



NEXUSMINERALS

15th October 2015

Dear Shareholder

I am pleased to be able to provide for you an update of the Company's corporate and exploration activities.

Nexus is continuing to grow its presence in the eastern goldfields centred around the world renowned Kalgoorlie gold mining district. Diligent, proactive and cost effective pursuit of high value propositions in the market place continues to be the main driver of new project assessment, with a number of exciting projects being added to the Company over the last 12 months.

The Company recently announced a Farm-In and Joint Venture agreement with Saracen Gold Mines on the Pinnacles project – 13km south of the Carosue Dam mining operation. Nexus has the right to earn up to 85% of the project by way of direct exploration expenditure. The Agreement includes an Ore Sale and Purchase Agreement, whereby any future ore mined from the Project tenement will be purchased by Saracen for processing through its 2.4Mtpa CIL processing plant at Carosue Dam (see ASX release 17 September 2015).

The project has an existing JORC 2012 compliant resource, with the deepest drilling intersecting high grade mineralisation including 6m@17.4g/tAu, 5m@20.9g/tAu and 6m@12.3g/tAu. Nexus' initial focus will be on exploration at depth and along strike of this known resource. The resource has a high grade core component and Nexus is planning a 2,000m RC drill program to commence November 2015 to test for mineralisation extensions to the steeply dipping ore shoots that remain open in all directions.

Nexus has also secured in its own right a 94km² regional tenement package that surrounds the Pinnacles Nexus-Saracen JV tenement. This tenement package is immediately south of Saracen's Whirling Dervish and Karari gold mines, currently in operation. The tenement exhibits similar geological and structural features and a full compilation of historic data is currently underway.

The Company's Triumph tenement package has undergone geological assessment, ground geophysics and a 4,000m RC drill program during 2015 – resulting in high grade gold mineralisation being intersected in 2 prospect areas. Further assessment is required to better understand the nature and extent of this mineralisation.

Notwithstanding the successful addition of the above projects to the Company's portfolio, Nexus will continue to be an active explorer and expand its footprint through project acquisition or farm-in joint ventures, as scalable growth opportunities are identified. This search for projects, while predominantly eastern goldfields focussed, will also take in the rest of Australia and low risk jurisdiction overseas opportunities.

The Company's solid financial position of \$6.1 million (at 31 August 2015) provides Nexus with a unique opportunity to evaluate project acquisition opportunities that will continue to arise in the near term. With this I believe Nexus is well positioned to capitalise on growth opportunities emerging in the Australian minerals sector.

Regards

Andy Tudor

Chief Executive Officer
Nexus Minerals

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The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled or reviewed by Mr Andy Tudor, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Tudor is a full-time employee of Nexus Minerals Limited. Mr Tudor has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity for which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". The exploration results are available to be viewed on the Company website www.nexus-minerals.com. The Company confirms it is not aware of any new information that materially affects the information included in the original announcement. The Company confirms that the form and context in which the Competent Person's findings are present have not been materially modified from the original announcements. Mr Tudor consents to the inclusion in the reports of the matters based on his information in the form and context in which it appears.