

ASX Announcement**30 November 2018****EXECUTIVE DIRECTOR'S ADDRESS TO AGM**

Since I addressed you at our last AGM, I am delighted to report that our company has taken some significant steps forward and we are working hard to complete two transformative transactions that promise a very exciting future for us.

Whilst the suite of resolutions to be considered by shareholders today are precursors to the two major transactions that we plan to bring to shareholders in the first quarter of 2019, they are, nonetheless, important building blocks in AustSino's journey to become a significant resources company and I hope that shareholders will support this ongoing journey.

This morning I want to celebrate our achievements as well as to update you on our progress towards achieving completion of our plans to secure significant new equity investment and to acquire control over a world class iron ore deposit.

In the last year we have:

1. Completed a restructure of our Board of Directors
2. Completed a number of successful equity fundraisings
3. Taken significant steps to secure the financial viability of our Company
4. Navigated our way successfully through an extremely long and arduous process of engagement with regulatory authorities to achieve a re-quotation of our securities on the Australian Stock Exchange
5. Maintained our tenement holdings in the northern MidWest region
6. Undertaken concept study work and engaged in extensive dialogue with stakeholders in the MidWest region of Western Australia
7. Entered into conditional arrangements to secure a further \$100m in equity funding
8. Entered into complex, conditional arrangements to secure control over a fellow ASX listed company with a world class iron ore project in Africa.

I am proud to sit on the Board with our Chairman, Mr Ding Chun Ming, logistics specialist Ian King, infrastructure and resources law expert Phil McKeiver and respected geologist Mr Shi Bielin and to see first-hand the long hours and great commitment that they bring to the Company. The Directors have worked extremely hard to positively position the Company going forward and I trust that shareholders recognise the great steps forward under your new Board.

The company has completed several equity raisings in the last year to improve our financial position and to demonstrate our credibility to regulators and other stakeholders. This is a significant achievement and pays testimony to the quality and depth of the relationships and networks of our Chairman in China.

Whilst it is, naturally, somewhat frustrating, I know, for shareholders that AustSino's shares have been suspended from trading for over two months, this does not dilute the tremendous achievement of bringing the company back to life on ASX in April 2018 after more than three years and three months of having been suspended.

This was a very tough and challenging process as the Company successfully re-established its financial viability and credibility. I would like to thank our shareholders, employees and professional advisors who stayed the course to help us return long overdue liquidity to our shareholders.

AustSino has continued to develop our MidWest holdings and to undertake concept study and development work including evaluating potential collaboration with stakeholders and a wide range of companies seeking to advance projects in the region. We have engaged with several major Chinese companies who have confirmed their interest in the Region.

I am particularly grateful to my fellow director, Ian King, and our adviser, Mr Peter Klein for their sterling work in advancing our MidWest agenda.

Our exploration programme on our existing tenements has now been substantially completed, including a new heritage survey, rock chip sampling and approximately 3,300 metres of RC drilling targeting several high priority magnetite and DSO iron ore targets across several tenements. Further analysis is now required of the new data and expanded data sets with further work to be completed in 2019.

The Company remains keenly focussed on the challenge of opening up the MidWest and the proposed \$100 million capital raising provides further significant additional funds to move forward.

Naturally, it is no small challenge for a company like AustSino with a market capitalisation of around \$80 million to seek an equity injection of the magnitude of \$100 million. To do so from China in an environment where geopolitical tensions and Sino-Australian trade relationships have been at a low level for several years only adds to the challenge. For this reason, the proposed equity investment of Western Australian Port Rail Construction (Shanghai) Ltd (WAPRC) into our Company is rightly seen as transformational for the company.

The relationship with WAPRC and its principals has been cultivated over a long time and the Board has become increasingly comfortable with the financial capacity of WAPRC to become our major shareholder.

Naturally, the process of securing the requisite and multiple regulatory approvals for the movement of funds from China to Australia is not straightforward and requires lengthy submissions.

Most Australians are familiar with the massive \$10 trillion Belt and Road Initiative that has been rolled out as a key policy plank of China's President Xi Jinping in order to support China's large infrastructure construction sector.

There is no doubt that the development of Sundance's iron ore deposits in Africa is an ideal candidate for BRI funding support. The boards of AustSino and Sundance will be exploring this possibility in the coming months.

Along with my fellow directors, I see the potential to secure a controlling interest in Sundance and to advance Sundance's Mbalam-Nabeba Iron Ore Project in Cameroon and the Republic of Congo in Central Africa as tremendously exciting.

There are some complexities to the proposal that have been reflected in the conditions precedent including the extension by the Cameroon Government of the Mbalam Convention that covers the part of the project that is in Cameroon. This extension is needed following the expiration of the Mbalam Convention on 14 September 2018.

The Board of AustSino and our advisors and proposed Chinese project partners continue to engage proactively with Sundance and the Cameroon Government with a view to facilitating an extension of the Convention as an important hurdle to be overcome to accelerate the completion of the proposed transaction with Sundance.

Whilst the proposed WAPRC and Sundance transactions are potentially transformational, they remain subject to a number of conditions and there is, of course, no guarantee that either or both transactions will complete in accordance with their current terms.

However, shareholders should rest assured that the Board is actively and energetically pursuing the successful conclusion of these transactions. In this context, that is why I am presenting this report to you today as our Chairman is again in China to maintain our momentum towards achieving a successful conclusion.

I remain very positive about the future for our Company and encourage all shareholders to support all resolutions before you this morning.