

Navaho Gold



Quarterly Activities Report - for the period ended 31 December 2014

ASX CODE: NVG

Shares on Issue

580 million

Unlisted Options

500,000 @ 19.75c

Market Capitalisation

A\$2.3m (at A\$0.004)

DIRECTORS

Nick Mather (Chairman)

Brian Moller (Director)

Neil Stuart (Director)

David Mason (Director)

COMPANY SECRETARY

Karl Schlobohm

CONTACT DETAILS

Level 27, 111 Eagle Street

Brisbane QLD 4000

Tel: +61 7 3303 0650

Fax: +61 7 3303 0681

www.navahogold.com

ACN 068 958 752

HIGHLIGHTS

Projects

- Further refinement of potential targets and plays within the NavGas project areas in Queensland and South Australia.
- Continued negotiations with Genesis Gold regarding the nature and structure of the ownership of the Carlin East and New Mexico US gold projects. Carlin East now subject to a legal dispute between the parties.
- Initial work commenced in relation to the Marayes coal projects in Argentina, including field visit and preliminary discussions with local industry participants and stakeholders.

Corporate

- Scrip-based acquisition of Excarb Pty Ltd completed on 2 October, giving the Company exposure to Argentinean coal projects and a pipeline of potential future projects.
- Capital of \$236,750 raised (including debts converted) during the quarter, via the placement of the shortfall under the Company's entitlement offer closed during the September 2014 quarter.
- Neil Stuart (via the Excarb transaction) and David Mason appointed to the Board of Directors, bringing with them a combined 75 years of corporate and geological experience in the international resources industry.

REVIEW OF PROJECTS AND ACTIVITIES

Navaho Gold (US Gold Projects)

During the quarter, the Company continued to negotiate with Genesis Gold, its American “partner” in the Carlin East and New Mexico projects. Negotiations were centred on the nature and structures associated with both projects, and are on-going.

As announced on 28 January 2015, Genesis Gold served Navaho Gold’s US subsidiary CED Gold LLC with notice of a legal claim being made in the state of Nevada, USA. The claim has only been lodged in relation to the Carlin East project, and does not impact the New Mexico project. CED Gold intends to defend the legal claim.

The Company has not committed to any further exploration or expenditures on these two projects until such time as matters with Genesis Gold have been finalised.

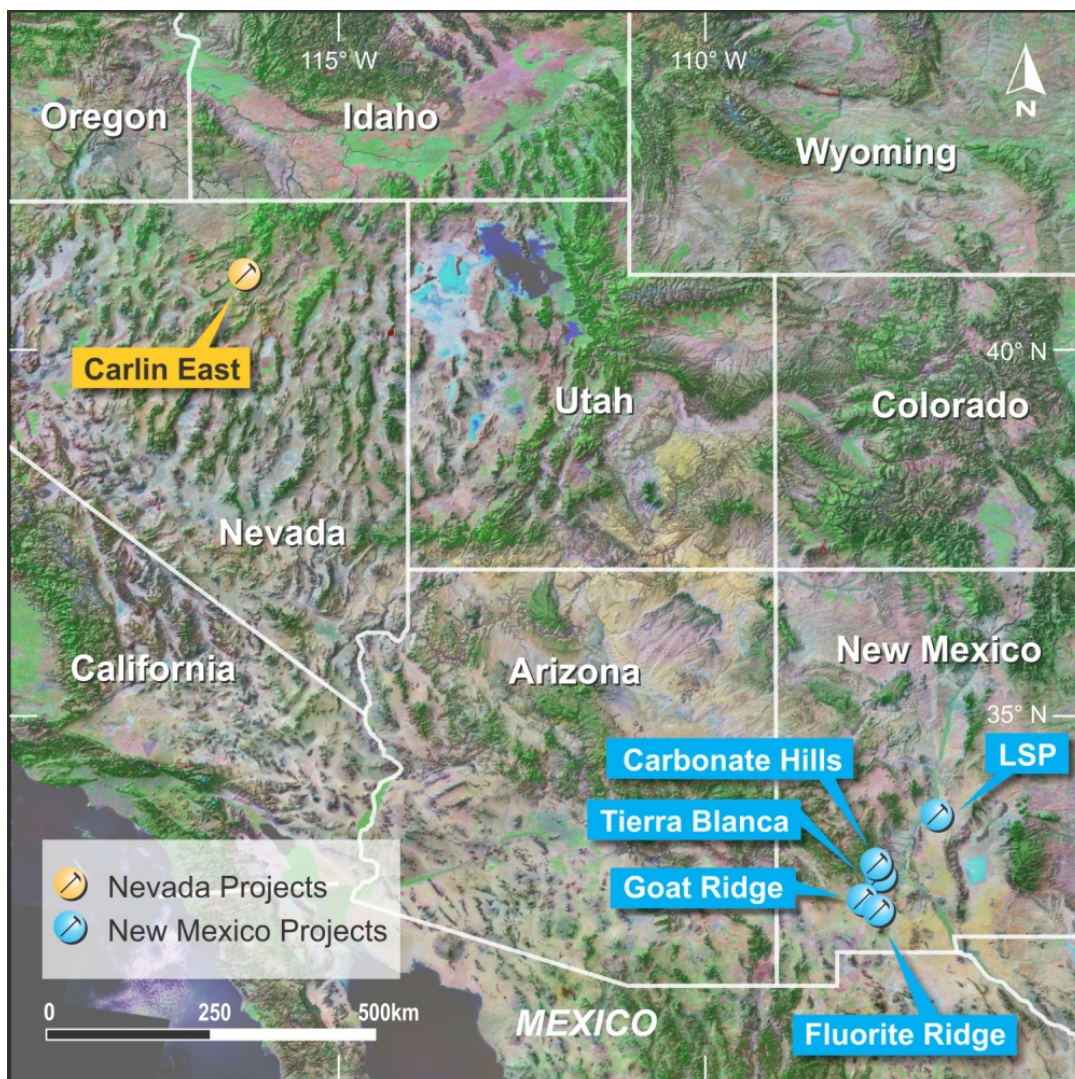


Figure 1 – Project Location Map, USA

Navaho Gold

NavGas (Australian Oil & Gas Projects)

During the quarter, desk-top studies and historical database reviews continued in relation to the Company's oil and gas projects in South Australia (Pirie Torrens Basin) and Queensland (Roma Shelf).

Records of an area of historic oil shows extending over 70km² at Wilkatana (within NavGas' South Australian PELA 631) has been revealed, which may subsequently have remained unexplored for the past 50 years (refer **Figure 2**).

The Wilkatana area appears to represent a super giant Cambrian aged oil field which has been breached by erosion. Oil and gas shows occur in Cambrian reef limestones and adjacent Proterozoic aged Pound Quartzite and overlying Tertiary sediments.

The area to the north over the Torrens Hinge Zone covers an area of 2,200km² east of the Torrens and plunges at a shallow angle to the north with potential for additional traps in Cambrian reef limestones and Proterozoic sandstone units in fold closures at the Torrens Hinge Zone and against Cambrian salt diapirs.

Gravity data suggests that a number of salt diapirs may exist, and existing scant seismic coverage suggests that the area is prospective for several fold closures. The Company's investigations are continuing.

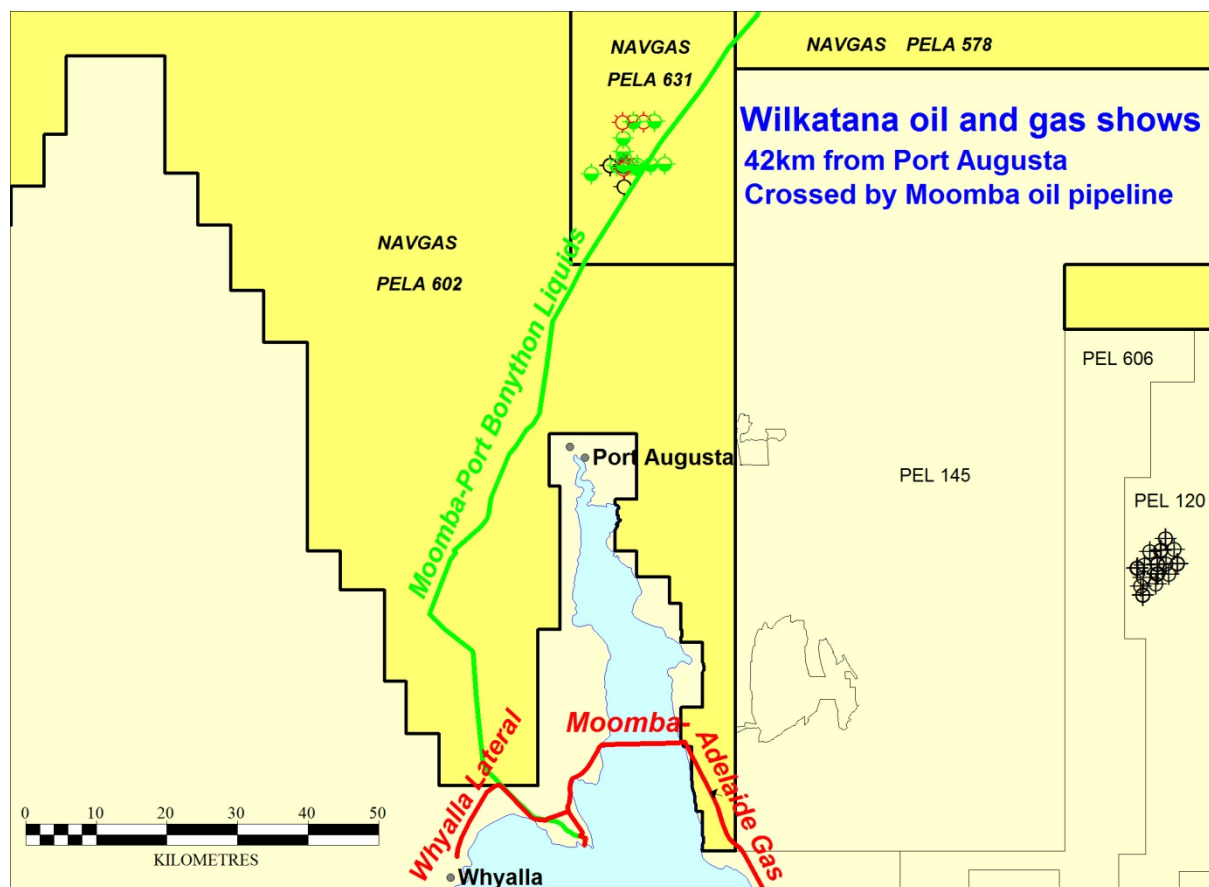


Figure 2 – Location Map – Wilkatana, South Australia with the Company's PELA 631

Navaho Gold

In relation to ATP1183 (Roma Shelf) in Queensland, the Company is currently in the process of refining several drill prospects in 'Brownfields' oil gas and condensate producing areas, as identified in **Figure 3**.

The Queensland Government has recently approved the Company's application to have its tenure over the Roma Shelf extended from four (4) years to six (6) years, effectively giving NavGas more flexibility in managing its work program commitments.

Desk-top studies and historic data review and interpretation are continuing on the NavGas projects, and the Company intends to update the market and release a revised project presentation once the reviews are completed.

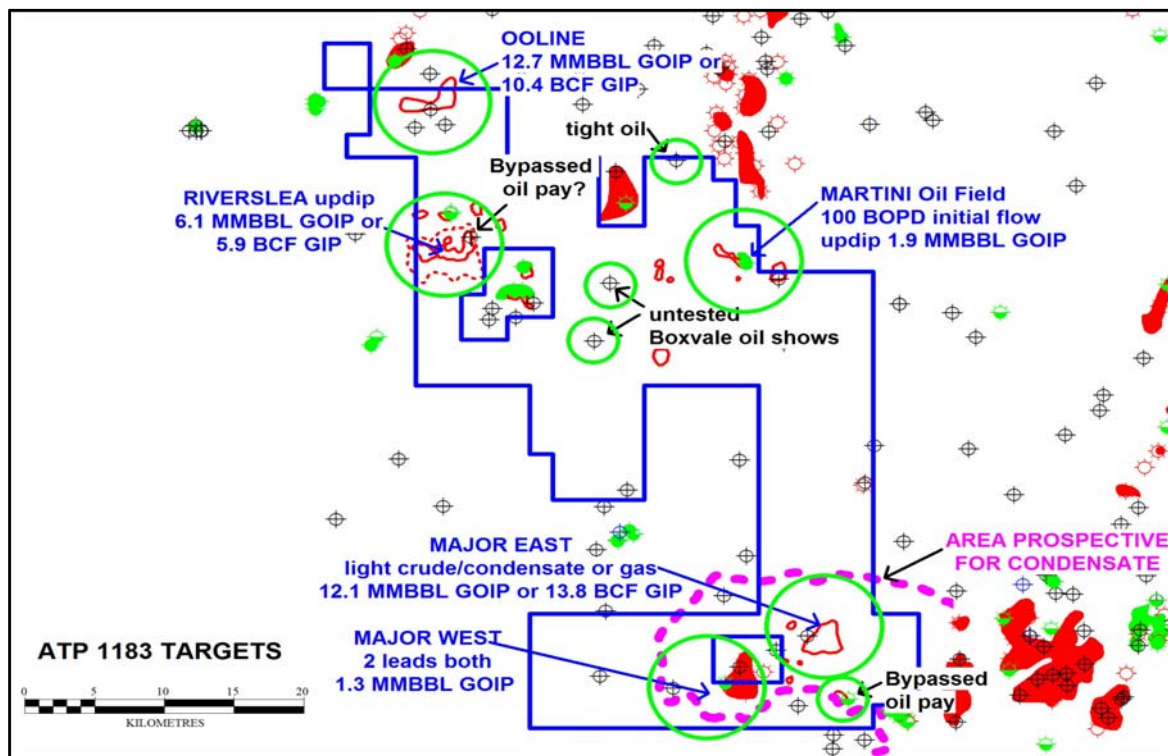


Figure 3 – Initial targets identified within the Roma Shelf Project

Excarb (Argentinean Coal Projects)

The Marayes projects are located in San Juan province in Central-Western Argentina (refer **Figure 4**). The coal occurs in 6 main banded seams which can be up to or in excess of 2m thick with the coal content making up approximately 90% of the whole seam. The seams dip at 5 to 15 degrees to the west and extend over approximately 50km of strike length north to south on the tenements.

Market opportunities potentially exist for new power generation facilities for at least 2Mtpa within San Juan province or replacing presently imported coal to the power station located near Rosario port on the Rio Parana. Exporting coal through the ports of Santa Fe or Rosario (some 600km to the east of the mining project on the existing rail network) and local mining and industrial applications are also possibilities.

Navaho Gold

Initial work commenced in relation to the Marayes coal projects in Argentina, including a field visit by Neil Stuart, together with preliminary discussions with local industry participants and stakeholders.

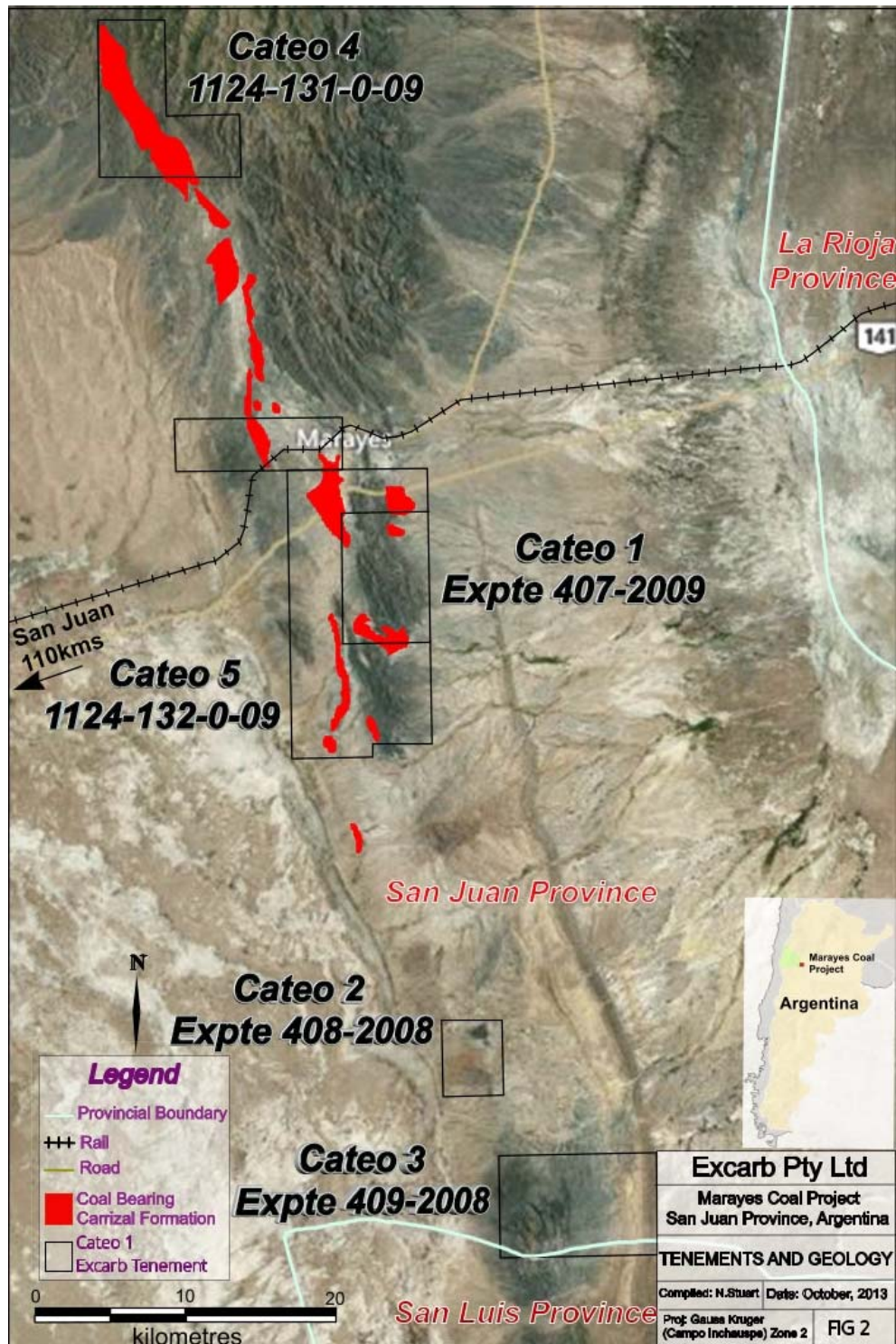


Figure 4: Location Map, Marayes Project Areas

CORPORATE ACTIVITIES

Excarb Acquisition

On 2 October 2014, the Company settled on the scrip-based acquisition of Excarb Pty Ltd following shareholder approval granted at the Company's EGM of 1 October 2014.

The principle terms of the acquisition arrangements were as follows:

- (i) Navaho acquired Excarb for an initial scrip-based consideration of 10 million Navaho shares;
- (ii) Excarb has an interest in the Marayes coal projects (refer details below);
- (iii) Further "milestone shares" of 17,000,000 will be allotted by Navaho to the Excarb vendors upon the introduction of a suitable new mining, oil or gas related project opportunity to Navaho by 30 June 2015; and
- (iv) Capital raisings of \$500,000 were undertaken by Navaho (placement and Rights Issue) to support the transaction.

Non-Executive Director Appointments

During the quarter, Mr Neil Stuart and Mr David Mason were appointed as Non-Executive Directors of the Company.

About Neil Stuart

Mr Neil Stuart is a highly experienced exploration geologist with over 40 years of experience in the minerals industry. Earlier in his career, he worked with Utah Development Company (for uranium base metals and coal) with activity in all states of Australia, Kenya, Morocco, South Africa, Madagascar and Indonesia, and then managed a highly successful coal exploration program for Marathon Petroleum Australia Ltd.

Since 2000, he has been heavily involved in project delineation and acquisition in Australia and Argentina. As a founding Director of Oroplata Ltd, Mr Stuart was instrument in acquiring the highly prospective Cerro Negro Epithermal Gold Project from MIM Holdings Ltd and advancing the project until the company merged with Andean Resources Ltd, which was itself taken over by the large Canadian miner, Goldcorp in 2010 for \$3.7 billion.

Mr Stuart was also a co-founder of ASX and TSX listed Orocobre Limited, which is now developing the Salar Olaroz lithium project in north-west Argentina. Production of battery-grade lithium carbonate is expected to begin at the project before the end of 2014. In the last three years, Mr Stuart has served on the boards of the following ASX-listed companies:

- Axiom Mining Ltd;
- Bowen Energy Ltd;
- Orocobre Ltd;
- OGL Resources Limited; and
- Elementos Limited.

About David Mason

Mr David Mason has a broad business, corporate and mining background achieved through working in the exploration and mining industry for 35 years throughout Australasia, Asia and Africa.

Mr Mason has previously undertaken the role of Managing Director of Overseas & General Limited (ASX:OGL) an Indonesian mining company. In addition, he has served as the Operations Director of Haddington Resources (now Altura Mining, ASX:AJM) a diversified resource company, which took over the resource investment and mining service companies of Minvest International, a group he co-founded and managed. Mr Mason has also formerly acted as the General Manager of the Swabara Group, which developed the Adaro Indonesia coal mine, the MHU coal mine, a suite of Indonesian exploration assets and mining service companies.

Mr Mason holds a BSc (Hons) and a PGradDipBA from UQ and an MBA from USQ. He is a Fellow of the AusIMM (CP Mgt) and a member of AICD.

Mr Mason is currently a Director of Intra Energy Corporation Limited (ASX:IEC), a coal producer in East Africa.

EXPLORATION ACTIVITIES PLANNED FOR MARCH 2015 QUARTER

Gold Projects - USA

The Company is continuing to review its involvement in the US gold projects. Continued involvement is likely to be dependent on the results of commercial negotiations currently underway with project partners and owners Genesis Gold.

Oil & Gas Projects - Australia

Desktop studies will continue on the areas outlined above, together with the formulation of an initial exploration strategy and program for the South Australian tenements, post-grant. In this regard, the Company will continue to correspond with the South Australian Government and other stakeholders to expedite the grant process.

Marayes Coal Projects - Argentina

An initial exploration program for the existing tenements is in the process of being formulated, and work will continue on the possibility of expanding (via pegging or aggregation) the Marayes project footprint. Studies are also likely to be commenced into regional exploration prospects and coal marketing and sales opportunities for local Argentinean industry.

INTERESTS IN TENEMENTS

Refer Appendix A to this report.

For further information contact:

Mr Karl Schlobohm
Company Secretary, Navaho Gold Ltd
Ph: 07 3303 0661

Competent Persons Statement

The information herein that relates to Exploration Results is based on information compiled by Mt Nicholas Mather, who is a Member of The Australian Institute of Mining and Metallurgy. Mr Nicholas Mather is a Director of Navaho Gold Ltd.

Mt Nicholas Mather has more than five years experience which is relevant to the style of mineralisation and type of deposit being reported and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves' (the JORC Code). This public report is issued with the prior written consent of the Competent Person(s) as to the form and context in which it appears.



APPENDIX A TO QUARTERLY ACTIVITIES REPORT

INTEREST IN TENEMENTS HELD IN THE QUARTER

As at the date of this report, the Group has an interest in the following tenements.

Australian Tenements

No new tenement areas were granted during the quarter.

At the end of the quarter, the Company's 98.75% subsidiary NavGas Pty Ltd retains a 100% interest in ATP1183 ("Roma Shelf") in Queensland. This remains the Company's only granted tenement area in Australia (all other interests are still in the Application phase).

USA Tenements

No new tenement areas were granted during the quarter.

At the end of the quarter, the Company retains an interest in one (1) project in Nevada and five (5) projects in New Mexico and currently has an interest or holds options and farm-in agreements over the claim areas.

Tenement	Location	Current Holder	% Interest
NCAR 1-6	Nevada, USA	Genesis Gold LLC	CED Gold LLC earn up to 100%
NCAR 8-9	Nevada, USA	Genesis Gold LLC	CED Gold LLC earn up to 100%
NCAR 11-12	Nevada, USA	Genesis Gold LLC	CED Gold LLC earn up to 100%
NCAR 14-25	Nevada, USA	Genesis Gold LLC	CED Gold LLC earn up to 100%
NCAR 27-30	Nevada, USA	Genesis Gold LLC	CED Gold LLC earn up to 100%
NCAR 32-108	Nevada, USA	Genesis Gold LLC	CED Gold LLC earn up to 100%
NC 109-114	Nevada, USA	Genesis Gold LLC	CED Gold LLC earn up to 100%
NC 116-119	Nevada, USA	Genesis Gold LLC	CED Gold LLC earn up to 100%
NC 121-217	Nevada, USA	Genesis Gold LLC	CED Gold LLC earn up to 100%
NC 300-336	Nevada, USA	Genesis Gold LLC	CED Gold LLC earn up to 100%
CC 100-106	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
CC 216-222	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
CC 226-236	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
CC 241	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
CC 275	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
CC 277-278	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
CC 285	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
CC307-309	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
CC 407-409	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
CC 418	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
CC 518	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 104-106	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 108-113	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 120	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%

Navaho Gold

Tenement	Location	Current Holder	% Interest
TB 125-126	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 144	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 146-153	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 162-171	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 175-177	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 179	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 184-194	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 196	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 201	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 305-306	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 405-408	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 505-508	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 605-608	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 615-616	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 711	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 715-716	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 811	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 909-911	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 1009-1010	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 1109-1110	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
TB 1209-1210	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
LSP 100-115	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 100	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 102-106	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 120-125	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 127-132	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 145	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 148-149	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 152-153	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 156-157	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 160-161	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 175-177	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 182-192	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 195	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 199	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
FR 216	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
PT 116-157	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
PT 162-163	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%

Navaho Gold

Tenement	Location	Current Holder	% Interest
PT 174	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
PT 177-185	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
PT 220-222	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
PT 225-230	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
PT 341-343	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
PT 351-354	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
PT 357-358	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
PT 367-368	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
PT 371-378	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
PT 380-381	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
PT 421	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
GR 100-112	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
GR 123-124	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%
GR 128-137	New Mexico USA	Oryx Resources Inc	Big Iron Resources earn up to 51%