

## **QUARTERLY ACTIVITIES REPORT**

### **For the period ending 30<sup>th</sup> September 2019**

The Board of Zeus Resources Limited is pleased to release its first Quarterly Activities Report of 2019-2020 covering the period ending 30<sup>th</sup> September 2019.

#### **Highlights**

- On 25 September 2019 the board accepted the appointment of Dr Dongfeng Zhang as Chairman of the Board having replaced Mr Shouyin Wang on his resignation. Dr Dongfeng Zhang is a graduate from Central South University in Changsha, Hunan Province, China and is a Ph.D. from Zhongnan University of Economics and Law in Wuhan, Hubei Province, China. Dr Zhang is the Chairman of Zhengyuan International Mining Co. Ltd, which holds 32% of the total issued shares in the Company. Dr Zhang's geological exploration experience is extensive.
- Zeus Resources continues to investigate gold and/or copper projects in Laos. The Company have rejected several feasibilities of identified assets, but the Board intends to continue efforts to identify projects in this region as the Board continues to consider this region for the exploration activities of the Company.
- In the Gascoyne Project, Arrow Minerals Ltd (ASX: AMD) completed a hyperspectral survey in Gascoyne Project area and given notice to Zeus that it has met the Stage 2 expenditure requirements of the Farm-in and Joint Venture Agreement with total expenditure of \$250,000. The 35% interest in the Project now held by Arrow will increase to 50% when documentation is signed by the Board.

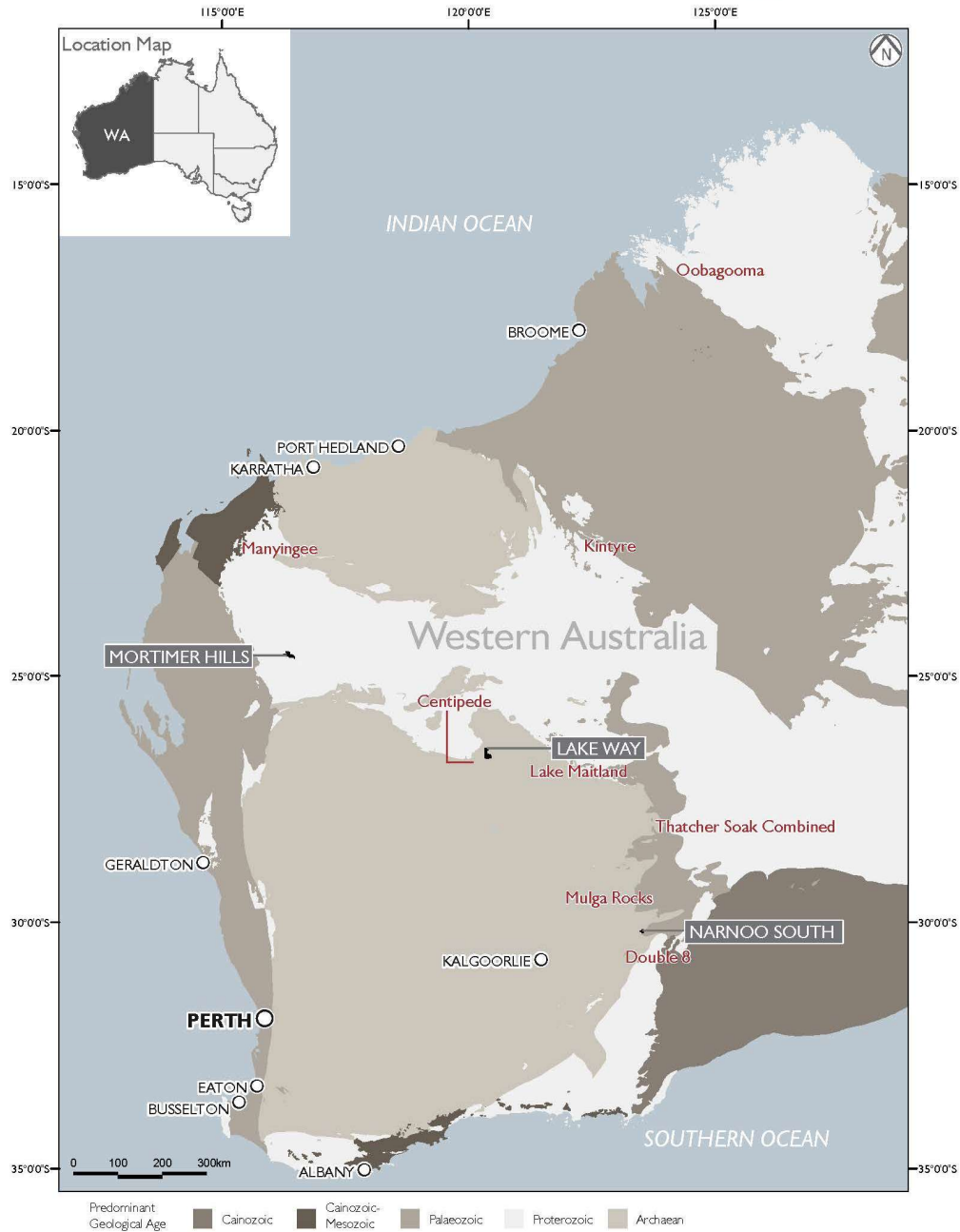
#### **Corporate and Financial**

- Quarterly administrative and other operational expenditures are within budget;
- Dr Dongfeng Zhang replaces Mr Shouyin Wang, who has resigned as a Director and Chairman of the Company effective from 25<sup>th</sup> September, 2019;
- The Company's consolidated statement of cash flows for the Quarter is set out in Appendix 5B. At the end of the Quarter the consolidated entity had \$1.387 million in cash with no debt; and
- ZEU confirms it is not aware of any new information or data that materially affects the information included in the original market announcements previously lodged with ASX.

#### **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.**

Table 1. Zeus Resources Tenement Details						
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	Refer commentary in the Highlights Section at Page 1.
		E 09/2147	Granted	Zeus Resources Ltd	Zeus Resources Ltd	

### **Exploration Program**

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

#### **Wiluna Project**

There are no immediate plans for a drilling program at the Wiluna Project, but this is subject to an ongoing review by the Board.

#### **Narnoo Project**

In the 2019 Annual Report the Company disclosed that during the licence reporting period ended 8th of May 2019, exploration licence E28/2097 did not reach the minimum expenditure commitment of \$70,000.00, as set by the Department of Mines Industry Regulation and Safety, WA. The Company lodged an application for exemption from expenditure conditions and it has been determined that the lodged application does not fall within the specified criteria to allow for an exemption to be approved. On that basis the Department has indicated the intention to refuse the application for exemption but has not done so at the date of this Report.

Accordingly, and subject to the final determination of the Department, the possible outcomes are the issue of a penalty notice (the amount of which is unknown at this time) or a Forfeiture Notice being issued by the Department.

There are no immediate plans for follow up drilling of the Narnoo South (E28/2097) uranium prospect, but this is subject to ongoing review by the Board.

## **Gascoyne Project**

No field exploration activities were undertaken by Zeus within exploration licence E09/1618 during the quarter. Further exploration within this project is currently under review.

No field exploration activities were undertaken by Zeus within E09/2147 during the quarter. Further exploration within this project is currently under review.

### **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.*