurupai (Horn Island)
- * EPM 25418 Kaiwalagal

New South Wales

- * EL 8225 Looking Glass
- * ELA 5207 Mendooran

BOARD & MANAGEMENT

Phillip Harman

Non-Executive Chairman

Andrew Buxton

Managing Director

Mark Kerr

Non-Executive Director

Anne Adaley

Company Secretary & CFO

EXPANDING GOLD FOOT PRINT AND NEW TARGET AREAS IDENTIFIED AT HORN ISLAND

Alice Queen Limited ["Alice Queen"] or ["The Company"] is pleased to report results of mapping and surface sampling on the Ngurupai Project, Horn Island. Reconnaissance work completed to date comprises 15km² of geologic mapping and 311 rock chip samples, of which results have been returned for 171 samples with 139 samples still in process.

The goal of the program was to investigate the extent of the Horn Island goldfield beyond the historic pit, provide geologic context for the past producing Horn Island Mine, and advance regional targets toward drilling.

HIGHLIGHTS INCLUDE:

- * Numerous gold bearing veins identified from surface mapping and sampling programme
- * Extensive veining occurring across the mapping area with 4 major targets identified
- * High grade gold results returned from surface rock chip sampling including 117.0 g/t Au, 107.0 g/t Au, 51.5 g/t Au, 50.5 g/t Au
- * 12 LIDAR image linear features identified which extend up to 1.6km and occur along consistent trends to gold bearing veins within the Historic Horn Island pit
- * Follow up work to commence including channel sampling and trenching to establish additional drill targets

Alice Queen Managing Director, Andrew Buxton, said "We are pleased with these interim results from the current mapping and sampling program at Horn Island. The results thus far clearly demonstrate that the Horn Island mineral field covers a far more significant area than just the area of the old open pit. Our phase 2 drill program, which will be underway shortly, will aim to follow up and drill test some of these targets".

The field programme concentrated throughout an area where the company believes the geology is favourable for significant gold mineralisation, and likely to display a similar and additional near surface continuity to the gold mineralisation observed within the historic Horn Island pit.

ALICE QUEEN LIMITED
ABN 71 099 247 408

Suite 2, Ground Floor
21-25 Macquarie Street
Pahran VIC 3181

T +61 3 8669 1408

E info@alicequeen.com.au

W www.alicequeen.com.au



In total the survey covered an area of 15km² [See Figure 1] with initial results proving highly encouraging including the identification of additional numerous quartz veining forming in clustered arrays (reefs), cross cutting veins and a number of extensive stock work zones. These features most distinctively have been identified in 4 major areas including Southern Silicified Ridge, Bonanza Reef, Band of Hope Reef and Cable Bay areas [See Figure 2].

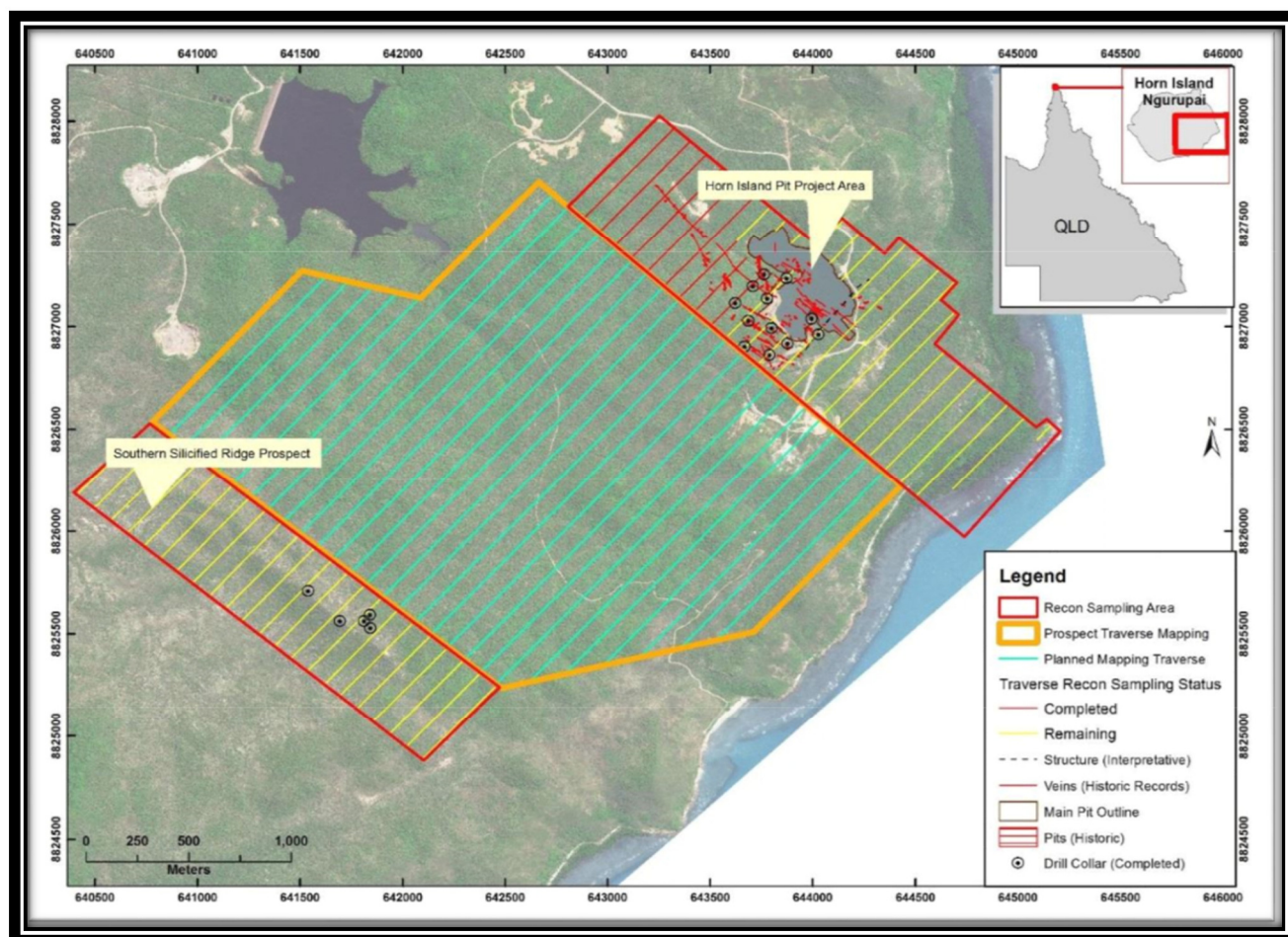


Figure 1- The Horn Island goldfield mapping area extending south west from former Horn Island Gold Mine.

These clustered veins and stock work zones are most extensive at Southern Silicified Ridge which displays a strike extent of greater than 2kms and surface width in some localities of approximately 100m. The strike extent of veins at the Bonanza and Cable Bay target areas are also of significance and extend for approximately 0.5km.

To date, 311 rock chip samples have been collected with 171 sample assays returned. Results are very encouraging which include a number of high grade gold assays returning 117.0 g/t Au, 107.0 g/t Au, 51.5 g/t Au, & 50.5 g/t Au [See Figure 2]. Notably the gold assay results > 1.0 g/t Au often display broad clustering across extensive areas. Results are currently pending for Cable Bay and the northern portion of the Southern Silicified Ridge target areas.

The Company plans to conduct follow up work including additional chip sampling, channel sampling & trenching across target areas to determine the extent of gold mineralisation and define sites for drill testing.



Further to the surface mapping the company has recently acquired LIDAR (Light Imaging, Detection and Ranging) imagery to assess areas where surficial cover mask vein systems. LIDAR interpretations has identified 12 extensive linear features which extend up to approximately 1.6km in length and occur along consistent trends to gold bearing veins observed within the Historic Horn Island Pit. Preliminary ground assessment of these features associated close to the Southern Silicified Ridge target area indicate these features are associated with veining. Further ground evaluation and sampling will now be conducted across other LIDAR imagery to confirm the extent of additional gold bearing veins.

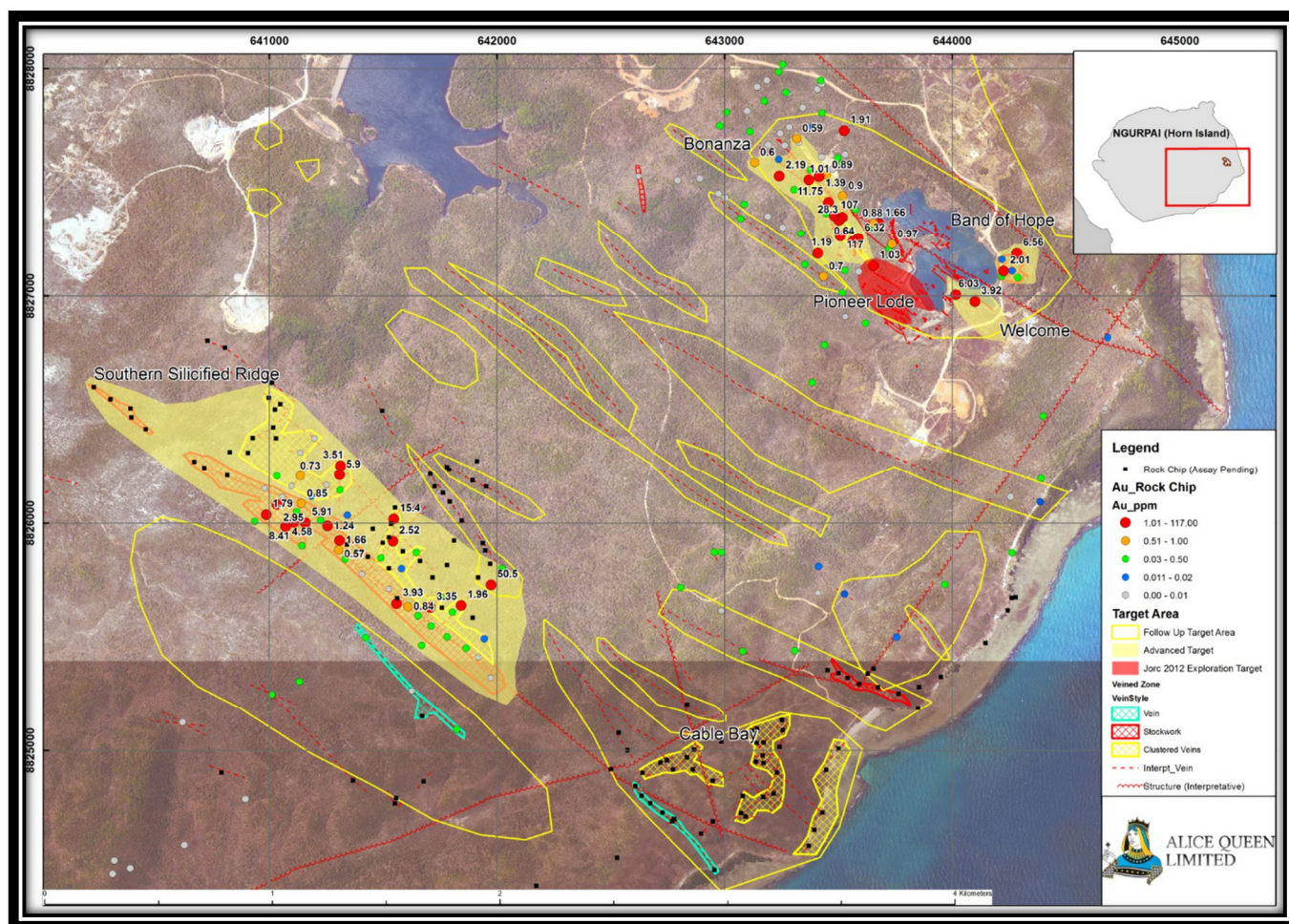


Figure 2 Rock samples and grades >1 g/t Au plotted. LiDAR linear targets outlined.

For and on behalf of the Board

Andrew Buxton

Managing Director

P. +61 3 8669 1408

M. +61 [0]403 461 247

E. andrew.buxton@alicequeen.com.au



**ALICE QUEEN
LIMITED**

COMPETENT PERSON STATEMENT

The information appended to this announcement that relates to exploration results is based on information compiled by Mr Brian Kay, a Competent Person who is a member of the Association of Professional Engineers and Geoscientists of British Columbia. Mr Kay has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration and to the activity being undertaken to qualify 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 Kay consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.



APPENDIX 1. SAMPLE RESULTS TABLE

Sample Type	Sample ID	UTM E	UTM N	Au g/t
Rock chip	323101	643412	8825809	0.020
Rock chip	323102	643410	8825693	0.010
Rock chip	323103	644398	8826472	0.140
Rock chip	323104	644263	8827110	0.020
Rock chip	323105	644284	8827186	6.560
Rock chip	323106	644287	8827080	0.090
Rock chip	323107	644682	8826817	0.020
Rock chip	323108	644670	8826506	0.001
Rock chip	323109	644823	8826710	0.010
Rock chip	323110	644261	8825870	0.060
Rock chip	323111	644391	8826197	0.120
Rock chip	323112	644016	8827004	6.030
Rock chip	323113	643618	8826880	0.180
Rock chip	323114	643438	8826784	0.030
Rock chip	323115	643530	8826909	0.010
Rock chip	323116	643678	8827320	1.660
Rock chip	323117	643518	8827585	0.030
Rock chip	323118	643448	8827534	0.890
Rock chip	323119	643387	8827743	0.020
Rock chip	323120	643327	882767	0.010
Rock chip	323121	643111	8827724	0.130
Rock chip	323122	643277	8827890	0.010
Rock chip	323123	642622	8827529	0.010
Rock chip	323124	643070	8827341	0.040
Rock chip	323125	643384	8826620	0.400
Rock chip	323126	642954	8825872	0.420
Rock chip	323127	642806	8825716	0.340
Rock chip	323128	642985	8825871	0.290
Rock chip	323129	642985	8825615	0.010
Rock chip	323130	643079	8825437	0.030
Rock chip	323131	643309	8825440	0.140
Rock chip	323132	643755	8825498	0.020
Rock chip	323133	643968	8825730	0.180
Rock chip	323134	641314	8826253	3.510
Rock chip	323135	641310	8826145	0.180
Rock chip	323136	641343	8826034	0.020
Rock chip	323137	641863	8825450	0.040
Rock chip	323138	641780	8825500	0.050



Rock chip	323139	641823	8825091	0.390
Rock chip	323140	641972	8825320	0.010
Rock chip	323141	641917	8825411	0.010
Rock chip	323142	641625	8825263	0.010
Rock chip	323143	641669	8825462	0.320
Rock chip	323144	641944	8825492	0.020
Rock chip	323145	641119	8826048	0.470
Rock chip	323146	641141	8826085	0.850
Rock chip	323147	641186	8826118	0.020
Rock chip	323148	641251	8826167	0.010
Rock chip	323149	641309	8826212	5.900
Rock chip	323150	641136	8826208	0.730
Rock chip	323201	641305	8825881	0.570
Rock chip	323202	641309	8825923	1.660
Rock chip	323203	641143	8825900	0.290
Rock chip	323204	641256	8825987	1.240
Rock chip	323205	641225	8826011	0.030
Rock chip	323206	641159	8826000	5.910
Rock chip	323207	641108	8826002	8.410
Rock chip	323208	641072	8825983	4.580
Rock chip	323209	641424	8825496	0.090
Rock chip	323210	641559	8825646	3.930
Rock chip	323211	641609	8825632	0.840
Rock chip	323212	641752	8825677	0.050
Rock chip	323213	641707	8825629	3.350
Rock chip	323214	641652	8825593	0.060
Rock chip	323215	641711	8825548	0.340
Rock chip	323216	641804	8825608	0.480
Rock chip	323217	641843	8825638	1.960
Rock chip	323218	641646	8825871	0.170
Rock chip	323219	641581	8825799	0.020
Rock chip	323220	641525	8825711	0.010
Rock chip	323221	641407	8825776	0.010
Rock chip	323222	641490	8825846	0.070
Rock chip	323223	641543	8825919	2.520
Rock chip	323224	641547	8826017	15.400
Rock chip	323225	641333	8825841	0.030
Rock chip	323226	641097	8826163	0.001
Rock chip	323227	641058	8826114	0.001
Rock chip	323228	641034	8826081	2.950
Rock chip	323229	640987	8826036	1.790



Rock chip	323230	640935	8826007	0.120
Rock chip	323231	640979	8826153	0.010
Rock chip	323232	641033	8826208	0.050
Rock chip	323233	641135	8826311	0.001
Rock chip	323234	641198	8826374	0.010
Rock chip	323235	644100	8826974	3.920
Rock chip	323242	642022	8825800	0.110
Rock chip	323243	644256	8826115	0.001
Rock chip	323244	644386	8826092	0.020
Rock chip	323245	643526	8825688	0.020
Rock chip	323246	644096	8828487	0.001
Rock chip	323247	644258	8828360	0.060
Rock chip	323248	641974	8825727	50.500
Rock chip	323249	641132	8825303	0.090
Rock chip	323250	641011	8825246	0.180
Rock chip	323251	640619	8825124	0.010
Rock chip	323252	640319	8824519	0.010
Rock chip	323253	640311	8824461	0.001
Rock chip	323254	640290	8824357	0.001
Rock chip	323255	640389	8824485	0.001
Rock chip	323256	640627	8824586	0.001
Rock chip	323257	640895	8824787	0.001
Rock chip	323601	643255	8828018	0.08
Rock chip	323602	643237	8827986	0.03
Rock chip	323603	643185	8827949	0.001
Rock chip	323604	643143	8827920	0.001
Rock chip	323605	643099	8827815	0.001
Rock chip	323606	642979	8827750	0.08
Rock chip	323607	642898	8827655	0.001
Rock chip	323608	645283	8827577	0.001
Rock chip	323609	642794	8827511	0.001
Rock chip	323610	643007	8827809	0.04
Rock chip	323611	643424	8827932	0.001
Rock chip	323612	643407	8827910	0.001
Rock chip	323614	643343	8827829	0.01
Rock chip	323616	643284	8827744	0.001
Rock chip	323617	643244	8827716	0.001
Rock chip	323618	643191	8827666	0.001
Rock chip	323619	643422	8827948	0.03
Rock chip	323620	642973	8827452	0.001



Rock chip	323621	643132	8827588	0.6
Rock chip	323622	643529	8827624	0.001
Rock chip	323623	643496	8827608	0.1
Rock chip	323624	643475	8827561	0.001
Rock chip	323625	643415	8827526	1.39
Rock chip	323626	643304	8827469	0.11
Rock chip	323627	643255	8827302	0.001
Rock chip	323628	643371	8827512	1.01
Rock chip	323629	643574	8827382	0.03
Rock chip	323630	643518	8827347	21.4
Rock chip	323631	643503	8827333	28.3
Rock chip	323632	643508	8827264	117
Rock chip	323633	643457	8827242	0.64
Rock chip	323634	643410	8827187	1.19
Rock chip	323635	643353	8827138	0.11
Rock chip	323636	643434	8827085	0.7
Rock chip	323637	643529	8827111	0.03
Rock chip	323638	643503	8827209	25.1
Rock chip	323639	643564	8827240	51.5
Rock chip	323640	643587	8827253	6.32
Rock chip	323641	643638	8827297	0.06
Rock chip	323642	643656	8827321	0.88
Rock chip	323644	644218	8827160	0.02
Rock chip	323645	644226	8827109	2.01
Rock chip	323646	644217	8827085	0.08
Rock chip	323651	643270	8827895	0.06
Rock chip	323652	643174	8827857	0.08
Rock chip	323653	643046	8827675	0.01
Rock chip	323654	642891	8827518	0.001
Rock chip	323655	643003	8827433	0.001
Rock chip	323657	643087	8827405	0.42
Rock chip	323658	643240	8827529	2.19
Rock chip	323659	643237	8827602	0.02
Rock chip	323660	643264	8827663	0.001
Rock chip	323661	643318	8827694	0.59
Rock chip	323662	643428	8827806	0.05
Rock chip	323663	643525	8827727	0.05
Rock chip	323664	643525	8827727	1.91
Rock chip	323665	643425	8827613	0.001



Rock chip	323666	643376	8827556	0.32
Rock chip	323668	643190	8827351	0.001
Rock chip	323669	643482	8827353	107
Rock chip	323670	643334	8827275	0.05
Rock chip	323671	643446	8827363	0.24
Rock chip	323672	643519	8827442	0.9
Rock chip	323673	643457	8827413	11.75
Rock chip	323674	643516	8827012	0.1
Rock chip	323675	643589	8827107	0.001
Rock chip	323676	643654	8827131	1.03
Rock chip	323677	643722	8827208	0.06
Rock chip	323678	643735	8827228	0.97



APPENDIX 2. JORC TABLE

JORC 2012 EDITION, TABLE 1 CHECKLIST

SAMPLING TECHNIQUES AND DATA

Criteria	Explanation
Sampling Techniques	Surface Rock Chip sampling was completed as part of reconnaissance-scale mapping. Rock chips were taken from all outcrops, with selected samples submitted for assay
	Rock chips were collected by a geologist or field assistant under the direction of a geologist
	Samples were collected at the geologist's discretion to represent a particular geological feature, outcrop, vein, or zone. Sampling should not be assumed to be representative of any area or volume.
	Samples are sealed in plastic bags with unique id tag
Drilling Techniques	n/a
Drill Sample Recovery	n/a
Logging	Sample characteristics are recorded in the project Access database
Sub-sampling techniques and Sample Preparation	No sub-sampling or compositing has taken place
	Samples suspected to be mineralised are crushed to 70% passing 2mm sieve, ALS method CRU-31
	Samples suspected to be barren are crushed to 70% passing 6mm sieve, ALS method CRU-21
	Crushed samples are split to 1000g using rotary splitter
	1000g splits are pulverised to 85% passing 75um, ALS method PUL-32
	Pulverised splits are resplit to 50g aliquot for fusion and fire assay
	250g pulps are dissolved in Four Acid "near" Total digestion (HF-HNO ₃ -HClO ₄ -HBr) prior to multi-element ICP analysis
	Balance of pulps and coarse reject are retained in storage for further study
Quality of assay data and laboratory tests	Gold assay determined by Fire Assay with Atomic Absorption finish, ALS method AU-AA26
	Detection limits 0.01 - 100 g/t
	Overlimits gold assayed by dilution of aliquot and AU-AA26



	<p>Presence of coarse gold may be tested by Screen Metallics Fire Assay</p> <p>All finalised assay certificates signed off by qualified assayer</p> <p>ALS Global Ltd is an ISO certified organisation with industry leading quality protocols</p>
Verification of sampling and assaying	<p>Client supplied Certified Reference Materials including three different gold grade standards and blank material were submitted within the sample stream</p> <p>No field duplicate samples were taken</p> <p>24 QAQC samples were inserted into 311 samples.</p> <p>ALS internal CRMs and duplicates were also reported prior to release of finalised certificates</p> <p>No outside audit of results or procedures has been undertaken</p> <p>All logging and sampling undertaken under the supervision of a qualified geologist</p>
Location of data points	<p>Sample locations recorded with handheld GPS (+/-5m)</p> <p>Z control taken from location on Digital Elevation Model derived from LiDAR data, Queensland State Government 2011 acquisition (+/-1m)</p> <p>All locations using MGA94 UTM Zn 54 coordinates</p>
Data spacing and distribution	<p>Samples are irregularly distributed over the project area. Sampling locations are determined by a number factors such as: distribution of outcrop vs covered areas, appearance of new geologic units, presence of visible alteration minerals, presence of visible mineralisation</p>
Orientation of data in relation to geologic structure	<p>Insufficient information exists to determine geologic structure. The results of this reconnaissance program will be used to prioritise areas for more detailed mapping, sampling and trenching to determine geologic controls</p>
Sample Security	<p>All samples selected and supervised by a qualified and experienced geologist</p> <p>All samples are sealed in plastic bags with cable ties immediately after sampling</p> <p>All samples are stored in a secure, permanently staffed facility prior to shipping</p> <p>Sample bags are loaded into polyweave sacks</p> <p>Sacks are loaded into bulker bags for transport</p> <p>Bulker bags are sealed and affixed a numbered, tamper-proof id tag which is cross checked upon receipt at destination</p> <p>Shipments travel by ship from Ngurupai (Horn Island) to Cairns, then onshipped to ALS Minerals, Townsville by road</p>



	Shipping us undertaken by reputable transport logistics specialists with freight security protocols
Audits or Reviews	No external or third party contractor has undertaken any audit or review of these procedures. These audits/reviews will be undertaken in course of future resource estimation

Reporting of Exploration Results

Criteria	Explanation
Mineral tenements and land tenure status	Kauraru Gold Ltd is the 100% undivided and unencumbered owner of EPM25520 covering the Nguruapi Project
	EPM 25520 is in good standing, with an expiry date of 7/10/2019
	Kauraru Gold Ltd is a joint venture company between Alice Queen Ltd and the Kaurareg Aboriginal Land Trust
	Surface title for portions of the historic Horn Island Mine site is held by the Torres Shire Council
	Other land areas above EPM25520 are held by the Kaurareg Aboriginal Land Trust
Exploration done by other parties	Nil
Geology	Horn Island is located on the partly submerged Badu-Weymouth Belt (formerly Cape York – Oromio Ridge) of the Carboniferous-Permian Kennedy (Igneous) Province. The Badu- Weymouth Belt comprises felsic and intrusive igneous rocks of Upper Carboniferous age exposed on Cape York, the Torres Strait Islands and the southern shore of Papua New Guinea. The oldest Horn Island rocks (figure 2 and 3) are the Carboniferous Torres Strait Volcanics, which comprise welded tuff, ignimbrite and agglomerate, volcanic breccia and minor sediments.
	The volcanics are intruded by the Late Carboniferous Badu Suite Granites, which are a series of high-level granites comprising a number of compositional and textural types – leucocratic biotite granite, porphyritic biotite granite and adamellite, and hornblende-biotite adamellite and granodiorite. Alluvial cover and laterite developed from Early Tertiary and Miocene time to the present.



	<p>The Horn Island gold mineralisation has never been studied in great detail but summary descriptions based on limited information are provided by Levy and Storey, 1990 and von Gnielinski , 1996. The mineralisation occurs in quartz \pm sulphide vein arrays/stockworks and breccias that are localised close to the contact of two Badu Suite intrusions (the Badu Granite and the Horn Island Granite) into various felsic welded tuffs (the Endeavour Strait Ignimbrite). The old mined zone is aligned NW to SE with the main historical old workings extending for at least 1500m over an area about 600m wide. Roughly half of this area is now under water in the open pit created in the 1980's. Geochemical information indicates gold is associated with base metal sulphides (galena especially). Alteration is mostly described as sericitic or propylitic.</p>
Drill hole information	n/a
Data aggregation methods	<p>No data aggregation or compositing of samples has taken place.</p> <p>Subsequent intervals of similar assay grade may be aggregated by length weighting to report a longer composite in text statements, however the individual assays which make up these composites are presented in tables appended</p> <p>No top cutting of assays has been applied</p> <p>Zones of significance are defined as those greater than 1 g/t Au</p> <p>For display and statistical purposes, below detection limit assays are set to 10% of the detection limit</p>
Relationship between mineralised widths and intercept lengths	<p>Historical reefs dip -75 to 90° to the southwest while drillhole dips are -50 to -60° in the opposite direction (northeast)</p> <p>Insufficient structural information exists to calculate true widths of individual veins</p>
Diagrams	Figures show plan location of samples, data contained in appendix table
Balanced reporting	<p>Assays are received for 171 of 311 samples</p> <p>Assays are not received for 140 samples</p> <p>Reported assays are greater than 1 g/t Au, all other received assays are <1 g/t Au</p>



Other substantive exploration work	No other exploration results which have not previously been reported, are material to this report
Further Work	Drilling continues at time of reporting with a further 1 hole completed but not assayed, and a further 3 holes planned.