
Apollo Consolidated Ltd

ASX – AOP

Issued Ordinary Shares – 51M

Unlisted Options – 30.6M (20c & 5c)

Performance Shares – 7.5M

Market Cap (at 6.6c) – \$3.35M

Cash (MarQ) - \$1.3M

EV - \$2.0M

BOARD:

Chairman – Roger Steinepreis

Executive Director – Nick Castleden

Non-Executive Directors:

Robert Gherghetta

Stephen West

George Venturas

ASX ANNOUNCEMENT

By e-lodgement

29th April 2014

QUARTERLY ACTIVITIES REPORT – MARCH 2014

During the Quarter ended 31 March 2014 Apollo Consolidated Limited (ASX: AOP, **Apollo** or **Company**) made good progress at its Seguela gold exploration property in the West African country of Cote d'Ivoire, and in the goldfields of Western Australia Independence Group NL commenced nickel exploration work at the Company's Rebecca Project.

Highlights:

- **Strong gold intercepts returned in Seguela trenches, new mineralised zones defined**
- **Results include 12m @ 3.81g/t, 8m @ 3.16g/t and 4m @ 6.98g/t Au**
- **First-ever drilling program commenced April 2014**
- **Up to 3,000m RC planned to test Gabbro, Agouti and Kwenko targets**
- **Independence Group NL defines a high-priority MLEM conductor at Rebecca Project**
- **Rights issue announced at 5 cents per share (with 1:2 attaching option) – acceptances close 1 May 2014**

1. Seguela Project Cote d'Ivoire (Gold)



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The Seguela permit is the Company's most advanced West African gold project and exploration activities have re-commenced following the transfer of the permit into a dedicated partnership company Mont Fouimba Resources SA (MFR) in 2013. Apollo holds a 51% shareholding in MFR through its wholly-owned subsidiary Aspire Minerals Ltd, and can earn to 90% (government 10%) through staged exploration expenditure.

The Seguela permit is underlain by a Birimian mafic and sedimentary rocks within a regional structural zone interpreted to be a dislocated extension of the prolific Syama-Boundiali belt (Figure 1). The tenement has widespread indications of gold mineralisation, yet has never seen drilling activity.

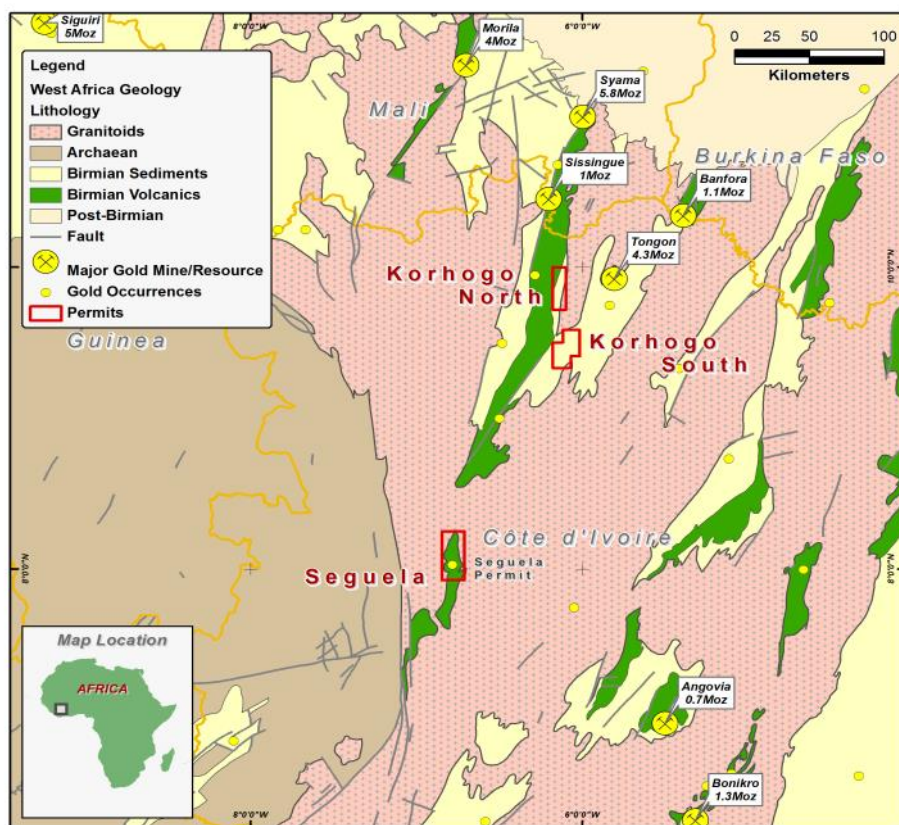


Figure 1. Cote d'Ivoire Project Locations

Trenching Program

A comprehensive trenching exercise commenced late 2013 and concluded during the Quarter for a total of 3,100m in 17 trenches. Five previously untested gold-in-soil anomalies were targeted, returning highly encouraging early-stage results at **Gabbro South**, **Kwenko**, **Barana** and **Siakasso** (see ASX announcement 31 March 2014 "Seguela Trenching Delivers Drill Targets").

The program was designed as a first-pass examination of bedrock geology and is very early-stage work relative to the scale of the anomalous areas which extend for approximately 20km (Figure 2).

Trench samples are horizontal continuous chip samples along a trench wall, usually just above the trench floor and the information gathered is equivalent to a horizontal drill hole. A total of 16 trenches were sampled. Several of the planned trenches could not be completed due to a >3.5m transported soil profile, which is beyond the reach of the mechanical excavator.

Mineralisation in trenches cut at Gabbro South, Kwenko and Barana warrant immediate first-stage RC testing, and were added to the list of drill targets on the property.

The location of trenches and prospects is shown on Figure 2, and trench details in Table 1. Strong results were returned from Gabbro South and Kwenko as described below.

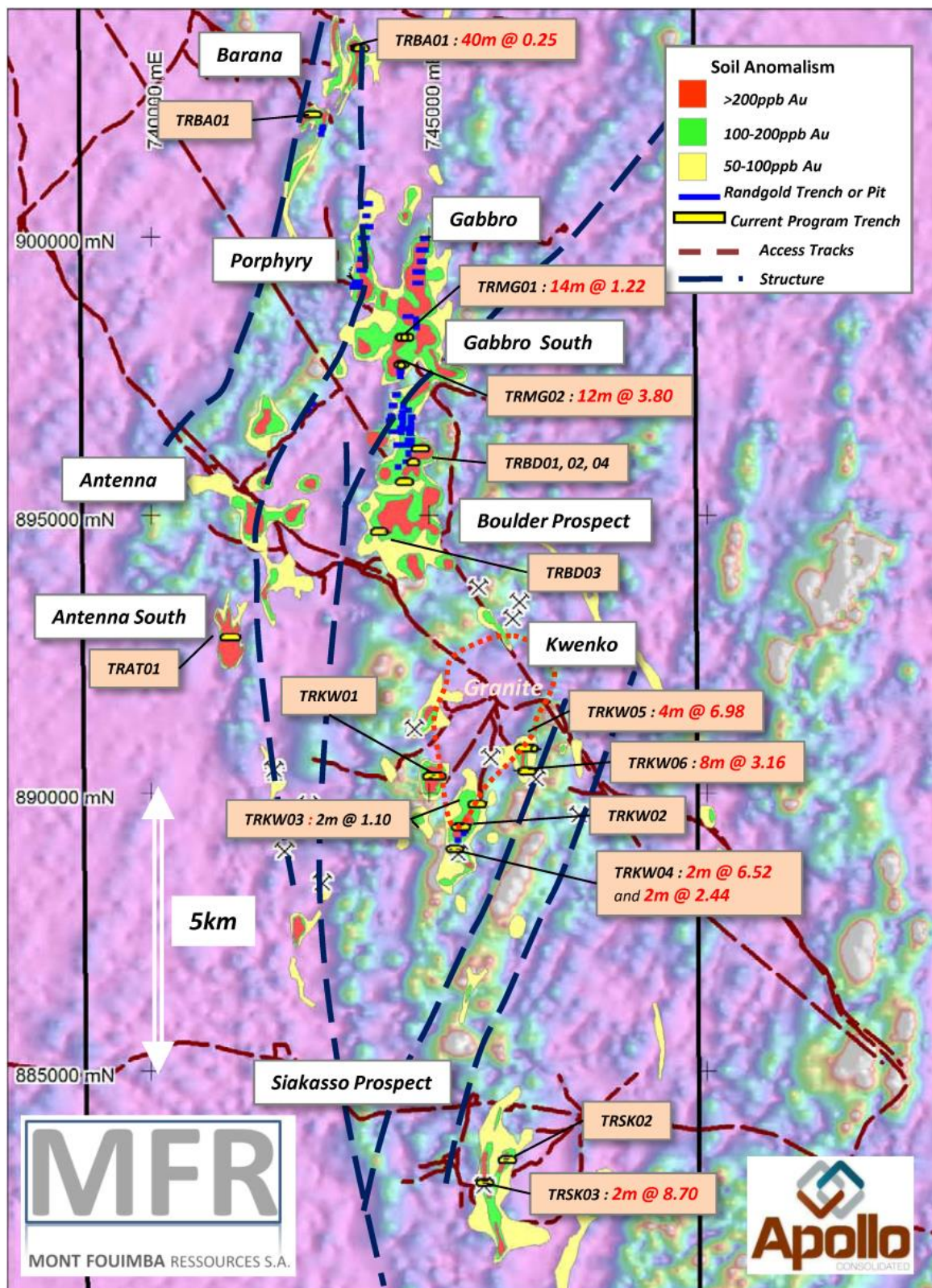


Figure 2. Significant Results in Seguela Trenching, Aeromagnetic Image

Gabbro South

Two trenches were dug 500m apart over the interpreted southern extension of the Gabbro prospect targeting soil anomalism in a largely soil-covered area.

Trench TRMG01 returned **14m @ 1.22g/t Au** within a wider zone of low-grade gold anomalism, and TRMG02, located 500m to the south cut **12m @ 3.81g/t Au** in oxidised shear zone and quartz veining (Figure 3). Past trenching by Randgold Resources Limited located 1,000m to the north returned results to **20m @ 2.65g/t Au** in trenches at 200m spacing.

The area between this work and the current trenches is a key structural target, and has a soil profile in excess of 3m that has restricted previous surface exploration. These intercepts in reconnaissance trenches are very encouraging and this zone presents a clear drill-target.



Figure 3. Oxidised rocks in trench TRMG02 (12m @ 3.81g/t Au) at Gabbro South.

Kwenko

Six reconnaissance trenches were dug around the southern portion of the 2km x 3km soil-covered Kwenko granite intrusion (Figure 2). This target has soil anomalies around the margins of the intrusion and there are artisanal alluvial workings in creeks draining the area.

Good results were returned from the south-eastern edge of the intrusion, in trenches between 400m and 1,000m apart. Results include **2m @ 6.52g/t Au** in trench TRKW04, **4m @ 6.98g/t** in TRKW05 (Figure 2) and **8m @ 3.16g/t** in trench TRKW06.

Gold mineralisation is hosted by shallowly-dipping quartz veins and associated alteration and the Company sees potential for stacked veins at each of these locations.

An area of active artisanal workings immediately to the south of TRKW04 shows strong potential, with veins being worked in a variety of orientations over 400m strike at this location. This target lies in a promising structural setting near the southernmost termination of the Kwenko granite (Figure 2) and at the point of intersecting northeast and northwest oriented fault structures. A grab sample of quartz veining in new artisanal workings near TRKW04 returned **17.4g/t Au**.

Prospect	Trench	North	East	Azimuth	From	To	Intercept
Name	ID	UTM m	UTM m	degrees	m	m	g/t Au
Gabbro South	TRMG 01	898200	744460	90	72	86	14m @ 1.22g/t Au
		<i>and</i>			94	96	2m @ 0.58g/t Au
		<i>and</i>			164	166	2m @ 0.51g/t Au
Gabbro South	TRMG 02	897700	744420	90	20	22	2m @ 0.87g/t Au
					64	76	12m @ 3.81g/t Au
Kwenko	TRKW 01	890300	744940	90			NSA
Kwenko	TRKW 02	889400	745460	90	8	10	2m @ 0.54g/t Au
Kwenko	TRKW 03	889800	745760	90	92	94	2m @ 0.63g/t Au
		<i>and</i>			130	132	2m @ 1.10g/t Au
Kwenko	TRKW 04	889000	745360	90	106	108	2m @ 6.52g/t Au
		<i>and</i>		90	126	128	2m @ 2.44g/t Au
Kwenko	TRKW 05	890800	746600	90	86	88	2m @ 0.97g/t Au
		<i>and</i>			210	212	2m @ 0.85g/t Au
		<i>and</i>			290	292	2m @ 0.81g/t Au
		<i>and</i>			294	298	4m @ 6.98g/t Au
Kwenko	TRKW 06	890400	746660	90	28	36	8m @ 3.16g/t Au
		<i>and</i>			56	58	2m @ 0.63g/t Au
Siakasso	TRSK 02	883400	745900	90			NSA
Siakasso	TRSK 03	883000	745900	90	38	40	2m @ 8.70g/t Au
					98	100	2m @ 0.60g/t Au
Barana North	TRBA 01	903400	743650	90	<i>anomalous zone</i>		40m @ 0.25g/t Au
		<i>including</i>			56	58	2m @ 0.65g/t Au
		<i>and</i>			64	66	2m @ 0.98g/t Au
Barana	TRBA 02	902200	742800	90			NSA
Antenna South	TRAT 01	892800	741250	90			NSA
Boulder	TRBD 01	895600	744460	90			NSA
Boulder	TRBD 02	895960	744660	90	<i>anomalous zone</i>		18m @ 0.18g/t Au
					12	14	2m @ 0.56g/t Au
Boulder	TRBD 03	894700	744000	90			Not Sampled
Boulder	TRBD 04	896200	744740	90			NSA

Table 1 Seguela Project – Significant Trench Results 2014 Program

Barana

Trench TRBA01 cut a wide zone of quartz veining and stockwork directly underlying strong soil anomalism, and coincident with a regional NNE trending structural corridor. Assay results include a 40m zone of continuous gold anomalism averaging 0.25g/t Au, with individual results to 2m @ 0.94/t Au.

Past trenches located 1.5km to the SSE have undrilled results to 6m @ 1.94g/t Au, and there is continuous untested soil anomalism between the two zones. No work has been carried out between the two trench areas.

The combination of structure, dilation and bedrock anomalism in deeply oxidised rocks at this area makes the Barana prospect a strong target for additional trenching and first-stage aircore drilling.

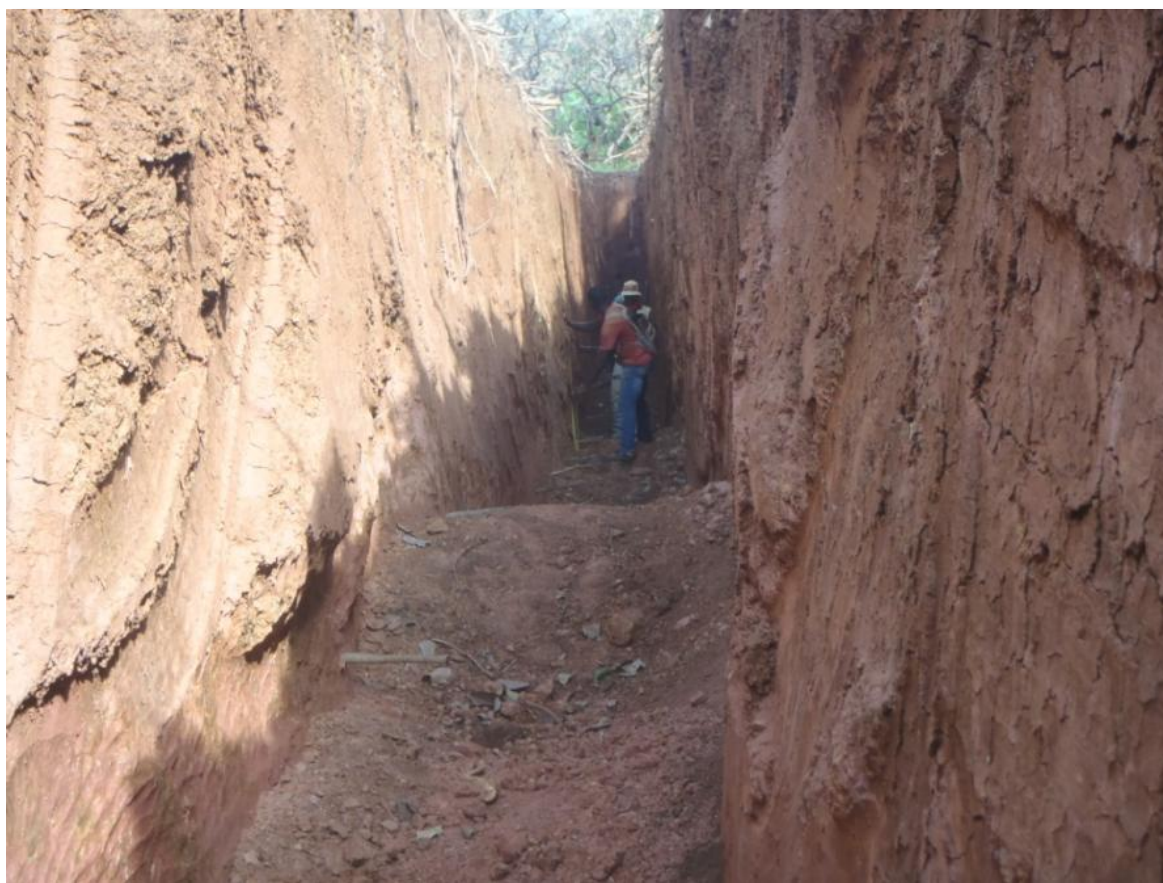


Figure 4. View along Kwenko Trench TRKW05. Intercept of 4m @ 6.98g/t Au being inspected by local geologists.

Siakasso

Two trenches were completed over previously untested parallel soil anomalies. The western trench (TRSK03) returned a best result of **2m @ 8.70g/t Au** in quartz veining, and a 14m wide zone of sulphidic chert flanked by 0.10-0.20g/t gold anomalism. The high grade vein intercept is considered to be the source of soil anomalism in this trend, which extends over 1.60km and is otherwise completely untested.

Additional trenching will be undertaken to trace the quartz vein system ahead of first pass RAB or aircore drill-testing.

Antenna South

One reconnaissance trench was cut across the strong new soil anomaly at Antenna South (see *ASX announcement 7th March 2014 “Exceptional Grade Soil Anomaly at Seguela Project”*), without locating the source of the surface gold.

The Antenna South anomaly has a central 600m x 200m zone of consistent very high grade soil assays of between 1.0g/t and 3.8g/t Au that extend along a topographic spur. Field inspection of the soil anomaly and trench geology showed that the soil gold is locally derived, and most likely sourced from boudinaged quartz-pyrite veinlets in a regional shear zone. **A boulder of quartz in the soil**

profile was found to contain fine free gold grains, suggesting that the veinlets may locally contain high gold grades.

Antenna South remains a high-priority target and the Company plans to dig additional trenches at this location in an effort to identify areas where veining is increased.

Rock Chip Sampling

Grab sampling of artisanal scale historic and active workings during the Quarter confirmed that the Seguela project has the potential to deliver strong gold grades in mineralised structures.

A total of 22 samples were collected from at least 12 separate prospect areas during this mapping exercise, some of which are newly identified occurrences that lie outside the Companies' existing soil anomalies. Material collected included quartz veins, sulphidic shears, sulphidic chert and mineralised saprolite.

Assay results for the 22 samples vary between 0.01g/t Au and 39.90g/t Au, **with the average of all grab samples being 8.37g/t Au**. Field evaluation of some of these occurrences confirmed that gold mineralisation is hosted by mostly narrow but locally very high-grade quartz veins, sometimes with strongly carbonate altered wallrocks.



Figure 5 – Strongly carbonate altered schist in workings south of Antenna. Grab samples here returned 14.5g/t Au from quartz, and 4.68g/t from schist.

RC Drilling

A first-ever drilling program has recently commenced to provide an initial test of some of the more advanced targets on the Seguela property, particularly those where there are well-defined mineralised structures in trenches. Approximately 30 drill holes have been designed, for up to 3,000m of drilling.

Drilling activities will focus on the Gabbro trend, **Agouti** and Kwenko. Most holes have been designed to target defined mineralisation in recent or past trenches, and under old artisanal workings. Some step-out holes are also planned to test targets along-strike.

The combined Gabbro and Gabbro South trend is the priority target for this round of drilling as it **shows good indications of mineralisation over 2km of strike** (see Figure 6). Field investigation of the recent trench results and of artisanal workings along strike has shown that mineralisation is hosted by quartz veining within a strongly altered structural zone, and adjacent felsic intrusive units are also mineralised.

At Agouti, located to the south and east of the Gabbro prospect, several lines of ancient artisanal workings are evident in soil-covered terrain. Historical trenching in this area recorded results including **10m at 2.67g/t Au**, and **10m @ 2.59g/t Au** (Figure 6). Trenching is only partly effective, in this area due to collapsed oxide zones in the mined areas.

Some of the larger ancient workings will receive initial drill-testing in the current campaign to better understand the style and controls of mineralisation in this area.

The Company is hopeful that the planned program can be completed in the coming four weeks, but the actual duration and total metres will be subject to seasonal weather conditions and site access.

2. Korhogo Permit Applications Cote d'Ivoire (Gold)

The Company is continuing to engage with the Ivoirian government agencies in an effort to secure the grant of two permit applications in the Korhogo and Boundiali areas. The application areas are in an early-stage of exploration but lie in good regional structural settings.

3. Bredie & Kapa Burkina Faso (Gold)

During the period the Company decided to withdraw from option arrangements over two permits in the Poura area of Burkina Faso after option terms could not be renegotiated, and no material farm-in offers were received in respect to the properties.

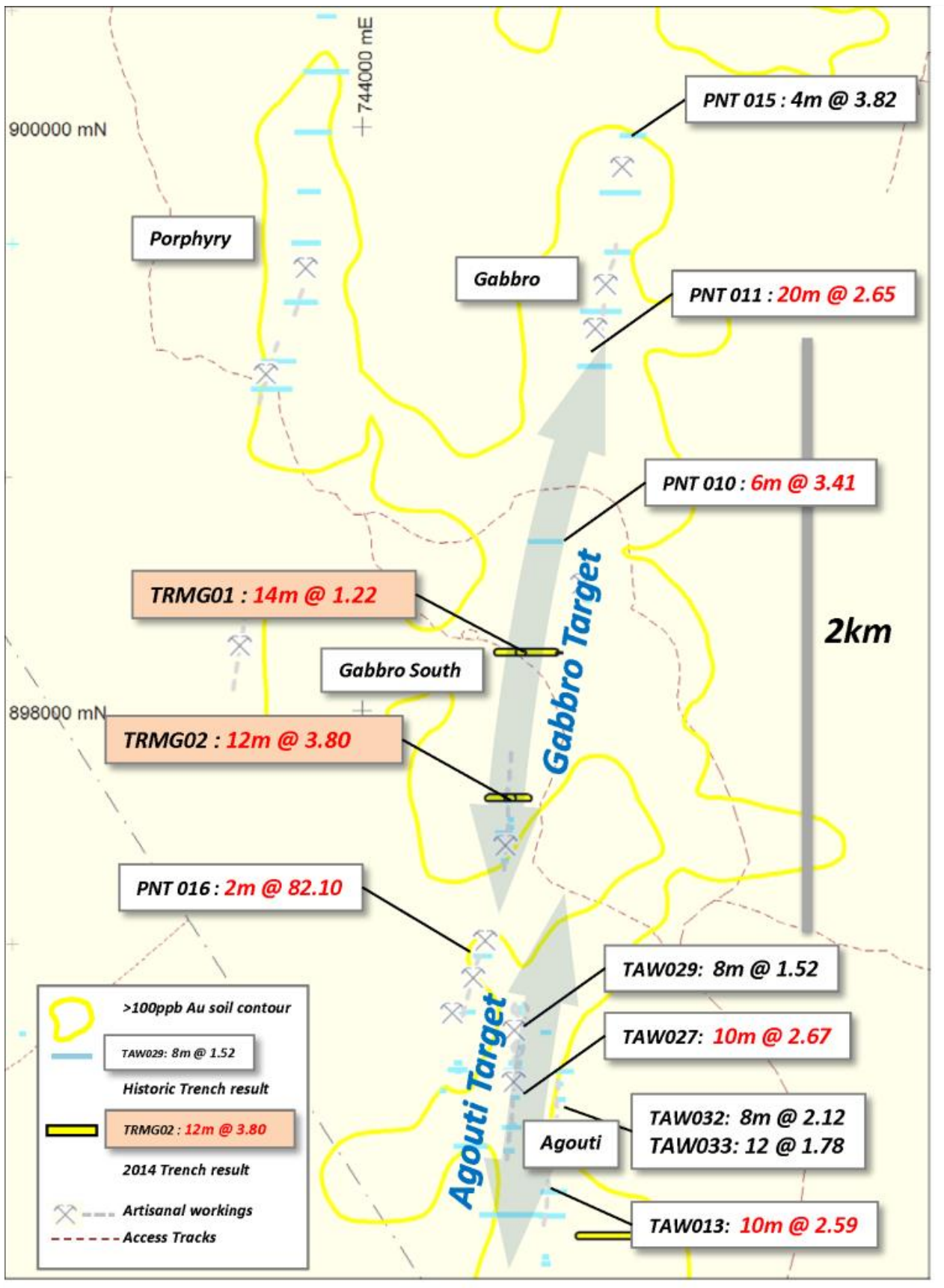
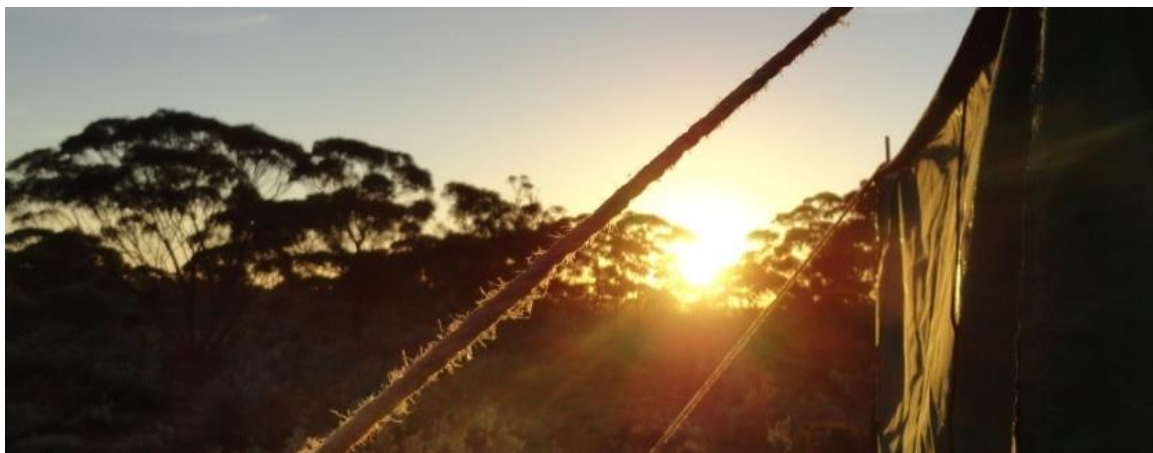


Figure 6. 2014 Gabbro and Agouti Targets- Recent Trench Results and Key Historical Trenches.

4. Western Australia

4.1 Rebecca Project (Gold and Nickel)

The Rebecca Project comprises 335km² of tenure located approximately 145km east of Kalgoorlie covering ultramafic volcanic stratigraphy on the eastern margin of the Norsemen Wiluna Greenstone Belt.



Nickel Sulphide Exploration – Independence Group Earning 70%

During the Quarter successful nickel sulphide explorer and producer Independence Group NL (IGO) commenced field activities at the Rebecca Project (Figure 7) under a farm-in agreement concluded late 2013.

Several promising nickel sulphide prospects had been identified by Apollo including disseminated nickel sulphide intercepts to 11m @ 0.43% Ni and 0.23% Cu in 1970's diamond drilling at the **Addis** nickel prospect (Figure 8), and the remaining soil-covered portions of the ultramafic sequence is considered to be prospective for massive Ni-Cu-PGE sulphide mineralisation.

IGO commenced exploration during March, initiating an extensive Moving Loop Electromagnetic (MLEM) survey designed to cover some 41km of strike of prospective ultramafic stratigraphy. By the end of the Quarter IGO report approximately 7% of the survey had been completed.

Importantly IGO report that this work has **already generated one high priority, high conductance, short strike length conductor on the margins of covered ultramafic stratigraphy and this is interpreted to be due to sulphide mineralisation.** The MLEM survey will continue in the June 2014 Quarter together with surface geochemical sampling.

Apollo sees this as a promising start to the MLEM campaign and is pleased that IGO is carrying out systematic geophysical exploration on the property.

The IGO farm-in arrangement covers all commodities on all tenements besides E28/1610, on which the earn-in only applies to nickel sulphide (and associated metals) rights. This allows Apollo to retain 100% of gold rights and its exploration upside at the emerging Bombora, Duke and Redskin gold prospects.

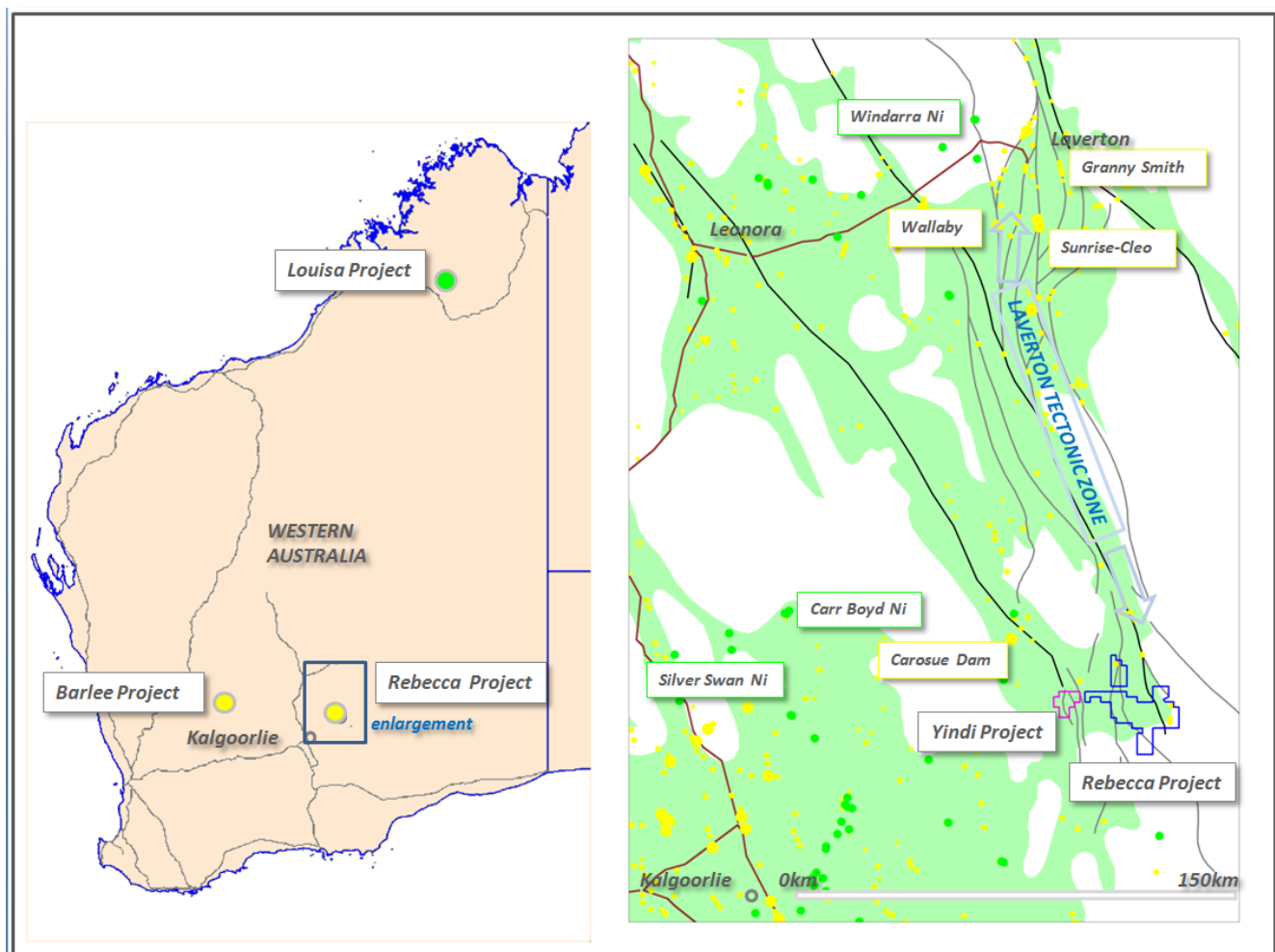


Figure 7. West Australian Project Locations & Rebecca Regional Geology

Gold Exploration (AOP 100% on E28/1610)

The Company is continuing to assess gold targets at Rebecca for future drilling later in the year. The boundaries of the widespread gneiss-hosted gold systems at Duke, Bombora and Redskin (Figure 8) are only partially defined, and the Company sees good potential for locating high-grade plunging positions within the project.

4.2 Yindi (Gold)

Open file compilation of previous exploration on the Apollo's Yindi application located 30km to the west of the Rebecca project (Figure 7) confirmed that structural gold targets remain untested below soil-cover.

The application lies at a flexure within the regional structural corridor that hosts the Carosue Dam group of gold deposits, and at a point where splays and secondary faults intersect the corridor.

Previous explorers have defined anomalous soil and auger geochemistry in four separate areas in outcropping parts of the tenement, and at least one prospect has received RAB and RC gold drilling.

Field investigation will be carried out ahead of designing first-pass aircore drilling along some 6km of structural trends.

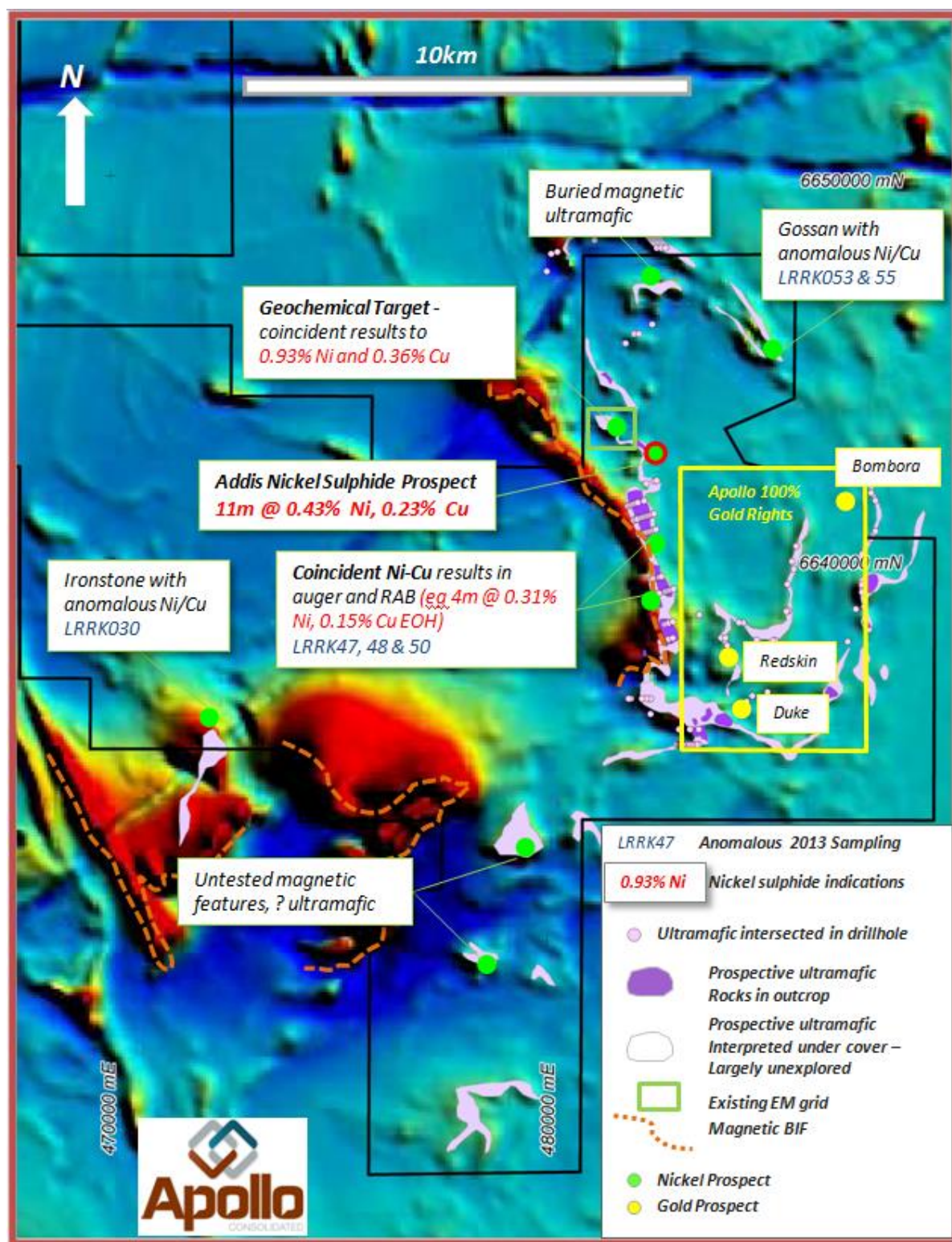


Figure 8. Rebecca Farm-in (IGO) - Distribution of Ultramafic Rocks and Nickel Prospects (Apollo 2013).

4.3 Barlee West Project (Gold)

The Company's Barlee West property is a 60 square kilometre tenement acquired to cover a structural gold target located along the western margin of the Johnston Range-Diemals greenstone belt, 200km north of Southern Cross (Figure 9). The region is known for high-grade modest scale gold mineralisation, including the Youanmi, Penny West and Barlee deposits.

The tenement has shallow historic RAB results of 8m @ 1.28g/t Au, and 4m @ 1.07g/t Au (Figure 9 inset) in very wide-spaced reconnaissance drilling, The Company is planning first-stage geochemical work over the structural targets to commence mid 2014.

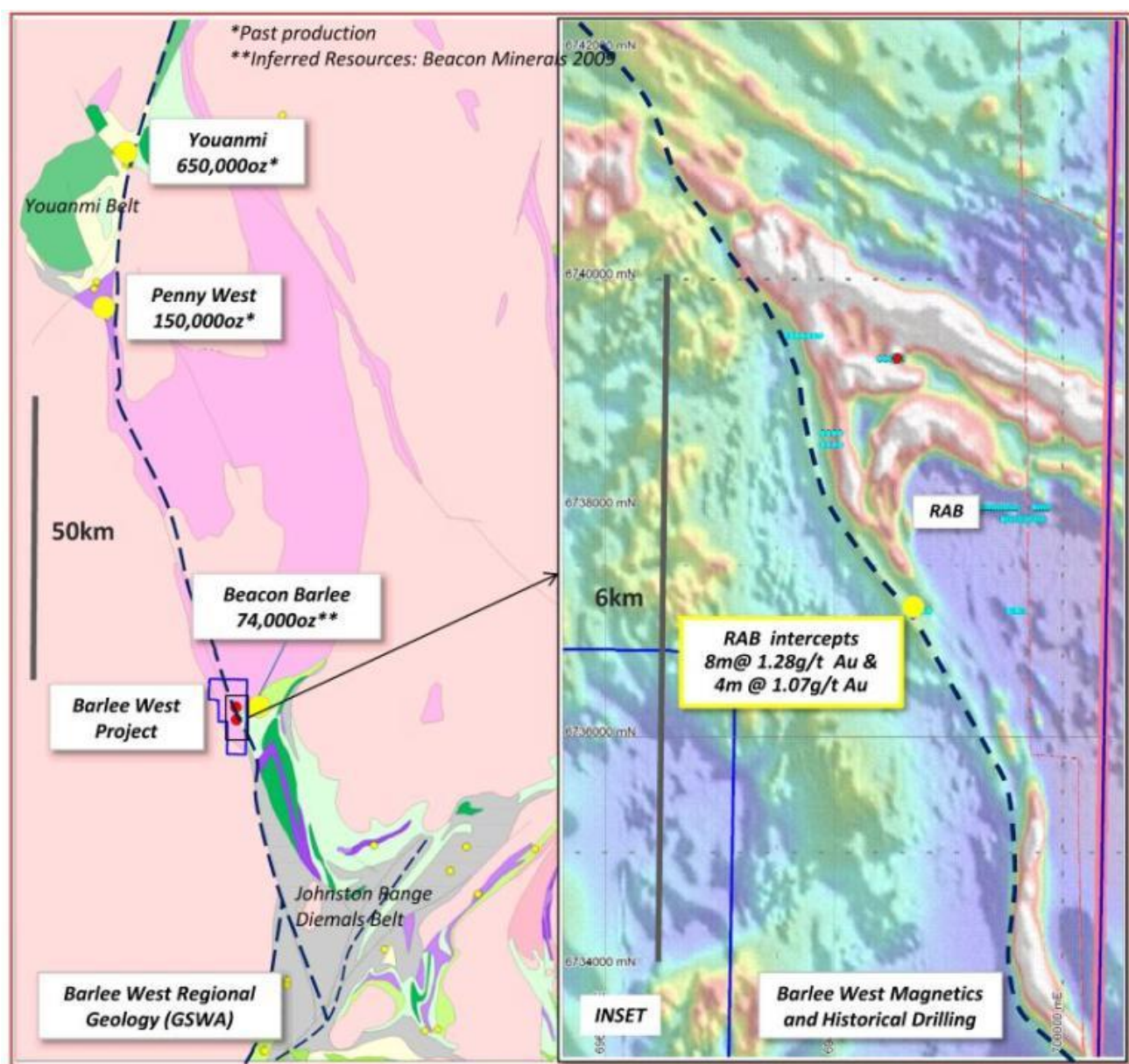


Figure 9. Barlee West Project Regional Geology and Deposits, Magnetics and past Drilling (inset)

4.4 Louisa Project (Nickel-Copper)

The Company is awaiting grant of its Louisa tenement application situated in the in the southern Kimberley region of WA (Figure 6).

Nickel-copper mineralisation is present at several locations in the eastern Kimberley, including at the operating Savannah mine (Panoramic Resources Ltd), and the setting has broad analogies with the emerging Fraser Range belt. The Louisa property is located on the King Leopold Mobile Zone, close to the intersection with the Halls Creek Mobile Zone (Figure 10)

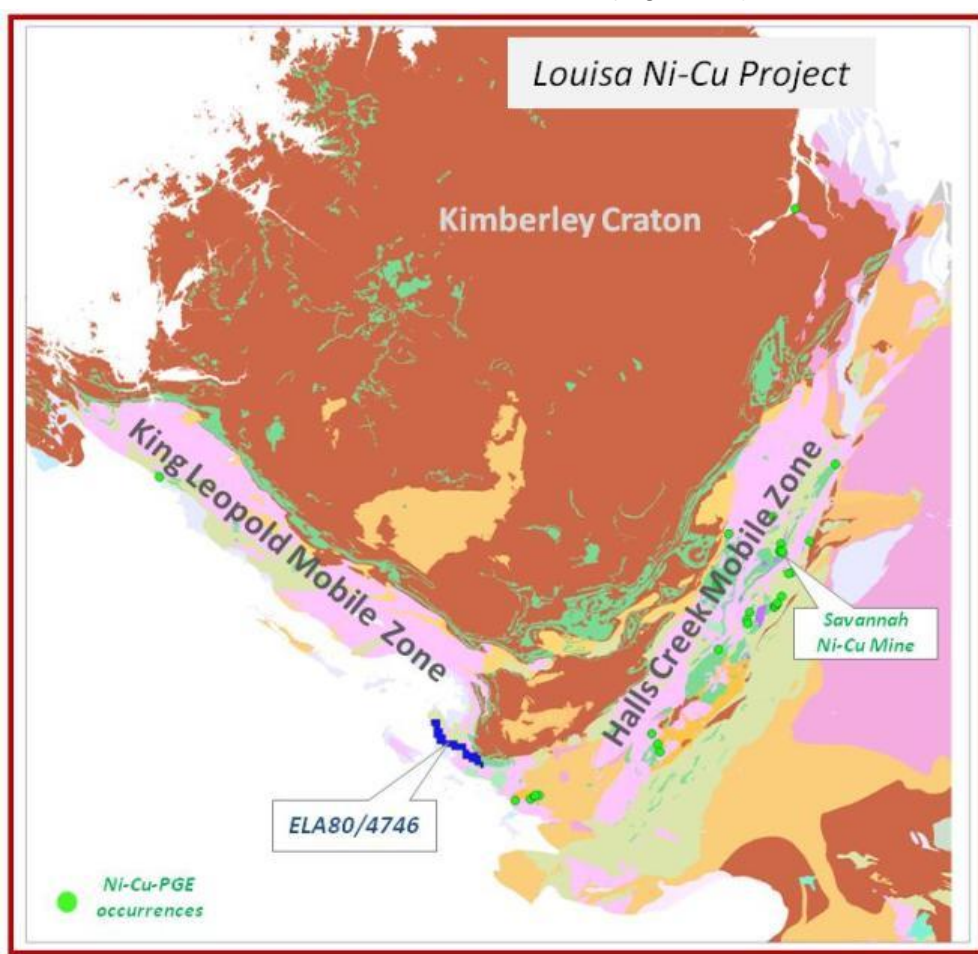


Figure 10. Louisa Project Tectonic Setting (modified from GSWA mapping)

Regional scale GSWA geology mapping has identified mafic and ultramafic bodies on the tenement that are coincident with a line of moderate to strong aeromagnetic anomalies. There are additional magnetic anomalies under sand cover. These form the primary areas of exploration interest.

Future exploration is likely to be led by focussed airborne EM surveys. The commencement of exploration will be dependent on grant of the licence and execution of access and heritage agreements.

5. Finance and Corporate

5.1 Rights Issue

On 18 March 2014, the Company announced its intention to undertake a pro-rata non-renounceable rights issue to raise approximately \$636,000 to fund the Company's priority exploration program at the Seguela Project in Cote d'Ivoire. The Offer to Shareholders, which is underwritten by BBY Limited, is for one (1) fully paid ordinary share in the capital of the Company (**Share**) for every four (4) Shares held by Shareholders registered at the record date of 10 April 2014 at an issue price of 5 cents per Share, together with one (1) free attaching Option (Option) for every two (2) Shares issued exercisable at 5 cents each on or before 30 June 2016. A prospectus for the Offer was lodged with ASX and the ASIC on 1 April 2014 and despatched to Shareholders on 14 April 2014.

Closing date for the Offer is 1 May 2014.

5.1 Finance

As at 31 March 2014, the Company and its subsidiaries had cash of \$1,312,000. An ASX Appendix 5B for the quarter has been lodged together with this Quarterly Activities Report.

The information in this release that relates to Exploration Results, Minerals Resources or Ore Reserves, as those terms are defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserve", is based on information compiled by Mr. Nick Castleden, who is a director of the Company and a Member of the Australian Institute of Geoscientists. Mr. Nick Castleden has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking 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 Reserve". Mr. Nick Castleden consents to the inclusion of the matters based on his information in the form and context in which it appears.

Past Exploration results referring to the Seguela, Rebecca, and Barlee West Projects have been previously prepared and disclosed by Apollo Consolidated Limited in accordance with JORC Code 2004. The Company confirms that it is not aware of any new information or data that materially affects the information included in these market announcements. The exploration results previously prepared and disclosed under the JORC 2004 have not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported. The Company confirms that the form and context in which the Competent Person's findings are presented here have not been materially modified from the original market announcement. Refer to www.apolloconsolidated.com.au for details on past exploration results.

Appendix

In accordance with Listing Rule 5.3.3. AOP provides the following information in relation to its tenements.

Tenements held at the end of the quarter:

Project	Location	Tenement Number	Status	Beneficial interest
Rebecca	Eastern Goldfields WA	E28/1610	Granted	100% ¹
Rebecca	Eastern Goldfields WA	E28/2146	Granted	100% ²
Rebecca	Eastern Goldfields WA	E28/2233	Granted	100% ²
Rebecca	Eastern Goldfields WA	E28/2243	Granted	100% ²
Rebecca	Eastern Goldfields WA	E28/2306	Granted	100% ²
Rebecca	Eastern Goldfields WA	ELA28/2275	Application	100% ²
Yindi	Eastern Goldfields WA	ELA28/2444	Application	100%
Barlee West	Central Yilgarn WA	E77/2131	Granted	100%
Louisa	Kimberley, WA	ELA80/4746	Application	100%
Seguela	Cote d'Ivoire	2012-12-252	Granted	51% ³
Korhogo	Cote d'Ivoire		Application	100%
Boundiali	Cote d'Ivoire		Application	100%

Mining tenements acquired during the quarter:

NIL

Mining tenements disposed of during the quarter:

Bredie	Burkina Faso	12/042	Granted	0% ⁴
Kapa	Burkina Faso	12/043	Granted	0% ⁴

Notes:

1. Independence Group NL earning 70% of nickel and associated metals.
2. Independence Group NL earning 70% of all metals.
3. Apollo holds 51% of Mont Fouimba Resources SA, the tenement holding entity and is earning up to 80% with an option to earn 100%.
4. Apollo withdrew from option arrangements to purchase 100% of the permits.

Beneficial percentage interests held in farm-in or farm-out arrangements at the end of the quarter:

Farm-in Agreements

Nil.

Farm-out Agreements

During the quarter, AOP entered an arrangement with Independence Group NL over the Lake Rebecca project, whereby Independence Group may earn a 70% interest in the tenements through exploration expenditure on the project over a four year period. The arrangement covers all commodities on all tenements besides E28/1610, on which the earn-in only applies to nickel sulphide (and associated metals) rights.

Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter:

Farm-out arrangement entered into with Independence Group as described above.

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