



axiom

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Monthly Activities Report

For the period ended 30 June 2019



Message from the CEO

June was a busy, productive but also frustrating month on many fronts. We are currently reviewing a number of equity and debt financing options from a number of sources but the final amount and structure of raising funding/financing transaction is yet to be finalised.

We expect these to be completed later this month.

Our entitlement offer has accordingly been extended and the terms of such may be reviewed to coincide with the other potential financing transactions we may finalise.

Our Extraordinary General Meeting was held in mid-June with all resolutions passed. June also saw some of our most productive days since we started mining on San Jorge.

We also received a vote of confidence from an International and independently appointed and funded mines inspector who travelled the country visiting mine sites. We have been informed that Axiom was the only mining company to receive a clear and positive endorsement as to mining and environmental matters.

On the frustration front we are in the awkward position of being a mining company that can mine but not ship its nickel ore. After the reporting period, the Minister for Mines has refused us an export permit. This situation has been reviewed by our solicitors and we are advised this decision is not grounded in law. We are briefing concerned third parties in Solomon Islands, Australia and our legal advisors to facilitate an efficient resolution to this matter.

We have also been fending off unwanted and illegal actions from the Chinese controlled Bintan Mining Limited, a company that was recently responsible for the largest shipwreck in the Solomon Islands since WWII along with an oil spill creating an environmental disaster at the Solomon Islands only other active mining operation.

It is most disappointing that these recent events in the mining industry do not display sustainable outcomes for stakeholders nor fair treatment and due process for the community, landowners and Axiom and its 9,000 shareholders.

Are we frustrated? Yes! Are we dealing with these issues to seek redress and satisfaction? Yes.

We will continue as a miner to bring economic development to a country much in need of such and remain focused on bringing due reward to, our loyal shareholders.

We have been down this road before and emerged victorious. We will overcome these stumbling blocks put in our way as they have no grounding in law and we are confident that our current dealings with government will prove to be amicable and satisfactory to all parties concerned.

Our confidence and ability are also backed by the recent turnaround in the nickel marketplace. It is the highest it's been in 12 months and our tropical laterite ore is much in demand.

Ryan Mount, CEO

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Solomon Islands Isabel Nickel Project San Jorge Mining Lease

During the month of June, the Company mined an additional 12,600 wet metric tons (wmt) of nickel laterite at San Jorge. This result shows a steady increase in the mined tonnes for the month however actual operating days still continued to be impacted by wet weather conditions and additional mine equipment.

First shipment preparation continued with the sheeting of the stockpile pad areas with lower grade materials, to allow for blending and drying of ore delivered. Traxys remains committed to take the first and now the second shipments of nickel ore from the San Jorge deposit providing a refreshed contract for up to 110,000 wmt. First shipment of nickel ore has been delayed until such time as the Company receives the necessary regulatory consents such as an export permit.

Mining of the Target One (T1) pit which has been now divided into 2 pits, northern (currently being mined) and the southern zones. Further investigation and re-design of the southern zone could lower the stripping ratio within this area, to target the higher grade materials available.

The modified T1 mine design has been re-assessed and a new design has been completed to lower the stripping ratio, this will also allow for the final supply of the first shipment of ore in a shorter time frame. T1 pit was approximately cut in half, north of the central waste zone. Within this pit the 2 higher grade zones are located to the East and West of the central area and preparations continue at San Jorge to deliver this ore to the stockpile pads.

These zones have also been infill drilled, results received to date indicating they should contain required tonnage and grade for the initial shipments of ore for 2019.

After reporting date, additional mining equipment had been delivered to site. More dump trucks and other equipment are expected to be available from the mainland and sent to San Jorge in August.

As for other areas of interest as to nickel mining in the Solomon Islands, Axiom has:

- A letter of intent for a prospecting license or Tenement D and awaiting on the Ministry of Mines to grant a Prospecting License;
- Filed a claim for judicial review in the High Court over an area known as Jejevo; no trial date is set yet. Sunshine Nickel Limited, the defendant in this matter, was represented at a recent directions hearing but their lawyer stated that he had not received any instructions from his client and was awaiting payment of his invoices to proceed. As such Axiom is now considering the next steps in bringing about an efficient resolution to this matter in the Company's favour;
- Filed a claim for judicial review in the High Court over an area known as South San Jorge; with no trial date set yet; and
- Filed a claim for judicial review in the High Court over Kolosori as to Axiom's Prospecting License Application that was deemed unsuccessful by the Solomon Islands Ministry of Mines and subsequently granted to two other companies; currently there is a court ordered injunction over one of the companies preventing them operating under their prospecting license. The injunction was solely brought about by the landowners of Kolosori.



West Guadalcanal

In May the West Guadalcanal prospecting license expired. In June Axiom reapplied for a part of an area it originally held over the highly prospective gold-silver base metal epithermal; and copper- gold porphyry mineralisation.

AUSTRALIAN TENEMENTS

Cardross, Mountain Maid, OK and Mt Molloy

Axiom currently holds prospective copper / gold tenements in North Queensland and continues to review these tenements with interest, particularly following the commencement of field geochemical and geological program during the June and December 2018 quarters.

Field work completed at Mountain Maid included core density and mine scoping along with geological mapping with continuing desk top studies of the data gathered from that program undertaken during the March quarter.

A renewal application over Cardross ML 20003 has been lodged with the Queensland Government's Department of Natural Resources.

Schedule of tenements

Mining tenements held as at 30th June 2019

Country	Name and location	Tenement number	Interest held	Status	
Isabel Nickel Project					
Solomon Islands	San Jorge	ML01/18	80%	ML Granted	
	Tenement D		100%	(Letter of Intent issued)	
Cardross Project, Chillagoe, Qld					
Australia	Cardross	ML 20003	100%	Granted (Under Renewal)	
	Cardross	EPM 19821	100%	Granted	
	Mount Molloy Project, Mareeba, Qld				
	Mt Molloy copper mines	ML 4831	100%	Granted (Under Renewal)	
	OK Mines Project, Chillagoe, Qld				
	OK North	ML 4805	100%	Granted	
	OK South	ML 4806	100%	Granted	
	OK Extended	ML 4809	100%	Granted	
	OK Extended No. 2	ML 4813	100%	Granted	
	OK	ML 5038	100%	Granted	

Schedule of tenements abbreviations

EPM	Exploration Permit for Minerals	PL	Prospecting License
ML	Mining Lease	LOI	Letter of Intent

Contacts and notes

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About Axiom Mining Limited

Axiom Mining Limited ('the Company') focuses on tapping into the resource potential within the mineral-rich Pacific Rim. Through dedication to forging strong bonds and relationships with the local communities and governments where we operate, Axiom Mining has built a diversified portfolio of exploration tenements in the Asia Pacific region. The Company also owns all majority holdings in highly prospective gold silver and copper tenements in North Queensland, Australia.

The Company is listed on the ASX. For more information on Axiom Mining, please visit www.axiom-mining.com

Disclaimer

Statements in this document that are forward-looking and involve numerous risk and uncertainties that could cause actual results to differ materially from expected results are based on the Company's current beliefs and assumptions regarding a large number of factors affecting its business, some of which may be outside the Company's control. There can be no assurance that;

The Company has correctly measured or identified all of the factors affecting its business or their extent or likely impact; (ii) the publicly available information with respect to these factors on which the Company's analysis is based is complete or accurate; (iii) the Company's analysis is correct; or (iv) the Company's strategy, which is based in part on this analysis, will be successful.

Axiom is not aware of any new information or data that materially affects the information in the original market announcements and that all material assumptions and technical parameters underpinning these exploration results continue to apply and have not materially changed.

Competent Person's Statement

The information in this announcement that relates to Exploration Results is based on information compiled by Mr Clinton Rivers who is a member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Rivers has sufficient experience that is relevant to the styles of mineralisation and types of deposit under consideration and to the activity which is 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 Rivers is Group Exploration Manager for Axiom Mining Limited and consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

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SHARE

THE BENEFITS FROM OUR
OPERATIONS AMONGST ALL
STAKEHOLDERS

PROTECT

THE WELLBEING OF OUR PEOPLE
& LOCAL COMMUNITIES THROUGH
SAFE & ENVIRONMENTALLY
RESPONSIBLE OPERATIONS