

FIFTH Element

R E S O U R C E S Ltd

ACN 166 025 047

UPDATED STATEMENT OF COMMITMENTS DATED: 20 MAY 2014

Table 2.5 in section 2.5 of the Prospectus is updated for the actual raising of \$4,192,000 as follows:

	ACTUAL RAISING \$4,192,000
Project Fairholme	654,282
Project Pine Hill	515,428
Project Trangie	641,944
Project Mendooran	592,387
Administration	402,556
TOTAL	2,806,597
TOTAL (excluding Admin)	2,404,041

Paragraph 3 and Table 3.2 in section 3.6 of the Prospectus is updated for the actual raising of \$4,192,000 as follows:

The overall proposed two year operational expenditure is \$2,404,041 (Table 3.2). This total includes an expenditure contingency of 10% (\$218,549) to cover possible higher than anticipated operating costs, particularly during the stage 2 exploration drilling phase of the work programme. It is SRK's understanding, in calculating the updated statement of commitments, that proposed exploration expenditure will increase commensurately. It is anticipated extra funds will be allocated to the second year drilling programmes.

BUDGET EXPENDITURE	FINAL AMOUNT RAISED \$4,192,000	
	Year 1 (A) \$	Year 2 (A) \$
Project Exploration		
Fairholme	150,755	444,047
Pine Hill	156,583	311,988
Trangie	140,588	442,997
Mendooran	172,439	366,095
	620,365	1,565,127
Total		2,185,492
	10% Contingency	218,549
	Grand Total	2,404,041

Table 3.4 in section 3.6 of the Prospectus is updated for the actual raising of \$4,192,000:

PROJECT		GEOLOGICAL MANAGEMENT	GEOPHYSICS		DRILLING		LOGISTICS	GEO-CHEMICAL ANALYSIS/ PETROLOGY	TENEMENT ADMINISTRATION	TOTAL
			Airborne Magnetics	Ground Gravity	RC	DD				
		A\$	A\$	A\$	A\$	A\$	A\$	A\$	A\$	A\$
Year 1	Fairholme EL8026	34,790	33,831	58,683					23,451	150,755
	Pine Hill EL8027	36,135	26,311	70,685					23,452	156,583
	Trangie EL8140	32,443	34,242	50,451					23,452	140,588
	Mendooran EL 8141	39,793	33,525	75,669					23,452	172,439
	YEAR 1 TOTAL	143,161	127,909	255,488					93,807	620,365
Year 2	Fairholme EL8026	102,473			37,235	214,105	46,544	16,880	26,810	444,047
	Pine Hill EL8027	71,997			25,262	145,257	31,578	10,610	27,284	311,988
	Trangie EL8140	102,231			37,147	213,599	46,434	16,841	26,746	442,998
	Mendooran EL 8141	84,481			37,767	173,726	37,767	5,161	27,192	366,094
	YEAR 2 TOTAL	361,182			137,411	746,687	162,323	49,492	108,032	1,565,127
	TOTAL									2,185,492
								10% Contingency		218,549
								GRAND TOTAL		2,404,041