



Quarterly Report

To 31 March 2017

New Age Exploration Limited ("NAE" or "the Company") is pleased to provide shareholders the Company's Quarterly Report for the period ending 31 March 2017.

Highlights

The significant milestones achieved by New Age Exploration Limited ("NAE" or "the Company") during this period include:

Lochinvar Coking Coal Project

- Scoping Study Update including coal marketing study, capital and operating cost and valuation update completed in March
- The Lochinvar Scoping Study Update has resulted in a substantial improvement in project economics from the 2014 results with the base-case NPV, determined to an accuracy of $\pm 40\%$, of approximately US\$410M, an IRR of approximately 27% and a payback period of approximately 4 years

Redmoor Tin-Tungsten Project

- £843,649 payment made in February 2017 by Strategic Minerals Plc (AIM:SML) completing its £1.05M Redmoor Option Payment and increasing SML's equity in the Redmoor Project to 50%, (NAE now also holds 50%)
- Commencement of drilling at Redmoor on 21 March – a phased drilling program will be undertaken this year to confirm and extend the high grade tin-tungsten resource at Redmoor

Otago South Gold Exploration

- Otago South Gold Project initial soil sampling completed over 55 of a total of 61 planned lines this quarter
- Field work now re-focused on mapping and soil sampling around historic gold workings on Mahinerangi Permit and also on the Lower / Upper Greenschist boundary.

Corporate

- \$1.608M NAE consolidated cash position at 31 March 2017, plus £0.86M (A\$1.38M) cash in Cornwall Resources Limited at 28 February 2017 (50% NAE owned)

Activities

LOCHINVAR COKING COAL PROJECT, UK

The Lochinvar Coking Coal Project is located on the Scottish / English border. NAE was granted the initial Lochinvar exploration licence and conditional underground mining licence in June 2012. All licences are in good standing and are 100% owned by NAE.



Location of the Lochinvar Licences

Lochinvar Indicated and Inferred Resource (August 2014)

Following the completion of the extended Phase 1b drilling program, a revised structural interpretation and updated resource estimate were completed in August 2014. A 49Mt maiden Indicated Resource and 62Mt Inferred Resource was defined for the Nine Foot and Six Foot Seams.

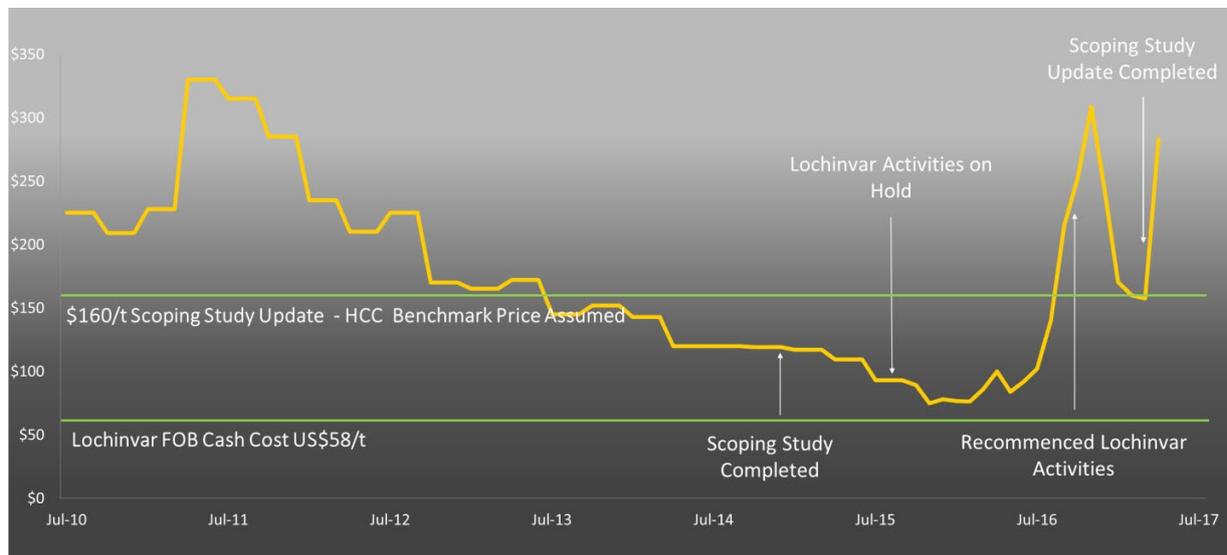
Lochinvar Indicated and Inferred Resource Summary (August 2014)¹²

| Coal Seam <i>(Air Dried Basis)</i> | Indicated Resource (Mt) | Inferred Resource (Mt) | Total Resource (Mt) |
|---------------------------------------|----------------------------|---------------------------|------------------------|
| Nine Foot Seam | 37 | 49 | 86 |
| Six Foot Seam | 13 | 13 | 26 |
| Total | 49 | 62 | 111 |

Restart of Lochinvar Activities

In November 2016, the Company announced that it was re-starting activities on its Lochinvar Coking Coal Project given the strong increase in Hard Coking Coal prices and demand.

While coking coal prices have been volatile over the past year, prices continue to strengthen at levels supportive of Lochinvar development.



Hard Coking Coal Spot Price (US\$/t FOB Aust)

Lochinvar Scoping Study Update (March 2017)

On 15 March 2017, NAE announced the results of an update to its Lochinvar Scoping Study, previously announced on 27 October 2014.³⁴

The Scoping Study Update included;

- An update of the Operating Costs and Capital Costs completed by technical consultants, Palaris
- The Directors chose to use the spot (March 2017) Hard Coking Coal (HCC) Benchmark price of US\$160/t and current spot exchange rates as long term assumptions for the valuation update

¹ NAE Announcement – Resource Upgrade and Coal Quality Announcement, 29 August 2014

² The Company confirms that it is not aware of any new information or data that materially affects the information included in this document and that all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed

³ NAE Announcement – Lochinvar Scoping Study Update, 15 March 2017

⁴ See Lochinvar Scoping Study Cautionary Statements page

- A marketing study for Lochinvar coal including demand assessment and expected price discounts completed by coal market research consultants, Wood Mackenzie
- Update of the project valuation completed by Palaris, with sensitivity analysis completed internally.

The base-case results from the 2017 Lochinvar Scoping Study update, along with the corresponding results from the 2104 scoping study, are summarised in the table below. The Scoping Study Update resulted in a substantial improvement in the Lochinvar project economics from the 2014 study results.

The Lochinvar project now has a base-case NPV9%, determined to an accuracy of $\pm 40\%$, of approximately US\$410M, an IRR of approximately 27% and a payback period of approx. 4 years.

The Scoping Study Update has delivered an **improvement in the Base-Case NPV of 54% and an improvement in the Base-Case IRR of 35% when compared to the 2014 study.**

Summary Economic Comparison - Lochinvar Scoping Study (Base-Case)

| Parameter | | Unit | 2014 Scoping Study Results | 2017 Scoping Study Update |
|------------------------------|-----------------------------------|-----------------|----------------------------|---------------------------|
| Production | LOM ROM | (Mt) | 47 | 47 |
| | LOM Saleable Coal | (Mt) | 34 | 34 |
| | Life of Mine | (Years) | 26 | 26 |
| | Annual Ave. ROM | (Mtpa) | 1.9 | 1.9 |
| | Annual Ave. Saleable Coal | (Mtpa) | 1.4 | 1.4 |
| | First Production | Year | 2018 | 2022 |
| Revenue | Benchmark HCC Price | (US\$/t) | 165 | 160 |
| | Lochinvar Realised Price | (US\$/t) | 143 | 150 |
| | Average Price Discount | (%) | 13.3 | 6.0 |
| Operating Costs | Unit Operating Cost | (US\$/t) | 70 | 58 |
| Capital Costs | Pre-Construction Capital | (US\$ M) | - | 23 |
| | Construction Capital | (US\$ M) | 284 | 229 |
| | Life of Mine Capital ⁵ | (US\$ M) | 593 | 513 |
| Cash | Annual Cash | (US\$ M pa) | 75 | 95 |
| | Operating Margin | (US\$/t) | 73 | 92 |
| Valuation⁶ | NPV (@9%) | (US\$ M) | 263 | 410 |
| | IRR | (%) | 20 | 27 |
| | Payback (undiscounted) | (Years) | 5 | 4 |

The Scoping Study Update NPV improvement has primarily been driven by depreciation of the British Pound Sterling (GBP) against the USD following Brexit, and by high demand for high volatile coking coals in Europe resulting in reduced quality discounts (i.e higher realised price) expected for Lochinvar coal sales into Europe.

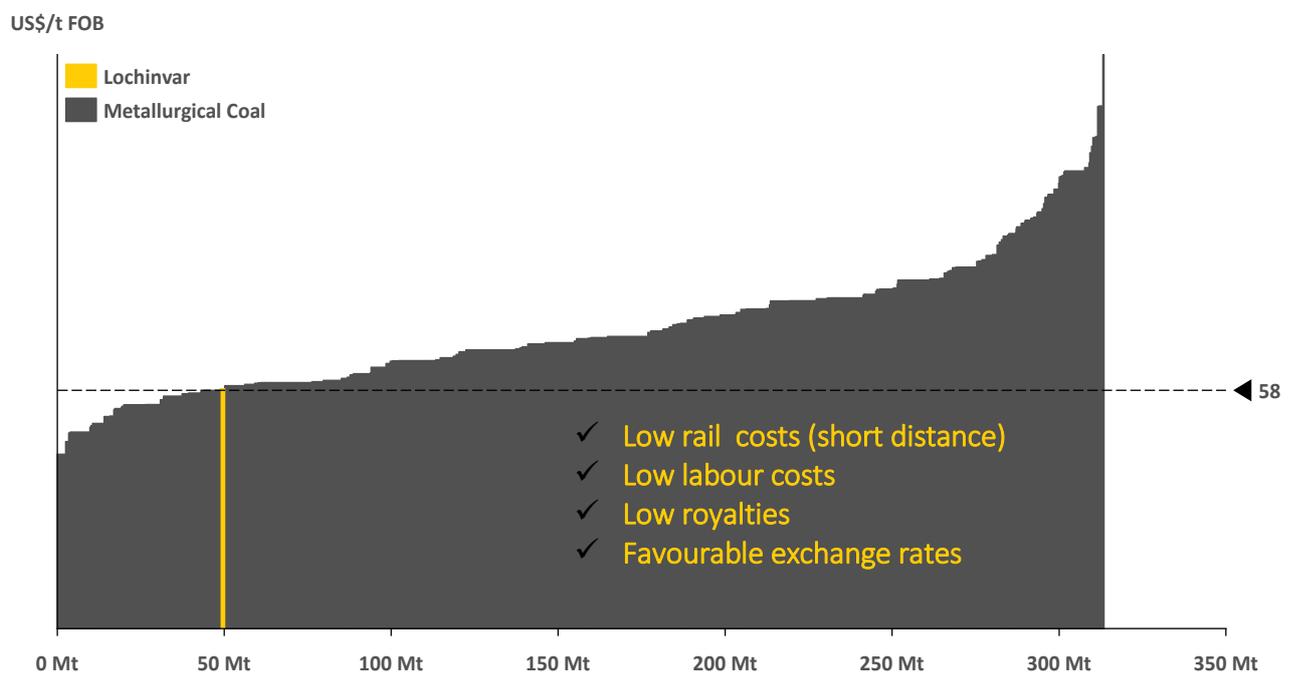
⁵ Life of Mine Capital includes Construction, Pre-Construction, Sustaining and Replacement Capital

⁶ Real after tax, unleveraged, 1 Jan 2017 basis

These results show the potential for the Lochinvar project to deliver excellent returns on investment with lowest quartile operating costs resulting from short rail transport distances, low labour costs, high coal yield (71%), low royalties, and low taxes.

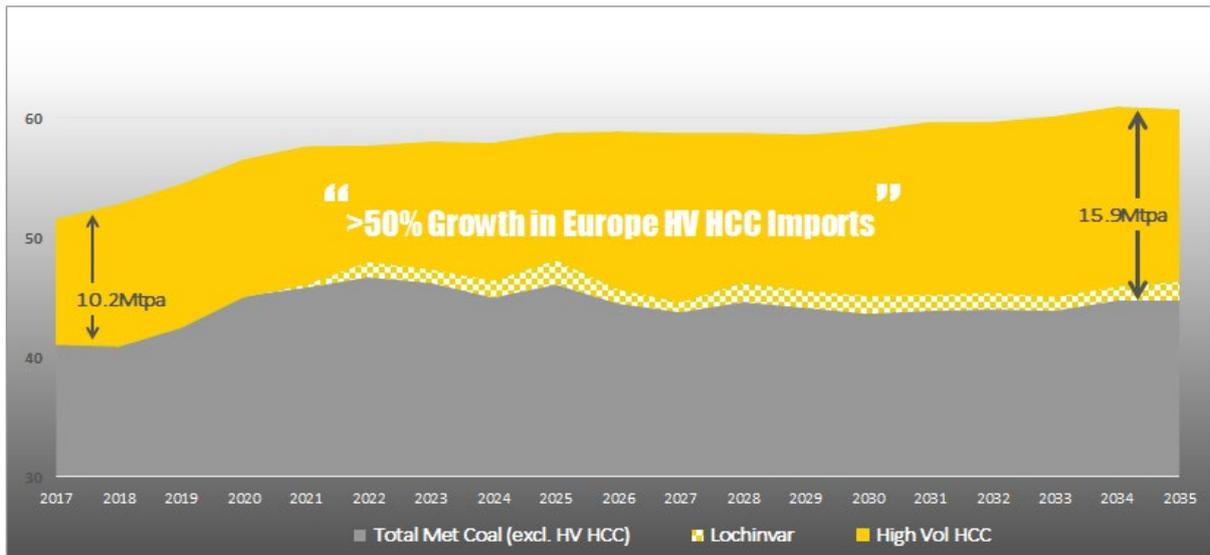
Sensitivity analysis undertaken as part of the Scoping Study Update shows that the project remains robust over a range of assumptions considered.

Lochinvar sits comfortably in the lowest quartile of the 2017 Wood Mackenzie Global Seaborne Coking Coal FOB cost curve. With a total FOB Operating Cost of US\$58/t, Lochinvar has the potential to deliver a low-cost, long life operation which is ideally located to supply the European steel industry.



2017 Global Seaborne Metallurgical Coal Total Cash Cost Curve (source: Wood Mackenzie)

Wood MacKenzie forecast a 50% growth in European demand for Lochinvar style High Volatile Hard Coking Coals (HV HCC) over the life of mine.



European Metallurgical Coal Imports Forecast (source: Wood MacKenzie)

The Scoping Study Update assumed an indicative timeline of 4 years to commencement of production subject to funding.

An additional 1 year was added to the 2014 Scoping Study timeline to production, primarily to fund the subsequent exploration and pre-development activities in the timeline which are subject to funding.

The short term focus will be on advancing strategic partner discussions to fund and advance the project.

A staged exploration program expected to re-commence during 2017 H2 focused on:

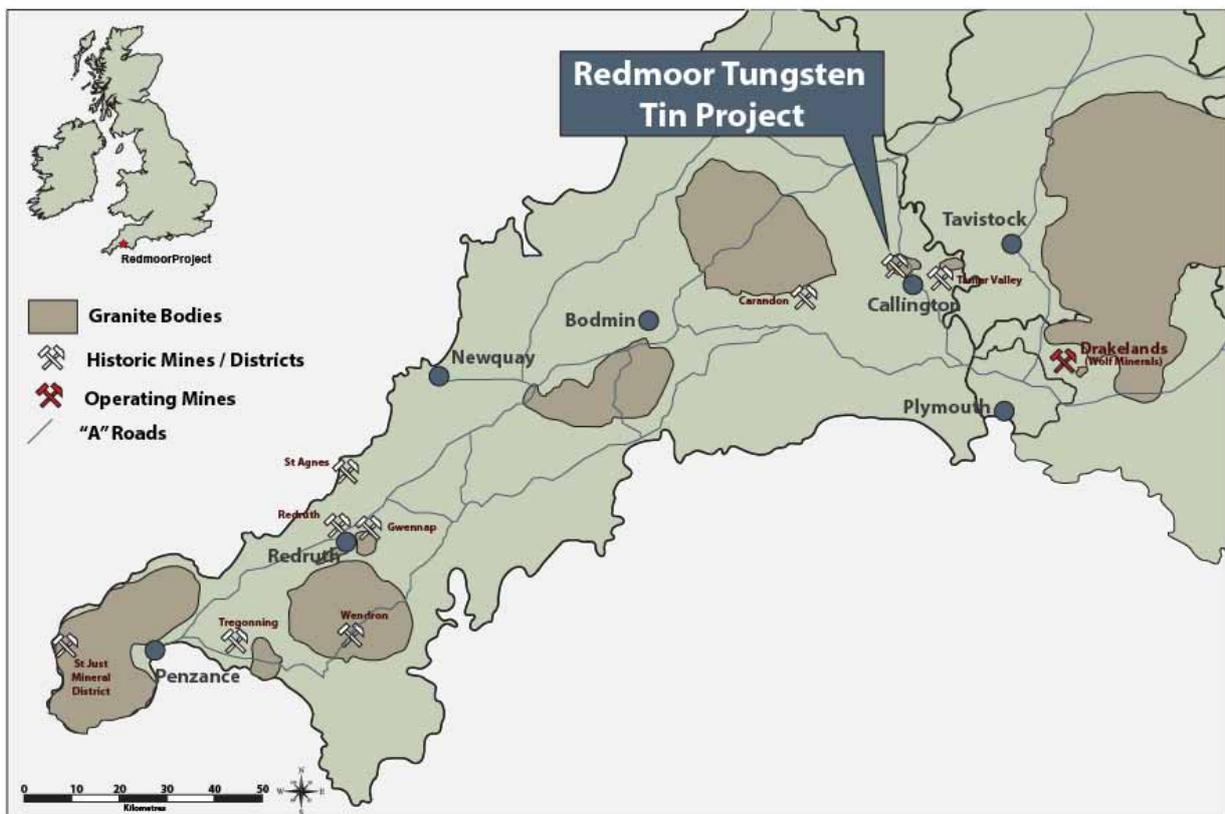
- Resource extension at Lochinvar South and Lochinvar West
- Seismic Trail

REDMOOR TIN-TUNGSTEN PROJECT, UK

Location and Ownership

The Redmoor Project is located between the village of Kelly Bray and the small town of Callington in southeast Cornwall, United Kingdom, approximately 25km by road from the city and port of Plymouth, and 40km from the recently commissioned Hemerdon Tungsten mine. The area has well-established infrastructure and is located in a world mining district.

Cornwall Resources Limited which is now 50% owned by NAE, holds a 15-year exploration licence and Option for a Mining Licence with modest annual payments over the Redmoor project.



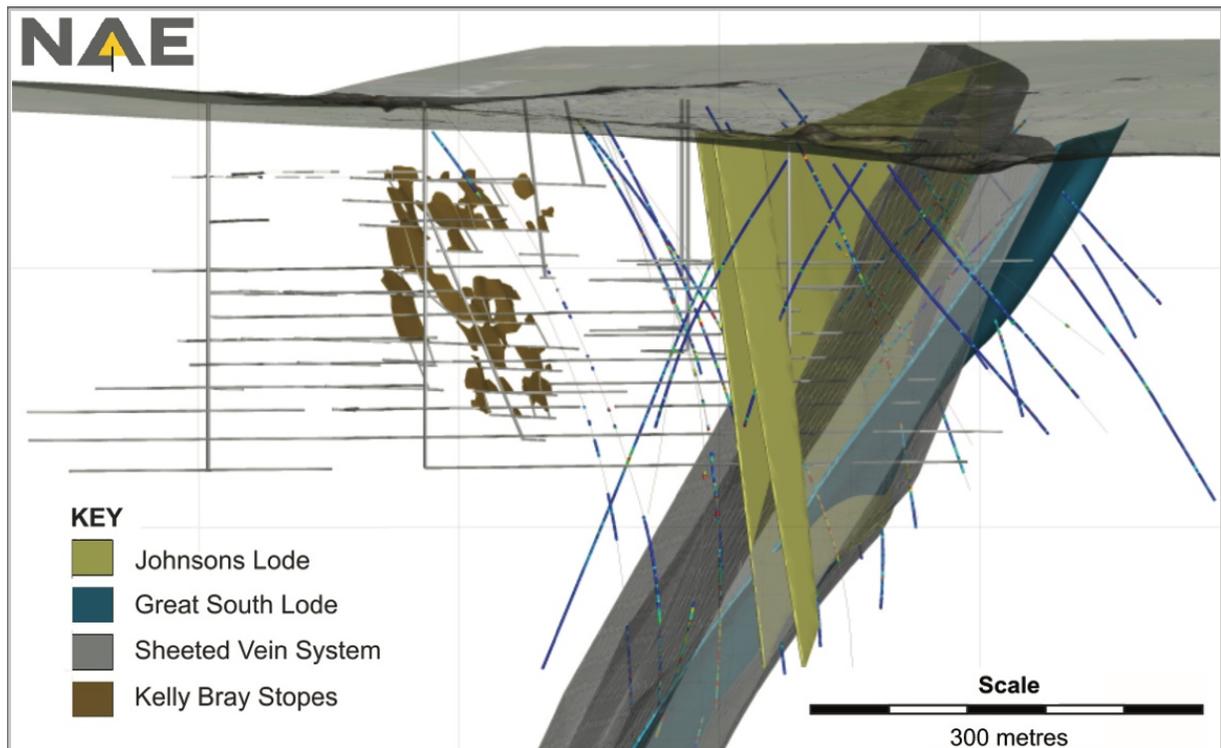
Redmoor Location

Redmoor Inferred Mineral Resource (December 2015)

A number of high grade tin-tungsten lodes were identified at Redmoor and an updated Mineral Resource statement completed in late 2015. The 2017 drilling program focuses on the 3 main high grade lodes identified at Redmoor; Great South Lode; Johnsons Lode and Kelly Bray Lode (See 15 December 2015 NAE Announcement).

Redmoor 2015 Inferred Resource Estimate^{7,8}

| Description | Tonnage (Mt) | WO ₃ % | Sn % | Cu % | WO ₃ Eq % | SnEq % |
|------------------------|--------------|-------------------|-------------|-------------|----------------------|-------------|
| Johnsons Lode | 0.8 | 0.36 | 0.55 | 0.78 | 0.91 | 1.37 |
| Great South Lode | 1.5 | 0.33 | 0.50 | 0.32 | 0.74 | 1.10 |
| Sub Total – High Grade | 2.3 | 0.34 | 0.52 | 0.48 | 0.80 | 1.19 |
| Sheeted Vein System | 11.0 | 0.12 | 0.14 | 0.28 | 0.28 | 0.42 |
| TOTAL | 13.3 | 0.16 | 0.21 | 0.32 | 0.37 | 0.56 |



Redmoor 3D View from the West

Redmoor Exploration Target (December 2015)^{7,8}

A High Grade Exploration Target of 4Mt to 6Mt with an estimated grade of between 0.6% WO₃Eq (0.9% SnEq) and 1.0% WO₃Eq (1.5% SnEq) was identified in December 2015 in addition to the Inferred Mineral Resource. The High Grade Exploration Target is 2 to 3 times the size of the High Grade Resource at a similar expected grade, highlighting the exciting exploration potential.

It should be noted that this estimate is conceptual in nature and there has been insufficient exploration to define a Mineral Resource and that it is uncertain if further exploration will result in the determination of a Mineral Resource.

⁷ NAE Announcement – Redmoor Resource Update, 15 December 2015

⁸ The Company confirms that it is not aware of any new information or data that materially affects the information included in this document and that all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed

Joint Venture Agreement – Strategic Minerals

In May 2016, NAE entered into a joint venture agreement with AIM-listed Company, Strategic Minerals Plc (“SML”) under which SML have now earned a 50% interest in the Redmoor Tin-Tungsten Project for a total consideration paid of £1.05M.

In February 2017, Cornwall Resources Ltd, the joint venture vehicle operating the Redmoor Tin-Tungsten Project, received a payment of £843,649 from SML completing its £1.05M Redmoor Option Payment and increasing SML’s equity in the Redmoor Project to 50%, (NAE now also holds 50%).

The funds received by Cornwall Resources Ltd from the SML Option exercise will be applied to the 2017 drilling program planned at Redmoor.

2017 Redmoor Exploration Drilling Program

Cornwall Resources Ltd commenced drilling on site on Tuesday 21 March at the Redmoor Tin-Tungsten Project.

A phased drilling program will be undertaken this year to confirm and extend the high grade tin-tungsten resource at Redmoor.

The first phase of the drilling program comprises of 13 holes which are expected to be completed in 2017 Q3. The drilling contractor, Energold Drilling, will use 2 rigs to complete the program which are both on site.

Preliminary results from the early drilled Phase 1 holes are expected to be released in Q3 with the final results from the full Phase 1 program expected to be released in Q4 on completion of laboratory analysis of the 13 holes.

Phase 2 of the drilling program comprising of a further 10 holes is also planned to be completed this year following successful results from Phase 1.

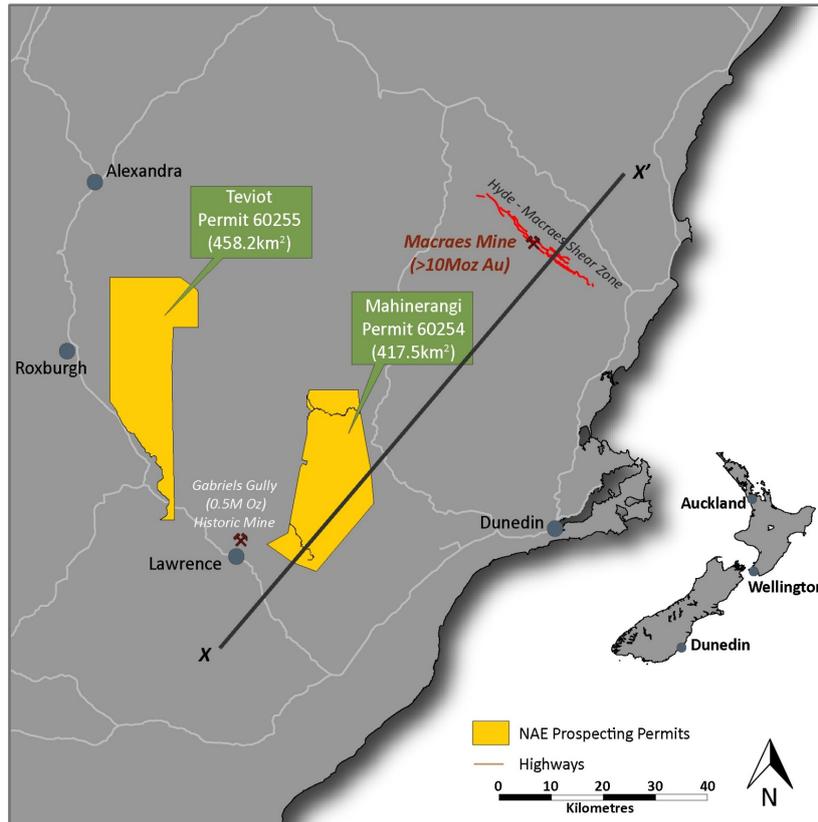


Commencement of Drilling at Redmoor

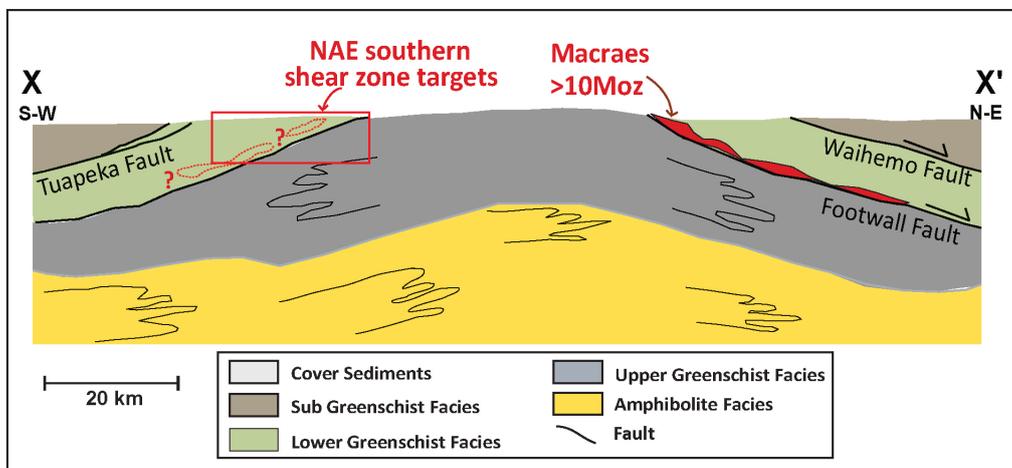
OTAGO SOUTH GOLD PROJECT, NZ

Two Prospecting Permits over the Otago South Gold Project covering a total area of 876 km² were granted to NAE by New Zealand Petroleum & Minerals on 17 October 2016.

Recent research has identified a ‘mirror image’ in the south of the Otago Schist belt within NAE’s permits of the geology present in the north of the schist belt some 60km away which hosts the (>10Moz Au) Macraes gold mine. NAE is now in an exciting position of being the first to explore the South Otago Schist belt for Macraes style gold deposits within these permits.



NAE Prospecting Permits (granted on 17 Oct 2016)



Geological Cross section - Otago Schist Belt & Southern Shear Zone Gold Exploration Targets (cross section line X-X')

Initial Exploration Program

A soil sampling program targeting airborne survey conductivity highs was completed over 55 of 61 planned lines (783 samples) this quarter. Results to date are inconclusive in identifying anomalous levels of arsenic (a pathfinder mineral for gold) as targets for follow up exploration.

One rock chip sample on line 27 on the Teviot Permit contained 193ppm Arsenic which is anomalous relative to background levels (<30 ppm Arsenic).

Field work for the following quarter will be focused on:

- Detailed mapping and soil sampling around historic gold workings on the Mahinerangi Permit (No 60254)
- Completion of geological mapping by Dr Doug MacKenzie (University of Otago) aimed at identifying highly deformed areas and potential shear zones
- Increased focus on the Lower Greenschist / Upper Greenschist boundary in the north of both permits
- Follow up on the 193ppm Arsenic rock chip sample result
- Completion of soil sampling on the remaining 6 lines (Teviot)

CORPORATE

RCF Loan Repayment

In January 2017, NAE's outstanding loan with RCF of A\$109,758 was repaid in full by the Company. The Company now has no outstanding loans to RCF or to any other party.

COMPETENT PERSONS STATEMENT

REDMOOR

The information in this report that relates to Exploration Results and also the Exploration Target and Inferred Mineral Resource is based on information compiled and reviewed by Dr Mike Armitage, who is the Chairman of SRK Global and a Corporate Geologist with SRK Consulting (UK) Ltd and is a Member of the Institute of Materials, Minerals and Mining (MIMMM), a Fellow of the Geological Society of London (FGS), a Chartered Geologist of the Geological Society of London (CGeol) and a Chartered Engineer, UK (CEng). Dr Armitage has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is 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 Reserves'. Dr Armitage has consented to the inclusion in the report of the matters based on his information in the form and context in which it appears.

LOCHINVAR

The Resources estimate is based on information compiled by Dr John Bamberry, who is a Member of the Australasian Institute of Geoscientists (Member No. 4090). Dr Bamberry is the Principal Geologist at Palaris. He has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity he is 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 Reserves. Dr Bamberry has over 25 years' experience in exploration and mining of coal deposits.

Neither Dr Bamberry nor Palaris have a direct or indirect financial interest in, or association with New Age Exploration Ltd, the properties and tenements reviewed in this report, apart from standard contractual arrangements for the preparation of this report and other previous independent consulting work. In preparing this report, Palaris has been paid a fee for time expended based on standard hourly rates. The present and past arrangements for services rendered to New Age Exploration Ltd do not in any way compromise the independence of Palaris with respect to this review.

OTAGO SOUTH GOLD PROJECT

The information in this report that relates to Exploration Results is based on information compiled and reviewed by Dr Doug MacKenzie, who is a Senior Research Fellow at the University of Otago, Geology Department and is a Member and Chartered Professional Geologist of the Australasian Institute of Mining and Metallurgy. Dr MacKenzie has over 20 years research experience in the Otago Schist and related rocks with emphasis on relationships between structure, metamorphism and gold mineralization. Dr MacKenzie 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'. Dr MacKenzie consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

LOCHINVAR SCOPING STUDY CAUTIONARY STATEMENTS

Information in relation to the Lochinvar Coking Coal Project, including production targets and financial information, included in this presentation is extracted from the NAE Scoping Study Update announcement dated 15 March 2017. The Company confirms that all material assumptions underpinning the production target and financial information set out in the announcement on 15 March 2017 continue to apply and have not materially changed.

The Lochinvar Scoping Study Update referred to in this presentation has been undertaken for the purpose of ascertaining whether a business case can be made to proceed to more definitive studies on the viability of the Lochinvar Coking Coal Project. It is a preliminary technical and economic study of the potential viability of the Lochinvar Coking Coal Project. It is based on low level technical and economic assessments that are not sufficient to support the estimation of ore reserves. Further exploration and evaluation work and appropriate studies are required before NAE will be in a position to estimate any ore reserves or to provide any assurance of an economic development case.

As was the case for the 2014 Lochinvar Scoping Study announced on 27 October 2014, NAE believes it has reasonable grounds under ASIC information Sheet 214 to report the results of the Scoping Study Update. The mine plan on which the updated valuation is based contains 38% Indicated Mineral Resource, 56% Inferred Mineral Resource¹ and 6% Exploration Target². The first 7 years of mining referred to in the Scoping Study Update are 100% within the Indicated Resource area, years 8-11 of mining is within a mix of Indicated and Inferred Resource areas and from year 12 onwards mining is primarily within the Inferred Resource area.

1 There is a low level of geological confidence associated with Inferred Mineral Resources and there is no certainty that further exploration work will result in the determination of Indicated Mineral Resources or that the Production Target itself will be realised.

2 Exploration Targets: The potential quantity and quality of the exploration targets referred to in this announcement are conceptual in nature, and there has been insufficient exploration to date to define a mineral resource in accordance with the Australian Code for Reporting of Mineral Resources and Ore Reserves published by the Joint Ore Reserve Committee ("JORC Code"). Furthermore, it is uncertain if further exploration at its exploration targets will result in the determination of a mineral resource.

To achieve the range of outcomes indicated in the Scoping Study, funding of in the order of US\$250M will likely be required. Investors should note that there is no certainty that NAE will be able to raise that amount of funding when needed. It is also possible that such funding may only be available on terms that may be dilutive to or otherwise affect the value of NAE's existing shares. It is also possible that NAE could pursue other 'value realisation' strategies such as a sale, partial sale or joint venture of the project. If it does, this could materially reduce NAE's proportionate ownership of the project.

Given the uncertainties involved, investors should not make any investment decisions based solely on the results of the Scoping Study.

FORWARD LOOKING STATEMENTS

This report contains “forward-looking information” that is based on the Company’s expectations, estimates and forecasts as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to the Company’s business strategy, plans, objectives, performance, outlook, growth, cash flow, earnings per share and shareholder value, projections, targets and expectations, mineral reserves and resources, results of exploration and related expenses, property acquisitions, mine development, mine operations, drilling activity, sampling and other data, grade and recovery levels, future production, capital costs, expenditures for environmental matters, life of mine, completion dates, commodity prices and demand, and currency exchange rates. Generally, this forward-looking information can be identified by the use of forward-looking terminology such as “outlook”, “anticipate”, “project”, “target”, “likely”, “believe”, “estimate”, “expect”, “intend”, “may”, “would”, “could”, “should”, “scheduled”, “will”, “plan”, “forecast” and similar expressions. The forward looking information is not factual but rather represents only expectations, estimates and/or forecasts about the future and therefore need to be read bearing in mind the risks and uncertainties concerning future events generally.

SUPPORTING INFORMATION AND CAUTIONARY STATEMENTS

This presentation has been prepared as a summary only, and does not contain all information about NAE’s projects or its assets and liabilities, financial position and performance, profits and losses, prospects, and the rights and liabilities attaching to NAE’s securities. The securities issued by NAE are considered speculative and there is no guarantee that they will make a return on the capital invested, that dividends will be paid on the shares or that there will be an increase in the value of the shares in the future. NAE does not purport to give financial or investment advice. No account has been taken of the objectives, financial situation or needs of any recipient of this report. Recipients of this report should carefully consider whether the securities issued by NAE are an appropriate investment for them in light of their personal circumstances, including their financial and taxation position.

FOR MORE INFORMATION

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Appendix 5B

MINING EXPLORATION ENTITY AND OIL AND GAS EXPLORATION ENTITY QUARTERLY REPORT

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

New Age Exploration Ltd

ABN

65 004 749 508

Quarter ended ("current quarter")

31 March 2017

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (9 months) \$A'000 |
|---|-------------------------|---------------------------------------|
| 1. Cash flows from operating activities | | |
| 1.1 Receipts from customers | | |
| 1.2 Payments for | | |
| (a) exploration & evaluation | (98) | (231) |
| (b) development | | |
| (c) production | | |
| (d) staff costs | (116) | (289) |
| (e) administration and corporate costs | (31) | (347) |
| 1.3 Dividends received (see note 3) | | |
| 1.4 Interest received | 6 | 6 |
| 1.5 Interest and other costs of finance paid | | |
| 1.6 Income taxes paid | | |
| 1.7 Other (provide details if material) | | |
| 1.9 Net cash from / (used in) operating activities | (239) | (861) |
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire: | | |
| (a) property, plant and equipment | | |
| (b) tenements (see item 10) | | |
| (c) investments | | (52) |
| (d) other non-current assets | | (25) |

| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date (9 months) \$A'000 |
|--------------------------------------|---|-------------------------|---------------------------------------|
| 2.2 | Proceeds from the disposal of: | | |
| | (a) property, plant and equipment | | |
| | (b) tenements (see item 10) | | |
| | (c) investments | | 170 |
| | (d) Proceeds from partial disposal of interest in controlled entity | | 228 |
| | (e) other non-current assets | | |
| 2.3 | Cash flows from loans to other entities | | |
| 2.4 | Dividends received (see note 3) | | |
| 2.5 | Research and development refund | | 908 |
| 2.5 | Other (provide details if material) | | |
| 2.6 | Net cash from / (used in) investing activities | - | 1,229 |

| | | | |
|-------------|---|--------------|--------------|
| 3. | Cash flows from financing activities | | |
| 3.1 | Proceeds from issues of shares | | 1,384 |
| 3.2 | Proceeds from issue of convertible notes | | |
| 3.3 | Proceeds from exercise of share options | | |
| 3.4 | Transaction costs related to issues of shares, convertible notes or options | | (85) |
| 3.5 | Proceeds from borrowings | | |
| 3.6 | Repayment of borrowings | (110) | (110) |
| 3.7 | Transaction costs related to loans and borrowings | | |
| 3.8 | Dividends paid | | |
| 3.9 | Other (provide details if material) | | |
| 3.10 | Net cash from / (used in) financing activities | (110) | 1,189 |

| | | | |
|-----------|--|-------|-------|
| 4. | Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 | Cash and cash equivalents at beginning of period | 2,072 | 199 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (239) | (861) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | - | 1,229 |
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | (110) | 1,189 |

| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date (9 months) \$A'000 |
|--------------------------------------|--|-------------------------|---------------------------------|
| 4.5a | Effect of movement in exchange rates on cash held | (36) | (69) |
| 4.5b | Effect on cash upon deconsolidation of controlled entity | (79) | (79) |
| 4.6 | Cash and cash equivalents at end of period | 1,608 | 1,608 |

| 5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts | | Current quarter \$A'000 | Previous quarter \$A'000 |
|--|--|-------------------------|--------------------------|
| 5.1 | Bank balances | 900 | 1,163 |
| 5.2 | Call deposits | 708 | 909 |
| 5.3 | Bank overdrafts | | |
| 5.4 | Other (provide details) | | |
| 5.5 | Cash and cash equivalents at end of quarter (should equal item 4.6 above) | 1,608 | 2,072 |

NB Where applicable, YTD figures have been reclassified to correspond with the Half-year reviewed accounts.

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

| Current quarter \$A'000 |
|-------------------------|
| 112 |
| |

Fees paid to directors or their related entities

7. Payments to related entities of the entity and their associates

- 7.1 Aggregate amount of payments to these parties included in item 1.2
- 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

| Current quarter \$A'000 |
|-------------------------|
| |
| |

| 8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i> | Total facility amount at quarter end \$'000 | Amount drawn at quarter end \$'000 |
|--|--|---------------------------------------|
| 8.1 Loan facilities | | |
| 8.2 Credit standby arrangements | 33 | 1 |
| 8.3 Other (please specify) | | |
| 8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well. | | |

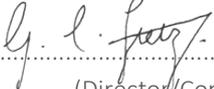
Company credit card facilities secured by term deposits

| 9. Estimated cash outflows for next quarter | \$'000 |
|--|------------|
| 9.1 Exploration and evaluation | 175 |
| 9.2 Development | |
| 9.3 Production | |
| 9.4 Staff costs | 134 |
| 9.5 Administration and corporate costs | 123 |
| 9.6 Other (provide details if material) | |
| 9.7 Total estimated cash outflows | 432 |

| 10. Changes in tenements (items 2.1(b) and 2.2(b) above) | Tenement reference and location | Nature of interest | Interest at beginning of quarter | Interest at end of quarter |
|--|---------------------------------|--------------------|----------------------------------|----------------------------|
| 10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced | | | | |
| 10.2 Interests in mining tenements and petroleum tenements acquired or increased | | | | |

COMPLIANCE STATEMENT

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Sign here: 
 (Director/Company secretary)

Date: **28 April 2017**

Print name:Gary Fietz.....

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.

In accordance with ASX Listing Rule 5.3.3, New Age Exploration Limited provides its list of exploration licences with its March 2017 quarterly activities report.

| Licence No. | Project | Country | Area (km ²) | Licence Type | NAE Group % Interest |
|-------------------------|--------------------------------|----------------|-------------------------|--|----------------------|
| CA11/EXP/0515/N | Lochinvar | United Kingdom | 67.5 | Exploration Licence | 100% |
| CA11/UND/0176/N | Lochinvar | United Kingdom | 67.5 | Conditional Underground Licence and Option Agreement | 100% |
| CA11/EXP/0545/N | Lochinvar South | United Kingdom | 51.0 | Exploration Licence | 100% |
| CA11/UND/0182/N | Lochinvar South | United Kingdom | 51.0 | Conditional Underground Licence and Option Agreement | 100% |
| CL132803 ^(a) | Redmoor | United Kingdom | 23.0 | Mineral Rights | 50.0% |
| MPP60254 | Otago South Gold - Mahinerangi | New Zealand | 417.5 | Prospecting Permit | 100% |
| MPP60255 | Otago South Gold - Teviot | New Zealand | 458.5 | Prospecting Permit | 100% |

- a) Part of the Mineral Rights for Title CL132803 have not yet been registered with the Land Registry for England and Wales.