

26 August 2016

ASX ANNOUNCEMENT

By Electronic Lodgement

MORETON RESOURCES LIMITED BOARD CHANGES

Moreton Resources Limited (ASX: MRV) (Moreton or the Company) would like to announce changes to the Board, which are effective immediately.

Mr Alexander Jason Elks – Executive Chairman

Mr Elks will assume the role of executive chairman of the Company effectively immediately. Mr Elks had recently begun discussion with the Board about his desire to resign from the role of CEO at an appropriate time and post resolution of the AAT matters. To this end, Mr Elks will assume the role of Executive Chair for an interim period, and the Company will begin the search for a candidate to take on the role of CEO of Moreton, in early 2017, to assist the Company to advance the significant Asset portfolio currently under management.

Mr Valeri Melik – Executive Director

Mr Melik is currently General Manager of Technical Services and has agreed to join the Board, providing Technical and Asset advice, not only on the historical UCG issues and AAT matters at hand, but also in regard to the Company's advancement plans. Given his significant history with the Company and intricate knowledge of the Assets currently managed by Moreton, it is anticipated that Mr Melik will be of great value in his role as Executive Director.

Mr Melik joined the Company in 2008, and holds a Bachelor of Engineering with Honours in Electrical Power Systems and Networks from the State Oil Academy in Azerbaijan (former AZINEFTECHIM USSR), which is recognised and endorsed by the Institution of Engineers Australia ("IEAust"). In addition to this he also holds a Masters in Engineering (Electrical) from RMIT University in Melbourne and other qualification pertaining to Analogue and Microprocessor Based Digital Computer and Communication Equipment, and electro-mechanics.

He is a member of IEAust, as well as being listed on the National Professional Engineers Register ("NPER"), and being registered on the Board of Professional Engineer of Queensland ("BPEQ"). He is also a Chartered Professional Engineer ("CPEng") in Leadership and Management Electrical areas of practice.

Mr Tony Feitelson – Non Executive Director

Mr Feitelson has had an association with Moreton Resources since 2013, being a significant shareholder and interested party in the development and growth of the Company. Not only has Mr Feitelson been exceptionally supportive of the Company on market, directly and indirectly holding some 28% of Moreton Resources Limited, he also, in late 2013, assisted the Company with financial support, to allow the Company to navigate a relatively critical and tough time for the organisation.

Mr Feitelson holds a degree in Architecture (UCT) and retired as a practicing Architect several years ago. He is a director of a number of private companies owning retail, commercial and industrial property. Recently he has broadening his investment scope to include farm holdings, and the development of over 55's retirement living, with further growth now planned.

The benefits of the restructured Board will allow the Company to be more responsive to the demands and issues at hand, whilst providing a reduced impact on corporate costs, related to provision of salaries and wages for board members.

The Company appreciates the efforts of resigning independent directors, Mr Wayne Penning who has assisted the Company greatly since early 2014 and Mr Brett Fletcher who joined the Company in May 2015, and moved to the role of Chairman in late 2015. The Company is extremely grateful for Mr Penning's and Mr Fletcher's diligence and assistance in their time with Moreton.

Mr Elks thanks Mr Fletcher and Mr Penning for their commitment to date.

The Company has considered the ASX Corporate Governance Principles and Recommendations and recognises it will not comply with some of the suggested guidelines within this standard. However, in these circumstances the Company has determined that the Board changes are appropriate and the best fit approach for Moreton at this time.

The Company will keep the market up to date, with the advancement activities of its Subsidiary Companies as material issues arise and also outcomes of our current discussions with the ATO, and conciliation processes with AusIndustry.

Jason Elks
Executive Chairman
Moreton Resources Limited

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