



A.B.N. 52 007 626 575

27th April 2016

The Manager
Company Announcements
Australian Stock Exchange
Level 10, 20 Bond Street
SYDNEY NSW 2000

QUARTERLY REPORT TO 31 March 2016

Shareholders should have received, by mail, a letter with attached correspondence dealing with overtures from a company, now known as Scandium Development International Pty Ltd. (SDI). It is recommended that all shareholders read these letters, which are also on the Jervois website. The Jervois Board does not have confidence in what the two principals of SDI seek to promote, which, we believe, would be at Jervois shareholders expense.

Jervois Mining continues work to identify an effective process (a patent has been applied for) for Scandium recovery. In particular we seek to minimize the transfer of impurities like iron and titanium (refer to Metallurgy section below).

In other news, there has been some Joint Venture interest at three locations where Jervois hold interests; the Arunta Block in Western Australia, the Khartoum tenements in North Queensland and the Syerston (Flemington) Scandium tenement in NSW. Progress on these potential Joint Ventures will be reported to Shareholders, via the ASX, in the usual way.

SHARE PURCHASE PLAN

This process is ongoing and is intended to address the situation of small shareholders whose shares are valued at less than \$500.00. The recent 50% increase in the Company's share price has attracted shareholder attention. The final outcome will be clear after the closing date in May, but thus far there is keen shareholder interest.

ROYALTIES

Jervois Mining Limited owns a spread of Royalty positions which encompass Gold at Bullabulling, WA and also at Forest Reefs, near Cadia in NSW. There is also the Royalty position over the Nyngan Scandium Resource, also in NSW.

In this investment climate it is difficult to judge which Royalty will ultimately be the first to yield 'cash flow' to the Company. At the time of writing, there are encouraging reports in the Nyngan local press on the future production of Scandium Oxide, by our former joint venture partner Scandium International Inc.

Jervois retains a production royalty over the Nyngan project, of 1.7 % of the sale price for Scandium and any other products produced from the site. This royalty extends for a period of 12 years from the first production date. The minimum royalty payable, annually, would be based on production of ten tonnes of Scandium Oxide (Scandia).

The Bullabulling gold royalty is set at \$ 30.00 per oz. for the first 400,000 oz. and \$20.00 per oz. thereafter, unlimited for gold produced. This is obviously potentially valuable given the steadily rising gold price due to world market instability. The steadily weakening Australian Dollar should help this project.

Forest Reefs located in the shadow of Cadia Gold Copper mine near Orange in NSW, has some, albeit, distant, potential for gold/copper production. Resources of gold do exist in the oxide zone, identified by Jervois years ago.

UPDATE OF PROGRAMS NSW

SYERSTON SCANDIUM PROJECT (near Fifield NSW)

Exploration Licence 7805

The next exploration on this tenement will be a surface sampling program in the northern units to relocate and evaluate the viability of an alluvial copper and gold show. A surface sampling and mapping program for these northern units in the Exploration Licence is planned for September 2016.

As outlined in Jervois September 2015 Quarterly Report a calculated Measured Resource for scandium on EL7805 was completed and released to the ASX on the 19th August 2015.

Calculated Measured Resource: 2,675,000 tonnes@435ppm Sc.

Calculated Indicated Resource: 468,000 tonnes @426ppm Sc.

Calculated Total Resource: 3,143,000 tonnes@434ppm Sc.

Total Contained Scandium Metal: 1,363 tonnes.

Several new Exploration Licences have been applied for, north of EL 7805. These new licenses will target Group 1 metals, gold and platinum. Shareholders will be advised when these new licenses have been granted.

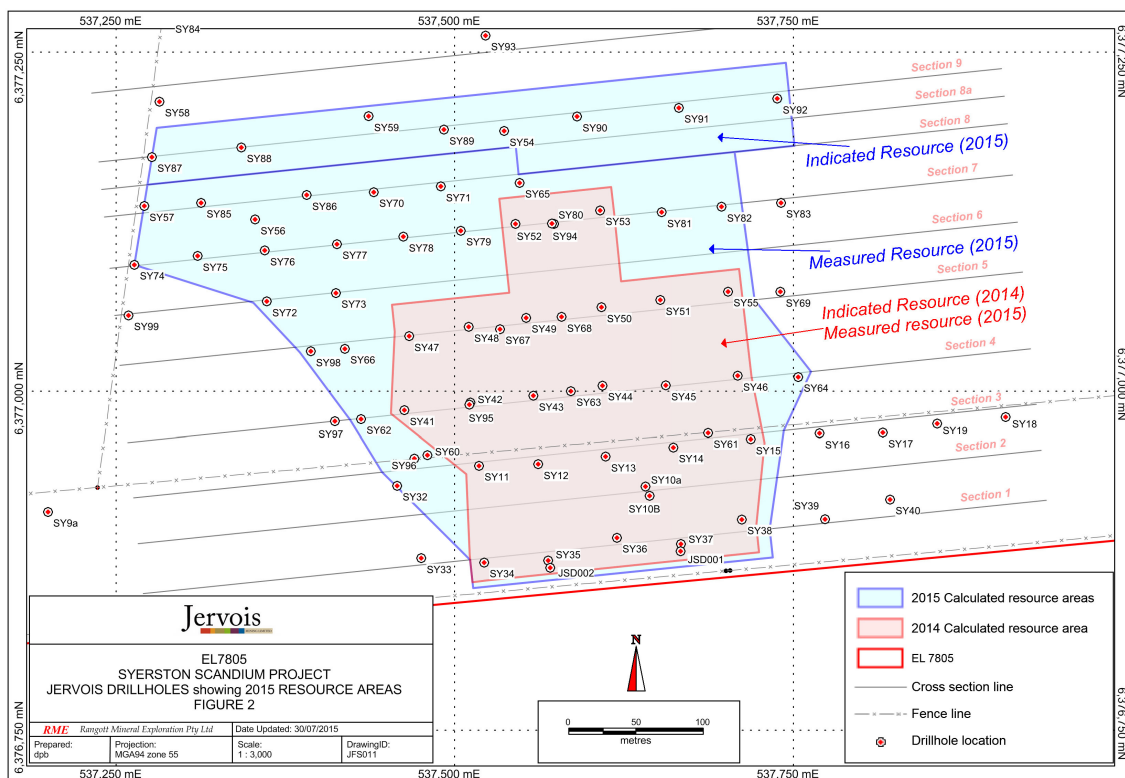
METALLURGY

The major metallurgical activities on the Syerston-Flemington Scandium Project for this Quarter:

- Based on the research carried out at an Australian research organization, a full patent has been lodged to cover Jervois Mining's novel metallurgical treatment process. The submission of Jervois Mining's own patent means there will be no royalty payment to another company for using their method. It will also, ultimately, lead to lower production costs.
- Continued collaborative research with an Australian research organization (still in progress) has determined the best scandium extraction conditions and developed a method to minimise the transfer of impurities such as iron and titanium into the leach solution. Impurity minimisation is an important step to avoid 'downstream' complications, especially during the production of high purity scandium oxide. This will ultimately result in lower production costs.
- Collaborative research with an Australian research organization has identified conditions to avoid crust formation in the autoclave. These novel findings have been incorporated into Jervois Mining's new patent.
- Jervois Mining's research with its Australian University partner identified an ion exchange resin that selectively extracts scandium from leach solutions. In the near future, the University's investigations will

be expanded into resins which will be obtained from Russia. The Russians are historical leaders the field of scandium extraction using ion exchange resins.

- Jervois Mining is supporting an international PhD student to gain a further understanding of scandium's occurrence in primary peridotite and its alteration products. This study is in progress.



Map 1. Drilling locations – 2014 Resource Area, Syerston Scandium Project
Area shown in pink indicates 2014 indicated resource area.

ACQUISITION OF EASTERN STATE ASSETS FROM EXPLAURUM LIMITED

Jervois Mining Limited announced to the ASX on the 6th of November 2015 the acquisition of exploration assets from Explaurum Limited. The main Queensland tenements comprise the Khartoum, Khartoum North, Khartoum East, Three Mile, Carbonate Creek and Mt. Fairyland tin/tungsten project.

The exchange of ownership of the tenements from Explaurum Limited to Jervois Mining Limited, outlined above, is expected to be finalised this coming Quarter. The necessary paperwork has been completed and submitted to the Queensland Department of Natural Resources and Mines. Jervois is now awaiting confirmation.

A surface sampling and ground mapping program on these tenements will be the focus of Queensland-based field work in August 2016. The field work will aim to assess the viability of each unit in these tenements, collect surface samples for assaying, and assess the potential for tin, tungsten and for the metal lithium. Lithium is known to occur in the pegmatite-rich exposures in the area.

There has been some interest from outside parties regarding the possibility of lithium on these tenements. Shareholders will be kept updated with exploration results as they become available.

UPDATE OF PROGRAMS WESTERN AUSTRALIA



Figure 1: Project Location Plan

During the March Quarter Jervois Mining has been actively researching West Arunta Project gold projects in Western Australia.

The Company recently negotiated the purchase of E80/4820 and has applied for ELA80/4987 and ELA80/4986 during the December Quarter. Since these tenements were applied for most of the remaining available ground in the area has been pegged by other parties. These other parties include Independence Group NL (IGO) which has pegged all the available ground around JRV's newly acquired E80/4820 (Figure 5). The interest generated in the Arunta West area is seen as result of the global improvement in the strength of gold.

IGO are 30% owners of the Tropicana Gold Mine, which recently celebrated production of 1 million ounces of gold. In September last year IGO acquired Sirius Resources NL and the Nova Nickel Project. IGO are also an owner of the Jaguar Zinc and Copper Mine. IGO has interest in tenements to the east and to the northeast of the Jervois tenements and a farm-in of the Bumble Bee Prospect, 100 km inside the Northern Territory border, towards Alice Springs.

The Jervois West Arunta Project is located approximately 600 km west-northwest of Alice Springs, within the Gibson Desert of Western Australia, near the Western Australian Northern Territory Border (Figure 2).

The Project consists of three Exploration Licences; E80/4820 consisting of 40 graticular blocks which is approximately 125 square km, adjoining ELA80/4987 consisting of 49 graticular blocks which is approximately 154 square km and ELA80/4986 consisting of 20 graticular blocks which is approximately 63 square km, a total of 342 square kms.

The West Arunta area represents an opportunity to explore for iron-oxide-copper-gold systems, and also for diamonds. The area has favorable geology and significant evidence of suitable mineralisation, but has seen limited exploration activity apart from the nearby Pokali Prospect (36m @ 0.42% Cu, with up to 0.55g/t Au including 6m @ 1.68% Cu and 0.29g/t Au).

The granites of the Mt. Webb region show all the important characteristics of granites associated with copper-gold mineralisation elsewhere in areas with Australian Proterozoic-aged rocks. These characteristics include widespread sodic-potassic alteration and brecciation which is consistent with other Iron Oxide Cu-Au project deposits including Olympic Dam in South Australia (2000 Mt @ 1.6% Cu, 0.6 g/t Au) and Ernest Henry in Queensland (Pollard, 2000), (267 Mt @ 1.1% Cu, 0.54 g/t Au).

Limited exploration activity has produced encouraging results, supporting the prospectivity of the area for an extensive mineralised system. There is also potential of a major Iron Oxide Cu-Au discovery. Exploration related to kimberlite pipes has been positive, with the discovery of micro-diamonds.

The project is totally contained within Land Reserves which have been set aside for the Use and Benefit of Aboriginal Inhabitants (Nos 24923, 40783) under the jurisdiction of the Ngaanyatjarra Land Council. An Access agreement with the Ngaanyatjarra Land Council needs finalisation for E80/4820 and agreements to be negotiated for ELA80/4987 and ELA80/4986.

As well, Jervois has also been involved in early discussions with a potential JV partner on the Arunta West Project.

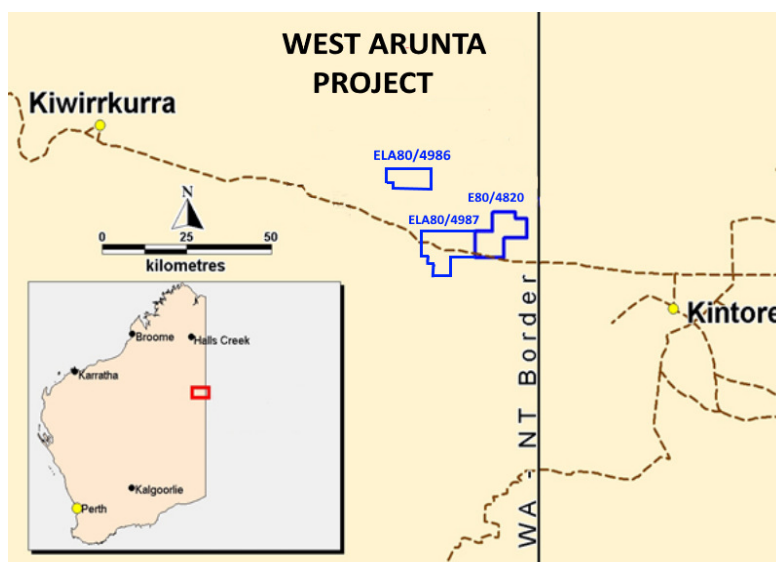


Figure 2: West Arunta location

ELA80/4987

The aero magnetics on this tenement show cross cutting faults. Broad spaced geochemical soil sampling by the Geological Survey of Western Australia has shown anomalous coincident Sb, Cu and Zn. Very little other exploration has been done on this tenement (Figure 3).

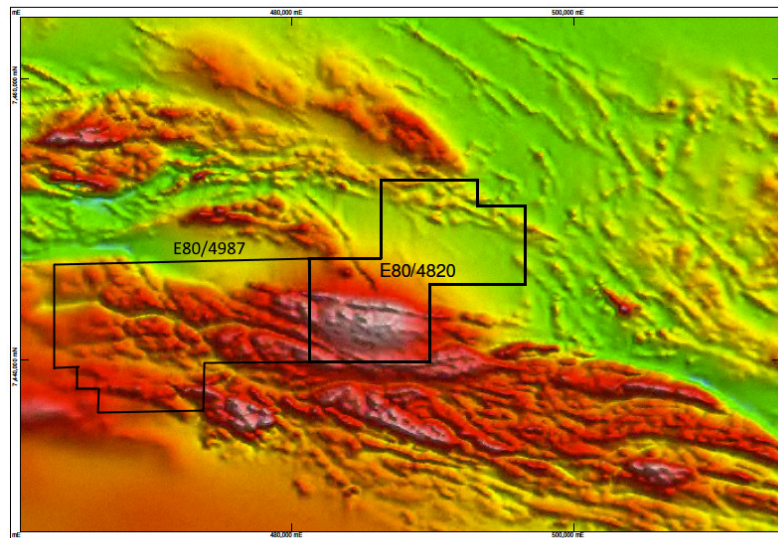


Figure 3: Total Magnetic Map

E80/4820

This tenement has two targets, the first is a coincident magnetic and gravity high anomaly which indicates a rock type high in magnetic minerals and comparatively high density. The second target is a gravity high coincident with a magnetic low (Figure 4). The latter could indicate mineralisation similar to the Olympic Dam Project.

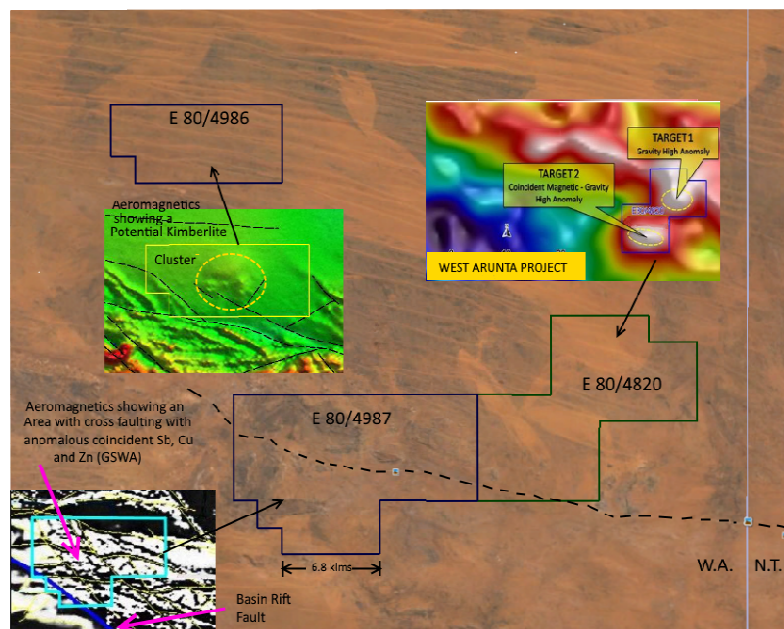


Figure 4: An Aerial Photograph of the Project Area with the Geophysics Relating to the Tenements.

ELA80/4986

An aero magnetic map of this area indicates a discrete circular magnetic cluster which has potential to be a kimberlite cluster. A large cluster of kimberlite intrusions was discovered by BHP 70kms to the wnw of this tenement, in the late 1990's. Since then a number of companies have actively explored for diamonds and a number of microdiamonds have been reported from their work. There is little other exploration on this tenement.

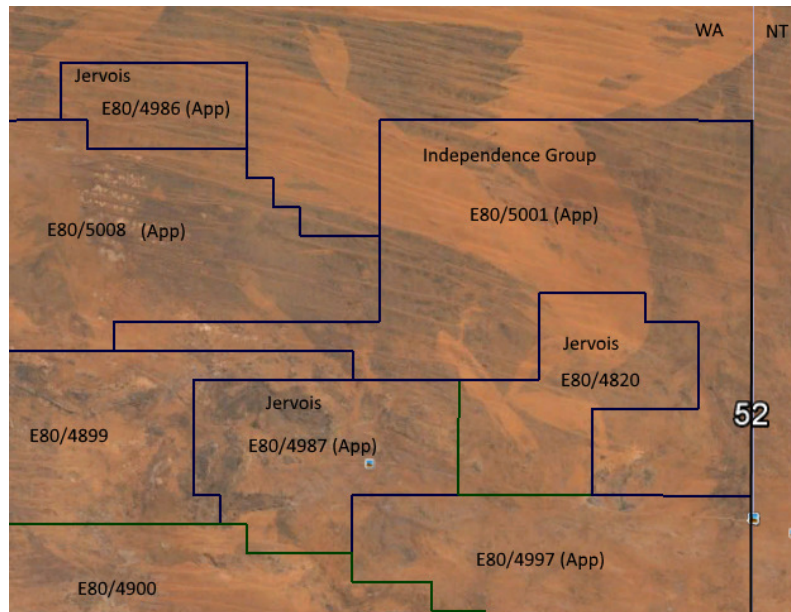


Figure 5: Tenements pegged since December 2015 (tenements with numbers higher than E80/4987).

EXPENDITURE FOR QUARTER ENDED 31 March 2016

Expenditure on Exploration for the Quarter was \$92,048

By order of the Board.

Duncan Pursell.
Managing Director.

The information in this report that relates to Exploration Results or Mineral Resources is based on information compiled by Max Rangott (MAusIMM), D.C. Pursell (MAusIMM) and Mr D. Foster, (MAusIMM). M. Rangott, D.C. Pursell and D. Foster have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. M. Rangott, D.C. Pursell and D. Foster consent to the inclusion.