

Activities Report for the June 2016 Quarter

CORPORATE

Cash

As at 30 June 2016, the Company held \$1,863,444 in cash. Refer to the Appendix 5B for the movements in cash for the quarter.

Recapitalisation Transactions

The Company held its 2013, 2014 and 2015 Annual General Meetings in April 2016. The Company received shareholder approval for the resolutions required for completion of the Recapitalisation Transactions (as defined in the 2015 Notice of Annual General Meeting lodged with ASX 4 March 2016) at its 2015 Annual General Meeting. The Company completed a consolidation of its issued capital on a 50 for 1 basis following shareholder approval at the 2015 Annual General Meeting.

Converting Loans

In May 2016, the converting loan holders converted their loans into fully paid shares in the Company leaving the Company debt free.

Placement

In June 2016, the Company raised \$2,050,000 (before costs) at an issue price of \$0.01 per share via a prospectus dated 16 May 2016. The proceeds are intended to be allocated to exploration at the Acacia-Frazer project in the Northern Territory, business development opportunities, corporate administration and general working capital.

Reinstatement to ASX

Following the recapitalisation of the Company, the Company was successfully reinstated to the Australian Securities Exchange (ASX) on 21 June 2016.

EXPLORATION

Northern Territory

The Company has recommenced exploration on the Acacia-Frazer project in the Northern Territory, located approximately 50km south of Darwin.

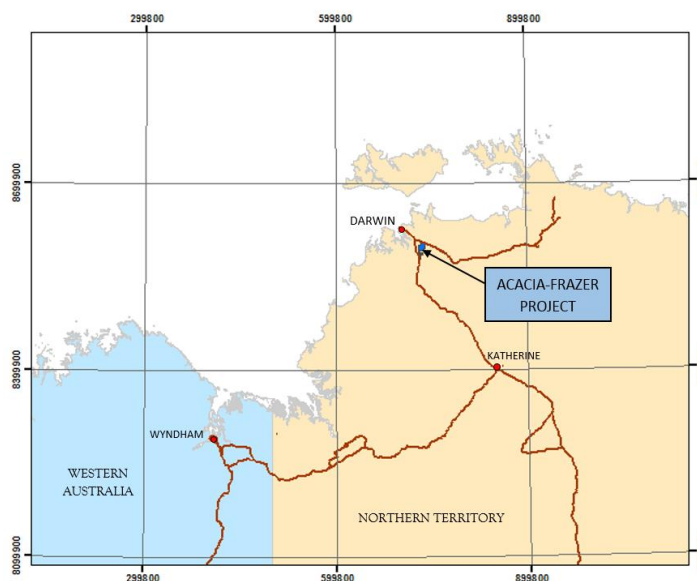


Figure 1- Location Map

The Company has undertaken a number of desk top studies including interpretation of regolith and geomorphological mapping with satellite imagery and SRTM products. This work will be integrated with historical surface geochemistry and any newly acquired rock chip data as available in ongoing studies and proposed reconnaissance field activities.

In July the company undertook a reconnaissance mapping and surface sampling programs at the Acacia Frazer Project. Several areas of interest within the project area have been highlighted in ongoing desktop studies.



Photo 1 – Rock Chip Samples from the Reconnaissance Program in July 2016

The results from the reconnaissance activities will assist in prioritising proposed follow-up work based on prospectivity defined from desktop study results and other historical data.

EQUATOR RESOURCES LIMITED TENEMENTS

Northern Territory (Acacia 100%)		
Tenement	Status	Blocks (Previous)
EL 25027	Granted	4
EL 26777	Granted	4
EL27282	Granted	9
EL27349	Granted	4
EL27747	Granted	38

Tenements disposed during the quarter: Partial relinquishment of 25 blocks at EL27282.

Beneficial percentage interests held in farm-in or farm-out agreements during the quarter: Nil

Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed during the quarter: Nil