



I M QUARRIES LIMITED

Listed On The National Stock Exchange Of Australia NSX Code IM1

Tel: +65 64625123, INFO@IMQUARRIES.COM, WWW.IMQUARRIES.COM

1 COMMONWEALTH LANE, #09-28 ONE-COMMONWEALTH, SINGAPORE (149544) Reg 201120428N

VOLUNTARY QUARTERLY ACTIVITIES REPORT QUARTER ENDING 2018 SEPTEMBER 30th

The directors of I M Quarries Limited (the Company) are pleased to present the Voluntary Quarterly Activities Report for the quarter from 1 July to 30 September 2018 (Reporting Quarter). During the Reporting Quarter:

1. Change of Land Use Approval

Inner Mongolia Three Crystals Mining Co., Limited (the Operating Company), the Company's indirectly held 55% owned subsidiary, has received approval from the Land and Resources Department of Inner Mongolia Autonomous Region to re-designate (i.e., change of use for) a specified 0.706km² area within the Houyao Garnet Project area for development into a garnet mine with a production capacity of 300,000 tonnes per year (the Change of Land Use Approval). This approval and its terms are set out in a notification dated 16 July 2018.

The Change of Land Use Approval in and by itself does not allow the Operating Company to commence commercial mining activities at the Houyao Garnet Project. It is however a critical milestone to commercialize the Houyao Garnet Project. This approval now qualifies the Operating Company to complete procedures to obtain a mining (or extraction) permit to extract garnet from the Houyao Garnet Project and, once this mining permit is obtained, for the Operating Company to apply for a production safety permit and for approval of its environmental impact assessment. The Operating Company will then be permitted to commence commercial garnet production at the Houyao Garnet Project once these three permits have been obtained.

Under the terms of the Change of Land Use Approval, the Operating Company has up to 16 July 2020 to apply for the mining permit for the Houyao Garnet Project, failing which, the Operating Company will cease to have priority to be granted such a mining permit.

2. Mining Production Plan Approval

The Company is pleased to announce that Inner Mongolia Three Crystals Mining Co., Limited (the Operating Company), had submitted a Mining Production Plan on 14th September 2018 to the Land and Resources Department of Inner Mongolia Autonomous Region.



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Inner Mongolia Three Crystals Mining Co., Limited will now proceed in a timely manner to prepare other necessary reports and obtain the necessary approvals leading to a Mining Permit within the stipulated time under the terms of the Change of Land Use Approval.

For and on behalf of
I M QUARRIES LIMITED

CHONG Hock Tat, Robin
Managing Director
29th October 2018