

29 January 2019

QUARTERLY ACTIVITIES REPORT

For the period ending 31st December 2018

The Board of Zeus Resources Limited is pleased to release its second Quarterly Activities Report of 2018-2019 covering the period ending 31st December 2018.

Highlights

- The Company is currently investigating gold and/or copper projects in Laos;
- The Company's strategy is to focus on gold and/or copper projects in Laos;
- From 3rd to 23rd of January 2019, Mr. Daniel Liu, General Manager - Geology and Exploration of the company, lead a technical team on a field visit in Laos;
- The team visited three provinces in Laos and reviewed seven gold and/or copper projects, including three gold and/or copper projects in Xaignabouri Province in West-North of Laos; one gold project in Xaisomboun Province in Central of Laos; and three gold and/or copper projects in Attapeu Province in South of Laos;
- The company is in review and planning stage to potentially select one project to invest in Laos in 2019.

Corporate and Financial

- Quarterly administrative and other operational expenditures are within budget;
- The Board Meeting and AGM was held successfully in November 2018; both the resolutions, including the Remuneration Report, have been passed by the AGM.

Tenement Status

No Changes to Zeus' granted tenement holdings occurred during the Quarter. Tenements are shown in Figure 1 and detailed in Table 1.

Exploration Project Locations

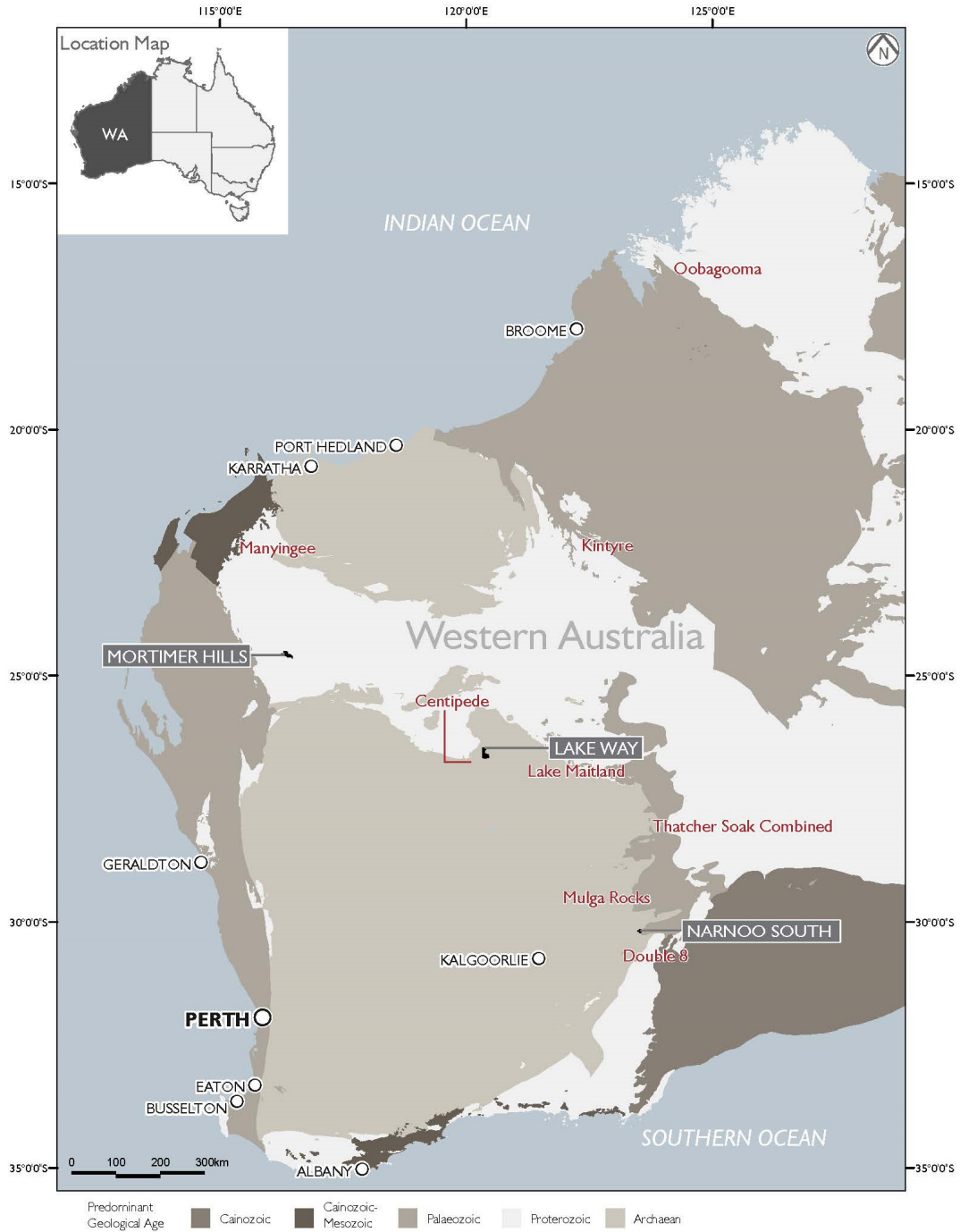


Figure 1. Zeus Resources Tenement Location Map.

Region	Project	Tenement	Status	Holder	Operator	Comments
Wiluna	Lake Way	E 53/1601	Granted	Zeus Resources Ltd	Zeus Resources Ltd	
		E 53/1603	Granted	Zeus Resources Ltd	Zeus Resources Ltd	
		E 53/1604	Granted	Zeus Resources Ltd	Zeus Resources Ltd	
Narnoo	Narnoo South	E 28/2097	Granted	Zeus Resources Ltd	Zeus Resources Ltd	
Gascoyne	Mortimer Hills	E 09/1618	Granted	Zeus Resources Ltd	Arrow Minerals Ltd	65% of the interest remaining
		E 09/2147	Granted	Zeus Resources Ltd	Zeus Resources Ltd	
Table 1. Zeus Resources Tenement Details						

Exploration Program

No fieldwork was completed during the Quarter on the tenements managed by Zeus Resources Ltd.

Wiluna Project

Zeus continues to explore options for follow up drilling on the Lake Way Project. The proposed drilling is a follow up to a successful drilling program conducted in December 2014 where prospective reduced sediments were determined to be widespread at depth within the Lake Way Palaeochannel, with a regionally extensive target sand horizon determined to be restricted to the palaeovalley axis.

The follow up drill program has been planned to target these prospective reduced palaeochannel sandstones within the Kukububba (Lake Way) Palaeochannel.

Approval for this drilling program has been granted by the DMP, with Aboriginal heritage clearance also obtained, for these drill locations within the Lake Way Project area.

During the March quarter 2018 the licences reached their 5th anniversary since grant. Extensions of term for a period of five years were applied for and subsequently granted on the 10th April 2018.

Narnoo Project

The Narnoo South project remains an area of strong interest for Zeus, and as at the Wiluna Project options for follow up drilling of the Narnoo South (E28/2097) uranium prospect are currently being explored.

The follow up drilling program of 12 (priority 1) holes at Narnoo South is designed to confirm uranium grade and thicknesses within the Driller's Palaeochannel which was identified during the drilling program conducted in May 2015.

Approval for this drilling program has been granted by the DMP for this drilling program.

Gascoyne Project

During March 2017, joint venture partner Arrow Minerals Ltd ("Arrow") carried out a follow-up stream sediment survey on E09/1618 over the Camel Hill Prospect, where anomalous results for Lithium Caesium Tantalum (LCT) indicator minerals had been identified. The stream sediment survey extended upon the previous exploration of prospective ground around Camel Hill within the metasediments of the Mount James Subgroup and Leake Springs Metamorphics.

The results from the stream sediment sampling within E09/1618 and the wider project area, showed a strong correlation amongst the Lithium Caesium Tantalum (LCT) Pegmatite pathfinder elements Li-Cs-Ta + Be, Rb, Nb, Sn. The sampling programs highlighted the potential of the Camel Hills areas to host LCT pegmatites by defining a low order Li-Cs-Ta-Rb anomaly which warrants further exploration.

During the September quarter 2018, the company signed a Deed of Variation with Arrow Minerals Ltd. Covering the joint venture licence E09/1618. Under the Deed of Variation, Arrow will sole fund a further \$125,000 of Expenditure on E09/1618, by no later than 15 May 2019 (Stage 2 Farm-In Expenditure) (for a total Expenditure from the Satisfaction date of \$250,000).

No field exploration activities were undertaken during the quarter on the other Gascoyne Project licences managed by Zeus Resources Ltd.

Competent Person Statement:

Information in this release that relates to Exploration Results is based on information compiled by Mr Andrew Rust, who is a Member of the Australian Institute of Mining and Metallurgy (AusIMM). Mr Rust is a full time employee of Shearwater Australia Proprietary Limited. Mr Rust is engaged by Zeus Resources Limited as an independent consultant. Mr Rust has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Rust consents to the inclusion in this release of the matters based on his information in the form and context in which it appears.