

## Activities Report for Quarter ended 30 September 2017



**Eastern  
Goldfields  
Limited**

### BOARD OF DIRECTORS

Mr Michael Fotios  
*Executive Chairman*

Mr Craig Readhead  
*Non-Executive Director*

Mr Alan Still  
*Non-Executive Director*

Ms Shannon Coates  
*Company Secretary*

### ISSUED CAPITAL

Shares: 560.4m  
Options: 58.0m  
Current Share Price: \$0.235  
Market Capitalisation: \$132m  
Cash as at 30/09/2017:  
\$37,000\*

\*Excluding total debt facilities  
of \$35.0m, see ASX  
announcement 31 Jan 2017.  
Drawn to date \$18.9m

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### HIGHLIGHTS

- First gold poured with quarterly gold sales of 1,056 ounces from low grade stockpile ore
- Processing plant achieved prolonged uninterrupted production periods, nearing a stable state at period end
- Milling for the quarter totalled 70,512t @ 1.08g/t, including subgrade commissioning stock
- Siberia near-surface mine extensions uncovered, returning 36m @ 4.09 g/t Au in a rip line
- Underground mining progressing strongly at Golden Eagle
- Continued drilling success at Callion

### OVERVIEW

#### DAVYHURST PROJECT OPERATIONS REPORT

The Davyhurst Project includes both open cut and underground mining targets and is located 120 kilometres north-west of Kalgoorlie.

During the September quarter, the first gold pour was completed at the recently commissioned 1.2Mtpa gold processing plant, the Davyhurst Mill, with approximately 70,512t @ 1.08g/t treated through the processing plant.

Open pit mining contractor, RJV Mining Services, mobilised to site and commenced site establishment and early works, along with the mining of a historical low grade stockpile and pre-stripping near surface gold mineralisation. Open pit mining operations are scheduled to recommence in the December quarter, following the temporary suspension of operations during the September quarter whilst mill feed was being sourced from existing surface stockpiles.

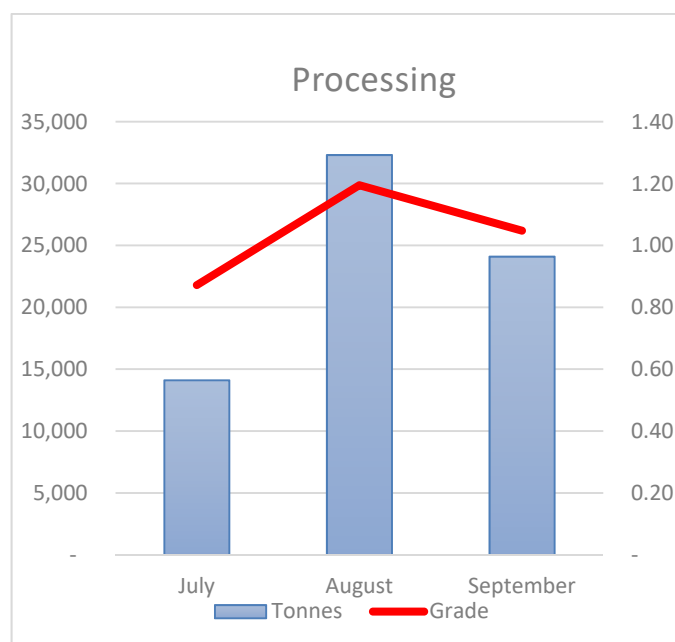
Following the commencement of underground mining at the Golden Eagle deposit in mid-July 2017, work progressed strongly during the September quarter. First ore was produced at Golden Eagle post period end, during October 2017.

Resource definition drilling operations continued at the Riverina deposit, with a total of 2,260.1metres completed during the quarter.

#### Davyhurst Processing Plant Update

The Company is pleased to report that 70,512t @ 1.08g/t (unreconciled) of ore has been milled at Davyhurst to date. The mill processed a blend of commissioning stock before progressing to a blend of low grade stock. Plant performance continues to improve, reaching a stable 120t/hour (wet) with maximum uninterrupted run time in excess of four consecutive days based on 85% daily utilisation (or maximum uninterrupted run time in excess of 10 consecutive days based on 70% daily utilisation).

In September 2017, the processing plant underwent a planned maintenance and engineering shutdown aimed at eliminating a collection of minor inefficiencies along with some material handling and bottlenecking issues. Post period end, the plant restarted on 18 October 2017. On restart, the feed grade for the month of October improved to average 1.4g/t.



Monthly production figures



A new day dawns over Davyhurst

## Open Pit Mining

The Siberia mining centre is 37 kilometres south east of the Davyhurst Mill and has a current Mineral Resource estimate of 5.7Mt @ 3.1g/t Au for 577,000 ounces. The two main deposits at Siberia, namely Sand King and Missouri, are at a mine-ready state as recently announced (3 January 2017 and 15 December 2016 respectively). The project has a combined open pit mining Reserve for the Missouri and Sand King deposits of 2,025,000t @ 2.3g/t Au for 150,000 ounces (as announced 14 February 2017).

Open pit mining contractor RJV Mining Services mobilised a mining fleet to the Siberia open pit project during the previous quarter. Operations continued during the reporting period, focusing on site establishment and early works, progressing to the mining of the existing historic low grade stockpile created by Western Mining Corporation during the 1980s and first ore was mined from the southern cutback at the Sand King during the quarter.

Activities completed during the quarter included:

- Site establishment and civil works relating to mining operations at Siberia
- Stockpiling of Low grade ore at Siberia
- Commencement of surface haulage operations
- Initial Siberia grade control drilling program
- Construction of Siberia bypass haul road nearing completion
- Pre-stripping and exposure of near surface gold east of the Sand King open pit

Internal haul roads and ROM pad construction/upgrades were completed during the period. A bypass haul road linking the mining directly to the Ora Banda – Davyhurst road was also completed, significantly reducing ore haulage times and distances.

Approximately 780 metres of RC grade control drilling has been completed at Sand King to date. This drilling was extended to target the potential for near-surface gold mineralisation, based on sparse drilling intercepts to the immediate east of the Sand King open pit. Additional work confirmed the presence of near surface gold mineralisation. Mining operations moved to pre-strip this area and expose the ore horizon. Additional rip lines totalling 498 metres were completed and sampled to assess the extent of mineralisation, with the best rip line returning **36m @ 4.09 g/t Au including 3m @ 28.8 g/t Au**. For further details of the Company's update on Siberia near-surface mine extensions, refer to ASX announcement on 29 August 2017.

Open pit mining operations are scheduled to recommence in the December quarter following the temporary suspension of operations during the September quarter. Upon commencement, focus will be on the extraction of above mentioned near surface gold mineralisation before moving to the Stage 1 cut back of the southern high wall in the Sand King open pit.

## Underground Mining

Development of the Golden Eagle decline commenced during the quarter, with portal access works, vent portal establishment and decline development being undertaken. At period end a total of 238 metres of development was completed.

A drill platform was nearing completion on the 388 Level which will allow underground diamond drilling to commence, targeting the down plunge positions of the Golden Eagle central shoot. The decline is scheduled to continue down to the first ore horizon on the 375 level. First ore production occurred post period end during October 2017.

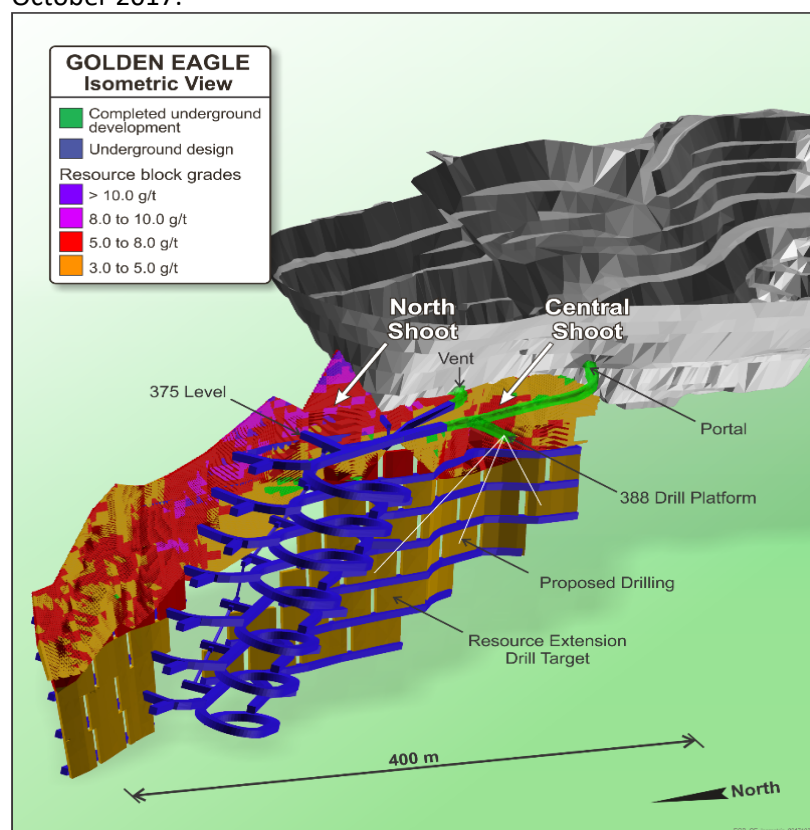


Figure 1: Isometric view of the Golden Eagle underground mine



A view of the Golden Eagle portal from inside the mine

## PROJECT DEVELOPMENT UPDATE

Resource definition drilling activities progressed during the quarter with **16 diamond** holes for a total of **1,861.1** metres drilled at the Riverina Deposit as part of a Mineral Resource upgrade program. Within the latest drill holes, a one metre true width fresh-rock quartz vein was intersected with visible gold (RVDD16018 from 70 metres downhole or 62m vertical from surface).

A further 40 reverse circulation holes were drilled for a total of 399 metres targeting near surface laterite mineralisation at the Young Australian prospect. As at the date of this Report, the samples had been dispatched from site and await assay returns.

In addition, assays results from a further 11 holes drilled at the Callion deposit, prior to the reporting period, were returned. These results are summarised below.

**Table 1: September 2017 Quarter Drilling Statistics**

Prospect	No of Holes	Total Metres
Riverina Deposit DD	16	1,861.1
Young Australian	40	399.0
<b>Grand Total</b>	<b>13</b>	<b>2,260.1</b>

### ***Riverina Project Area***

The Riverina Project area is located approximately 48 kilometres north of the Davyhurst Mill, and has a current Mineral Resource estimate of 2.6Mt @ 2.5g/t Au for 207,000 ounces. It is one of several high priority drilling targets within the Company's Davyhurst Project and is seen as the next open pit mining focus following on from Siberia.

Resource definition drilling activities progressed in the quarter with **16 diamond** holes for a total of **1,861.1** metres drilled as part of a Mineral Resource upgrade program. Within the latest drill holes a one metre true width fresh-rock quartz vein has been intersected with visible gold (RVDD16018 from 70 metres downhole or 62m vertical from surface, as announced 8 August 2017).

The drill core samples have been dispatched from site and currently await assay return.

### ***Callion Project Area***

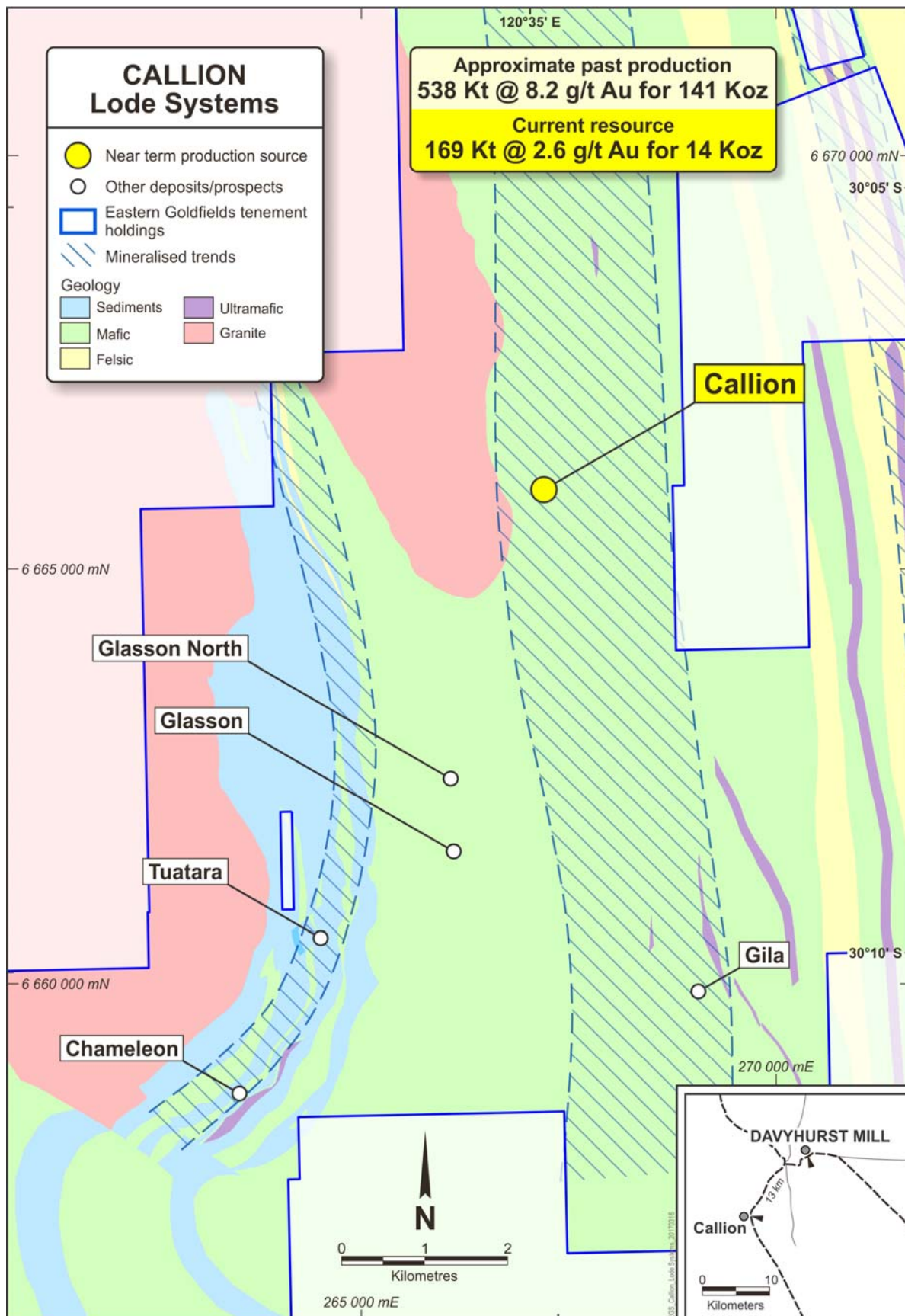
The Callion Deposit is 14 kilometres south west of the Davyhurst processing plant and has a current Mineral Resource estimate of 169Kt @ 2.6g/t Au for 14,000 ounces. The Company has an exploration target of 350-450Kt @ 10-14g/t and considers this a high priority resource definition target.

Drilling at Callion has confirmed the presence of several high grade areas within the historical underground mine (Figure 3), returning **6.0 m @ 5.64 g/t Au** (CNRC108) and **5.0 m @ 3.50 g/t Au** (CNRC107). These are supported by other previously announced results from within the historical mine area which include **2 m @ 17.25 g/t Au**, **5 m @ 6.68 g/t Au** and **4 m @ 3.22 g/t Au** (see ASX announcement dated 31 August 2017). These results represent a critical step towards bringing this part of the Callion Mineral Resource in line with JORC 2012 standard.

In the northern part of the deposit (Figure 4) drilling was successful in intercepting near surface (open pitable) mineralisation, with **4.0 m @ 4.54 g/t Au**, **4.0 m @ 2.27 g/t**, **2.0 m @ 1.73 g/t** and **2.0 m @ 2.18 g/t** all located within 20 m from the base of the existing pit and only 50 m from surface.

The conceptual development plan for the Callion deposit includes an open pit cut back to establish portal access, followed by remnant underground mining within the historical mine, leading to virgin underground mining at depth.





**Figure 2: Project Location Plan**  
Approximate past production relates to Callion, Glasson, Tuatara and Chameleon



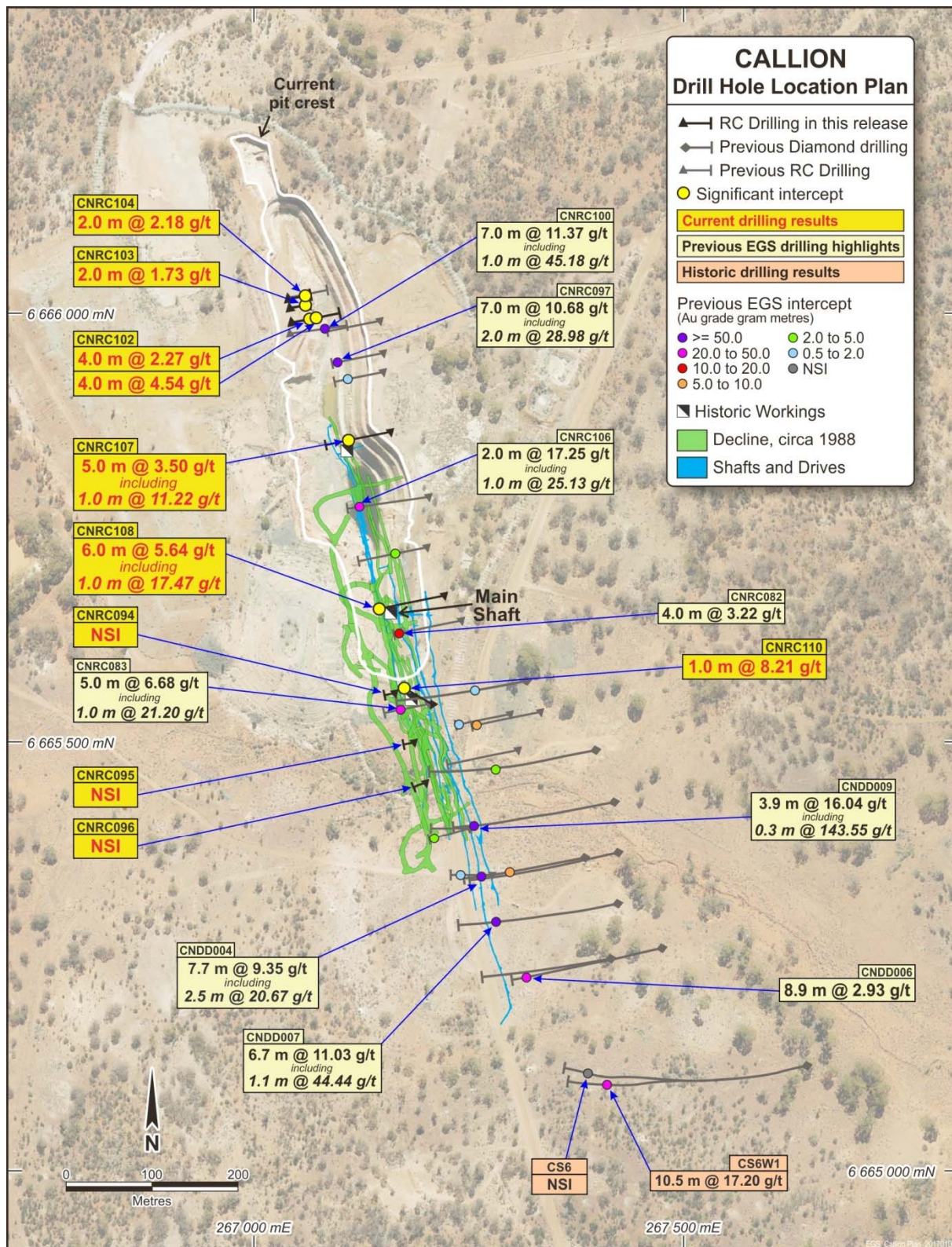


Figure 3: Callion plan view showing drillhole locations and open pit



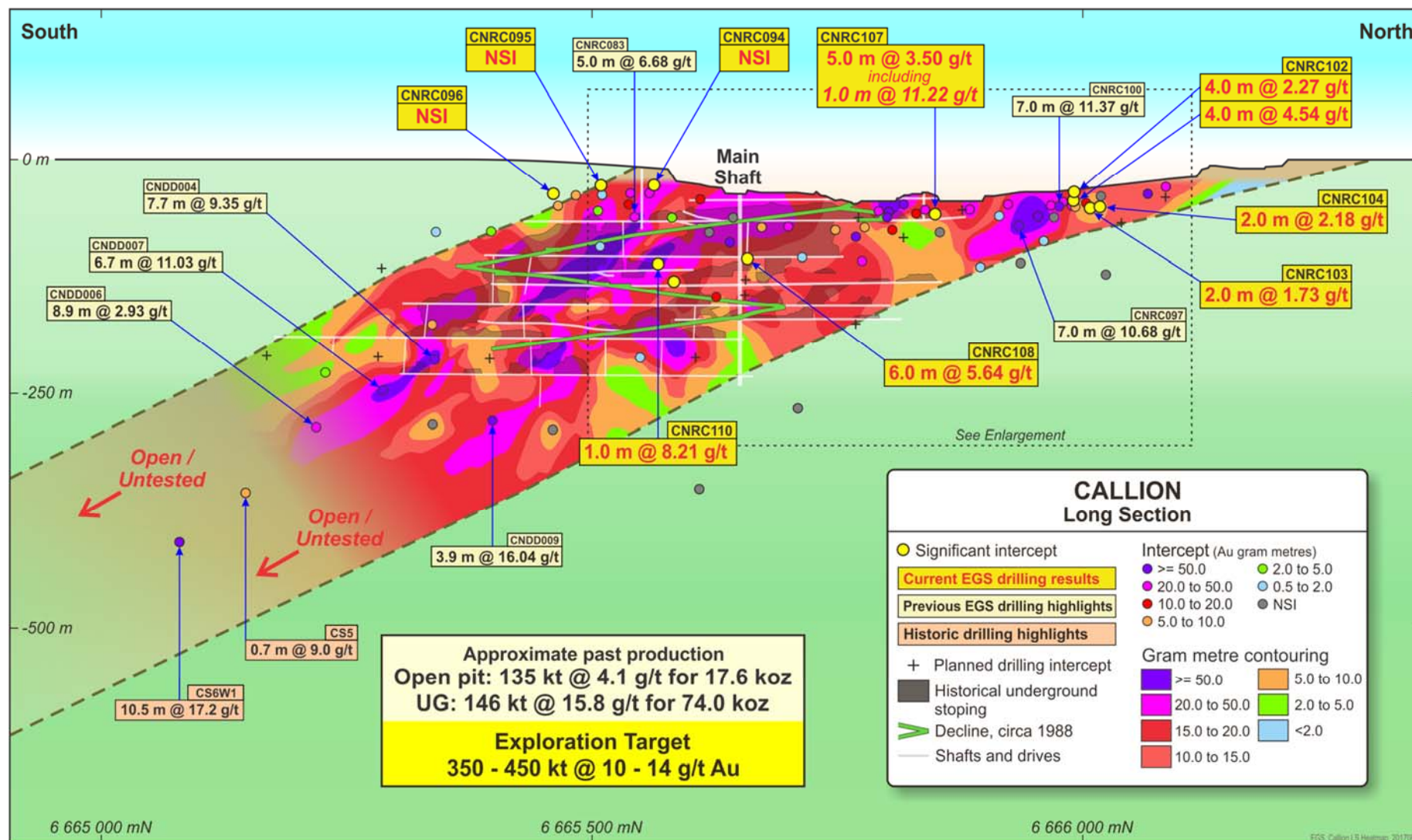


Figure 4: Callion Long Section, looking west, showing gram metre contouring, underground infrastructure, south plunging exploration target and recent drill intercepts.

Note: The potential quantity and grade of the Exploration Target is conceptual in nature. There has been insufficient exploration to estimate a Mineral Resource, and it is uncertain if further exploration will result in the estimation of a Mineral Resource. Refer to "Callion Exploration Target – Additional Information" for further information.



## **Callion Exploration Target – Additional Information**

### **Basis for the Callion Exploration Target:**

The Exploration Targets were calculated using historic data that was collated by Eastern Goldfields Limited. The data consisted principally of channel sample assays and ore thicknesses and RC and diamond drill intersections. Lubbock compiled these data into mine blocks with associated grades and tonnages. Historical survey, geology and assay records were used to create a 3-dimensional model of the underground workings. The channel samples were collected across the width of the drive and/or stope face, generally perpendicular to the strike of the structure that controls mineralisation. Sample and assay methods of underground channel samples is unknown. RC drill sample were collected at 1m intervals and diamond core was cut to geological intervals. Assay methods of drillhole samples was by aqua regia or fire assay using accredited laboratories. In total, there are 1608 stope samples, 947 face samples and 13 drillhole samples used within the area of calculated Exploration Target.

### **Techniques for Calculating the Grade and Tonnage Ranges for the Callion Exploration Target:**

Hard copy survey and geology plans and long sections were digitised and registered in 3-dimensional space. A 3-dimensional model of the ore zones was constructed from the registered plans and drillhole data. Gold assay grades and widths were digitised from the plans. Due to the narrow and variable width of the orebody the estimation was based on an accumulation method. The accumulation variable ( $\text{Gram Metres} = \text{Width} \times \text{Au Grade}$ ) and the Width were estimated (Ordinary Kriging) into a block model. The grade was back-calculated by dividing the estimated Gram Metres by the estimated Width. A specific gravity of  $2.7 \text{ t/m}^3$  for fresh rock was applied based on 22 core samples.

### **Planned Exploration work:**

In the short term, Eastern Goldfields Limited has initiated a detailed drilling program to evaluate the geology, grade and width of the Callion exploration target. Drilling will target remnant pillars and areas below current mining depths. Samples will be submitted to accredited laboratories for gold assay with a full suite of QAQC samples (blanks, standards and field duplicates). If this drill program is deemed successful a geological and resource model will be produced. The resource model will be classified as inferred/indicated as deemed appropriate.

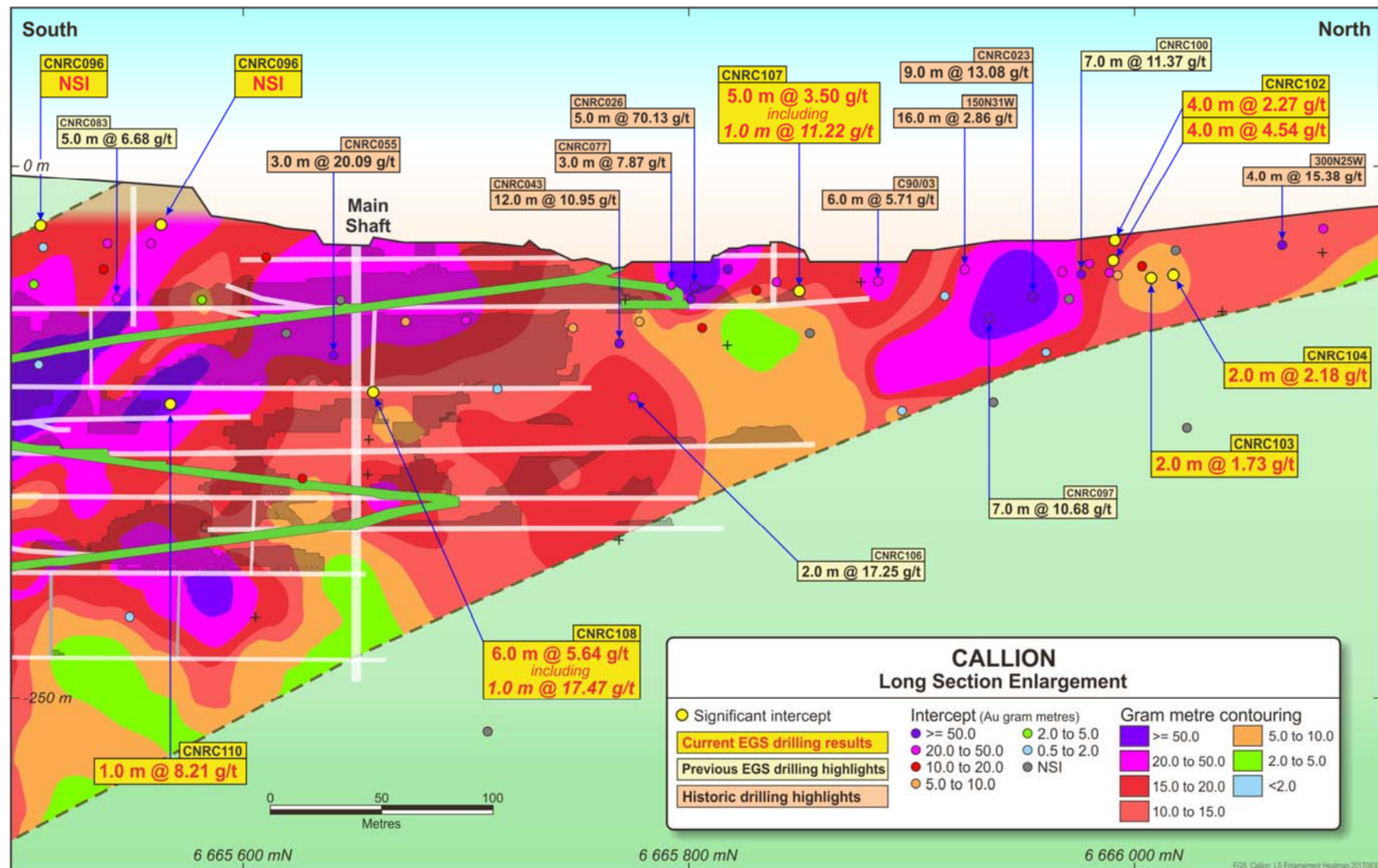


Figure 5: Callion Long Section Enlargement Looking West

Showing underground infrastructure, gram metre contoured, underground infrastructure, south plunging exploration target and recent drill intercepts

## ***Davyhurst Project Area***

### ***Waihi Complex***

The Waihi Complex consists of the historical Waihi and Golden Pole Deposits, and extends south to include the Dexy, Lady Eileen and Lady Eileen South deposits. Both The Waihi and Golden Pole deposits were initially mined in the early-mid 1900's as high grade underground mines to a maximum depth of 180 metres, targeting steeply dipping, north plunging shoots, producing approximately **95,500 ounces at an average grade of 27g/t Au**. In the late 1990's approximately 740,000 tonnes @ 2.40g/t Au was extracted via open pit methods at the Waihi Deposit, to a maximum depth of 90 metres, for an additional 56,000 ounces. The current mineral resource stands at 914,000 tonnes at 2.4g/t Au for 71,000 ounces of gold.

The Company has recovered all of the available historical mining records for the Golden Pole underground mine. The survey plans and stoping records have been utilised in the reconstruction of the historical mine in three dimensional space. This model has been integral in providing direction to the current exploration effort.

As part of ongoing technical reviews across the Davyhurst Project the Waihi Complex has been identified as a containing significant potential to provide high grade underground feed to complement the open pit material from Siberia. As such a comprehensive Resource update was initiated during the quarter to bring the Waihi Resource into JORC 2012 status while also allowing more detailed economic assessment of the deposit. The resource update is expected to be delivered in the December quarter.



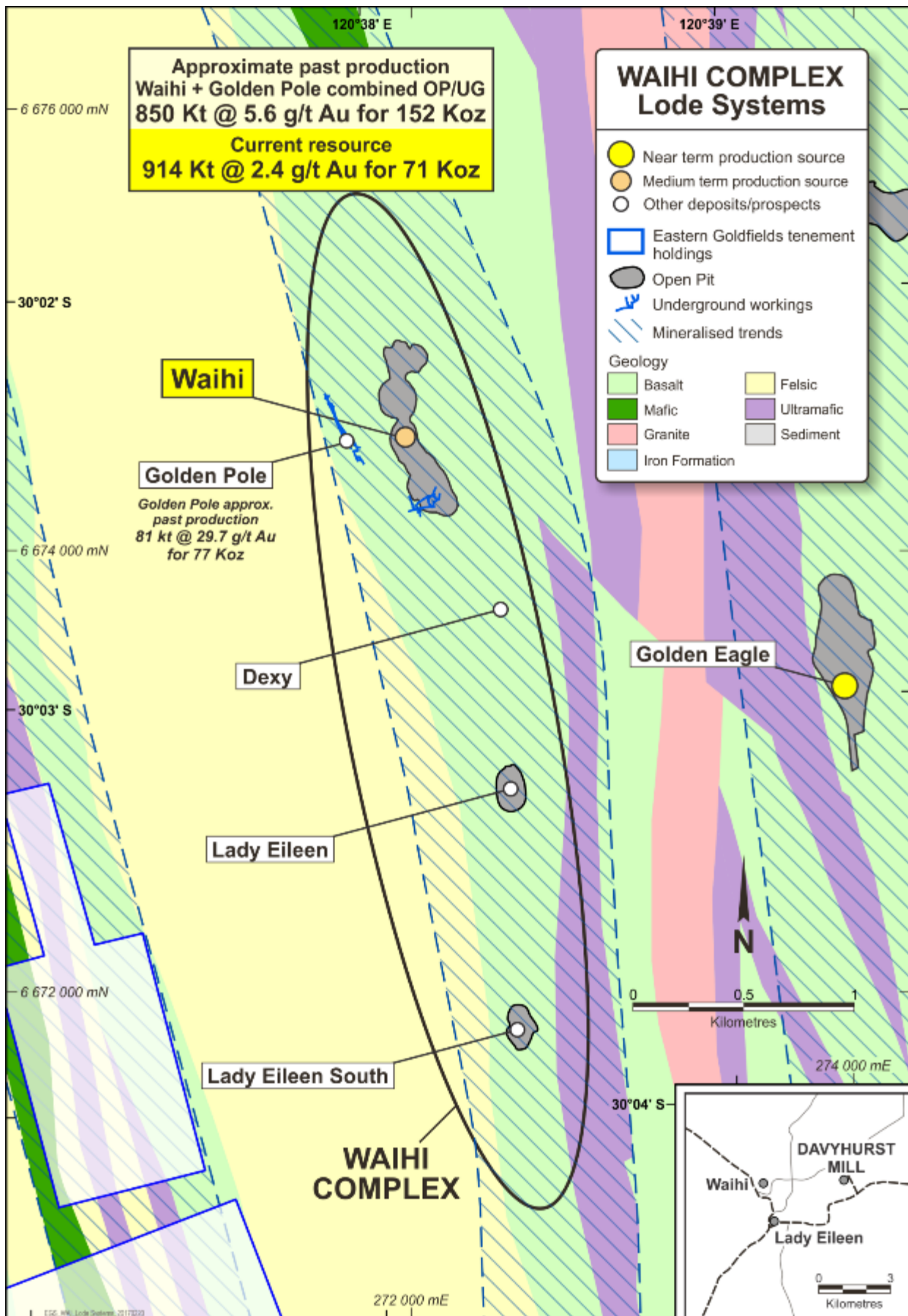


Figure 6: Project Location Plan.

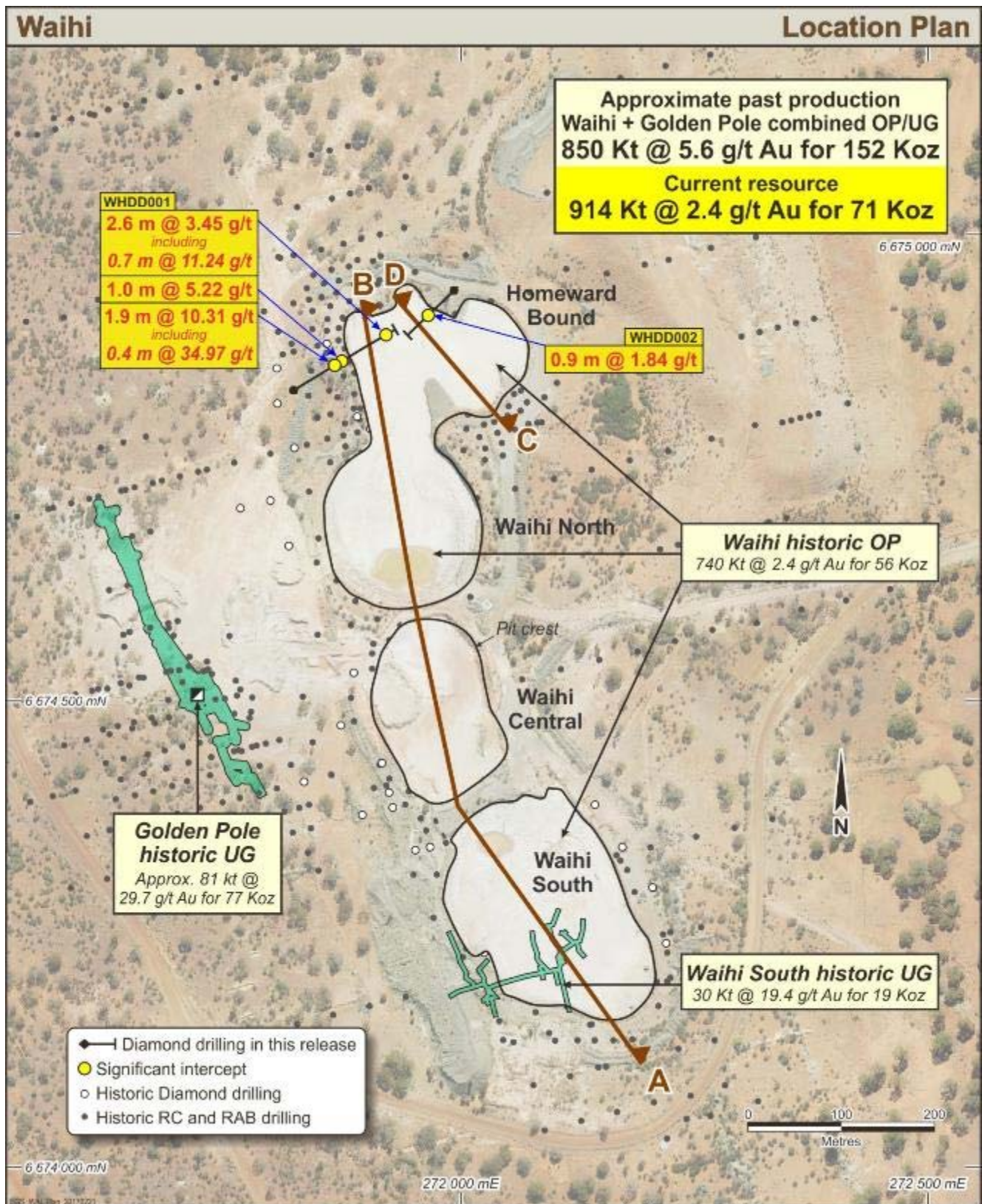


Figure 7: Waihi Plan. This image has been previously released in ASX announcement dated 22 February 2017.



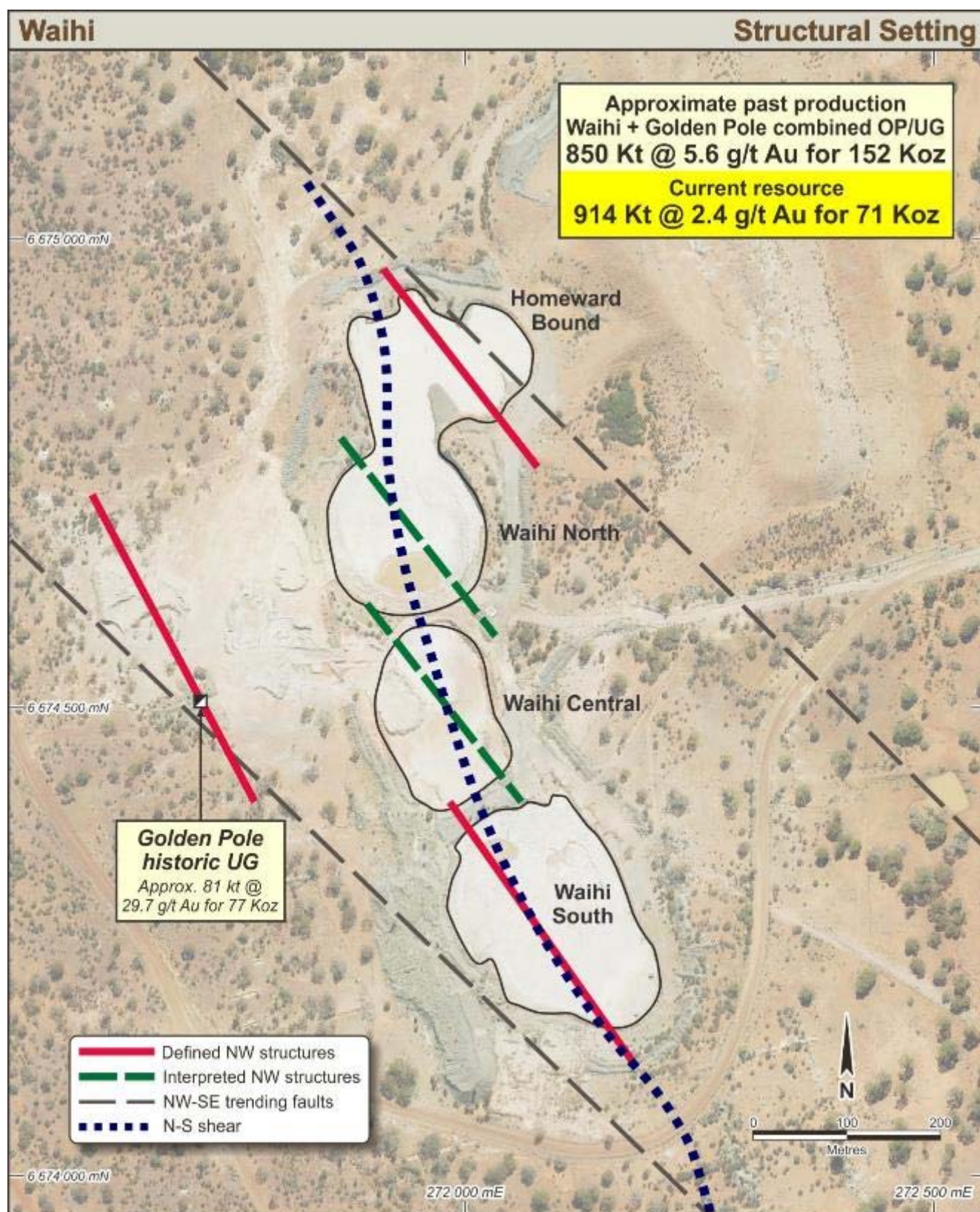


Figure 8: Waihi Interpreted Structural Setting. This image has been previously released in ASX announcement dated 22 February 2017.



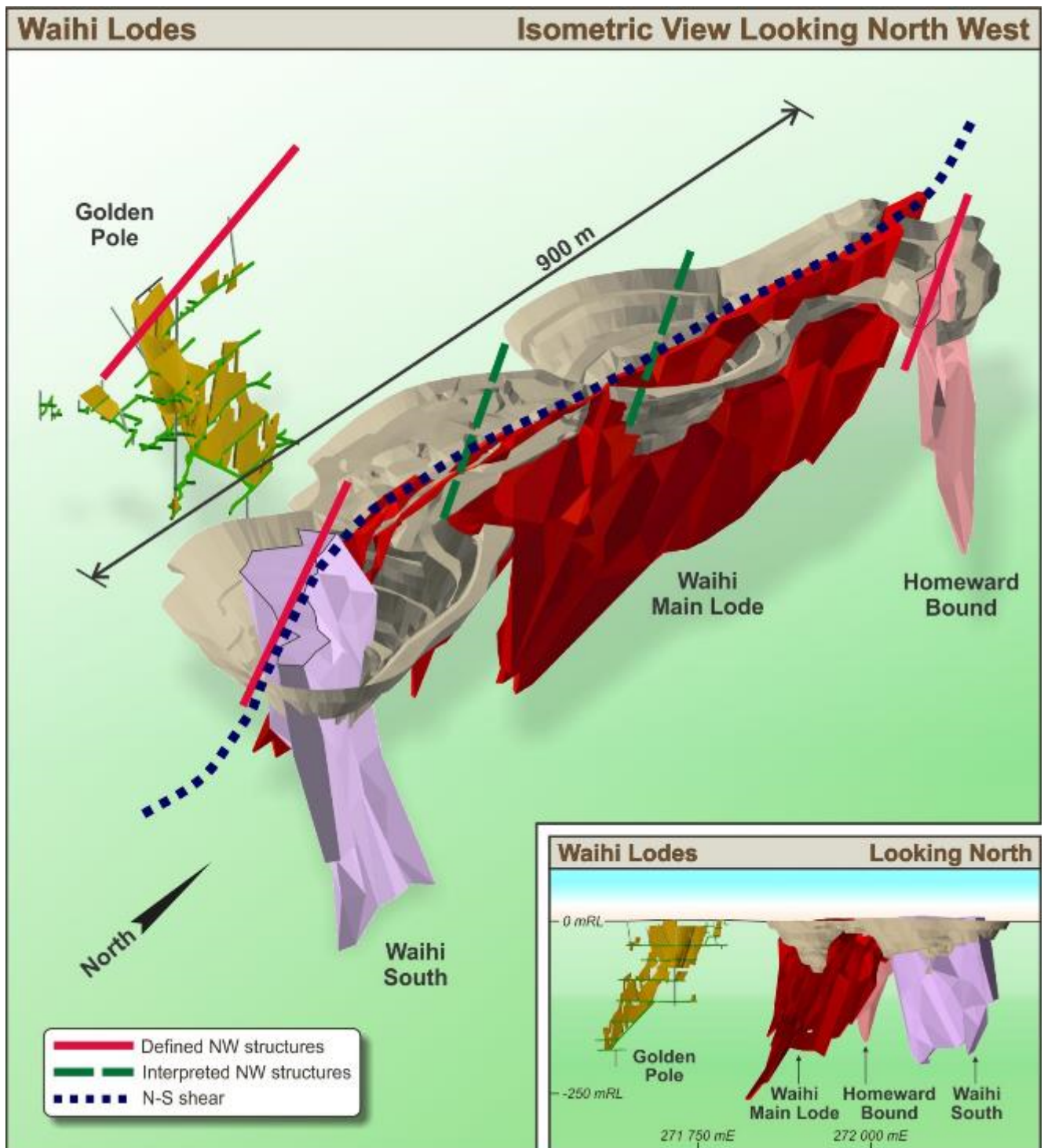


Figure 9: Waihi 3D Isometric View Looking to the North West (Not all lodes displayed). This image has been previously released in ASX announcement dated 22 February 2017.

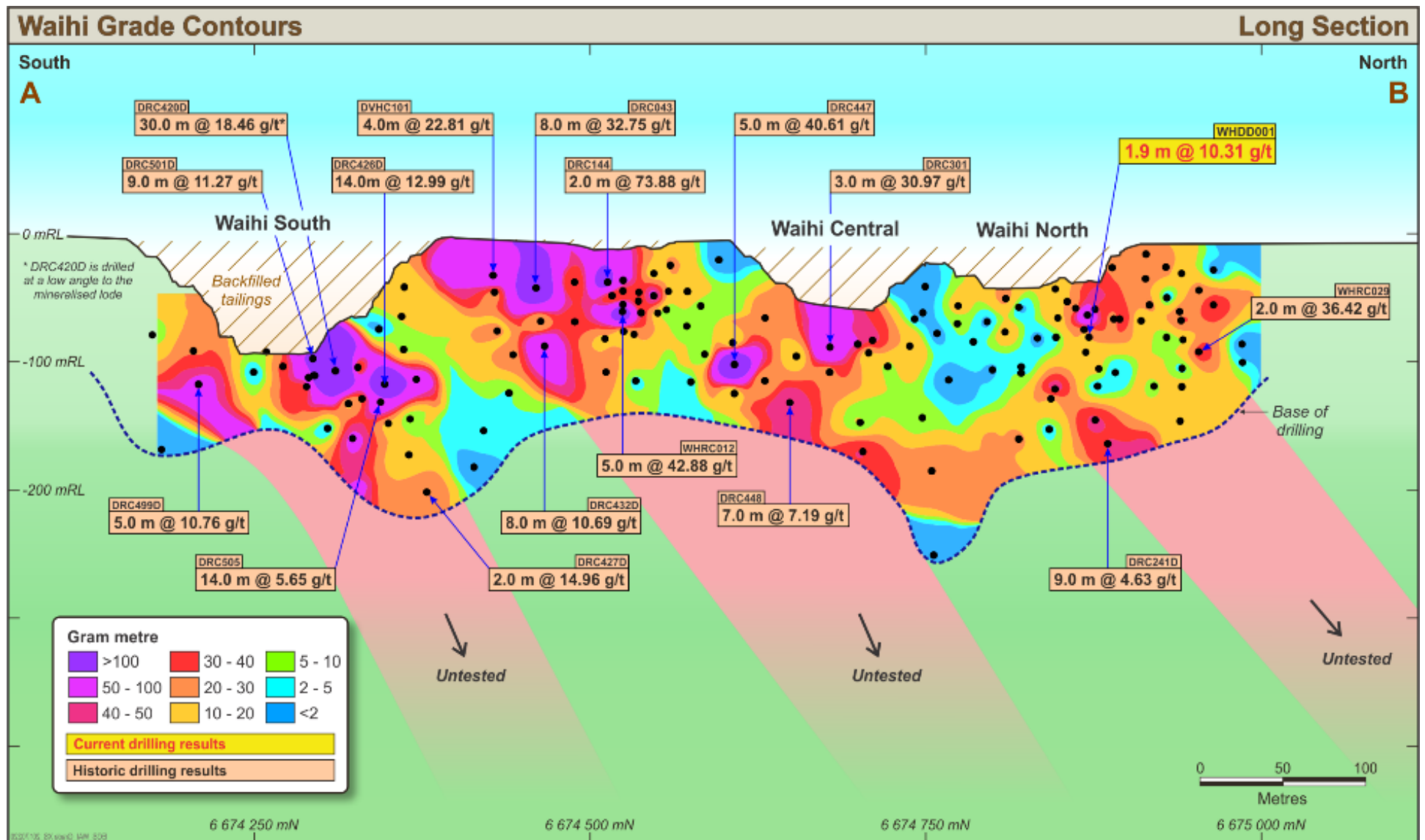


Figure 10: Waihi Long Section – gram metre contouring. This image has been previously released in ASX announcement dated 22 February 2017.

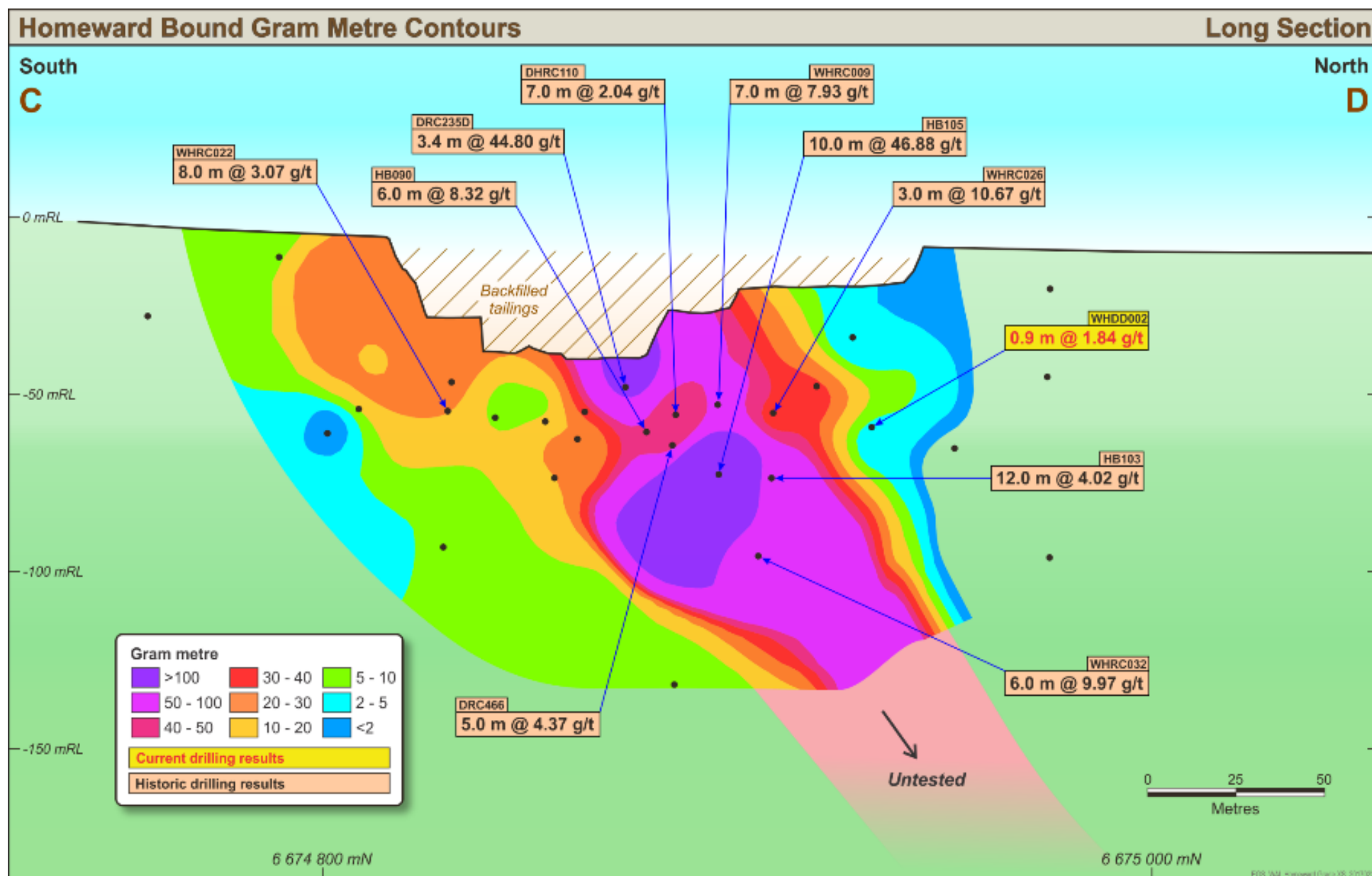


Figure 11: Homeward Long Section – gram metre contouring. This image has been previously released in ASX announcement dated 22 February 2017.



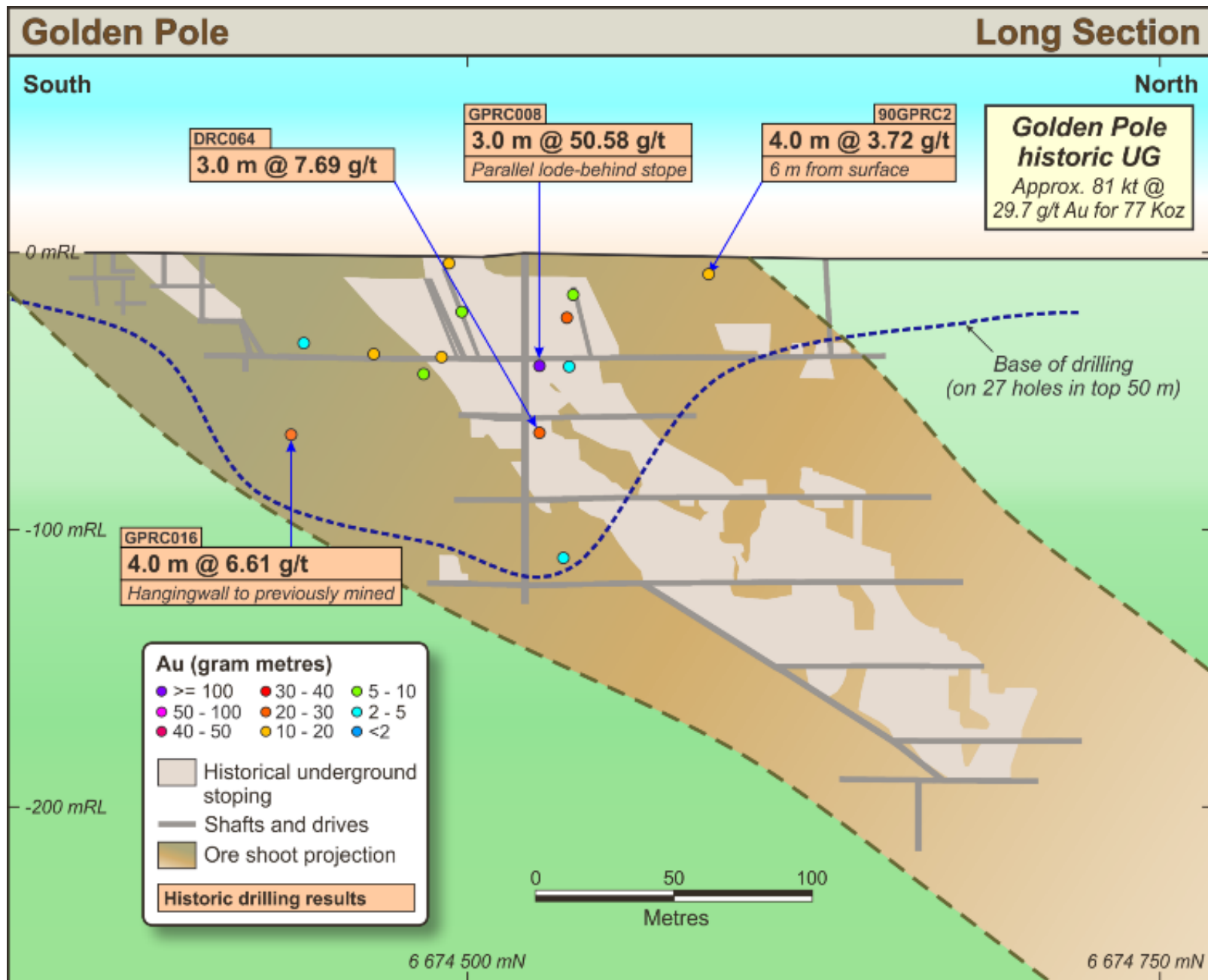


Figure 12: Golden Pole Long Section. This image has been previously released in ASX announcement dated 22 February 2017.

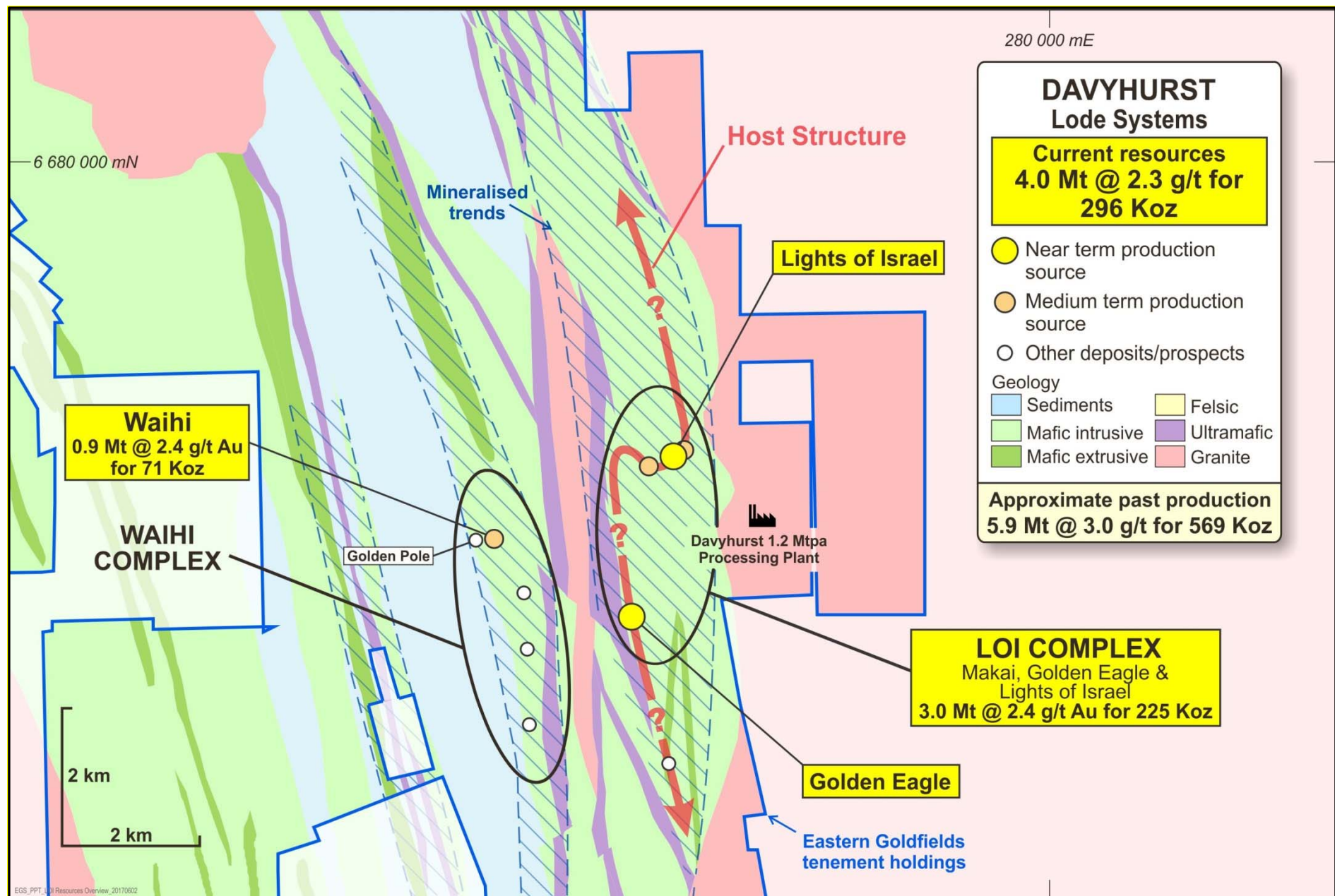


Figure 13: Davyhurst Project Location Plan.

## Mt Ida Project Area

The Mt Ida Project is located 126 kilometres north of the Company's Davyhurst operations. Historical production of 547,000t @ 17.2g/t Au for 302,000 ounces was derived through underground mining. The current Mineral Resource estimate stands at 318,000 tonnes at 13.8g/t Au for 141,000 ounces of gold.

Project work continued on the Mt Ida trend during the quarter, focusing on data validation and the development of geological models, as a precursor to drilling planning and resource updates.

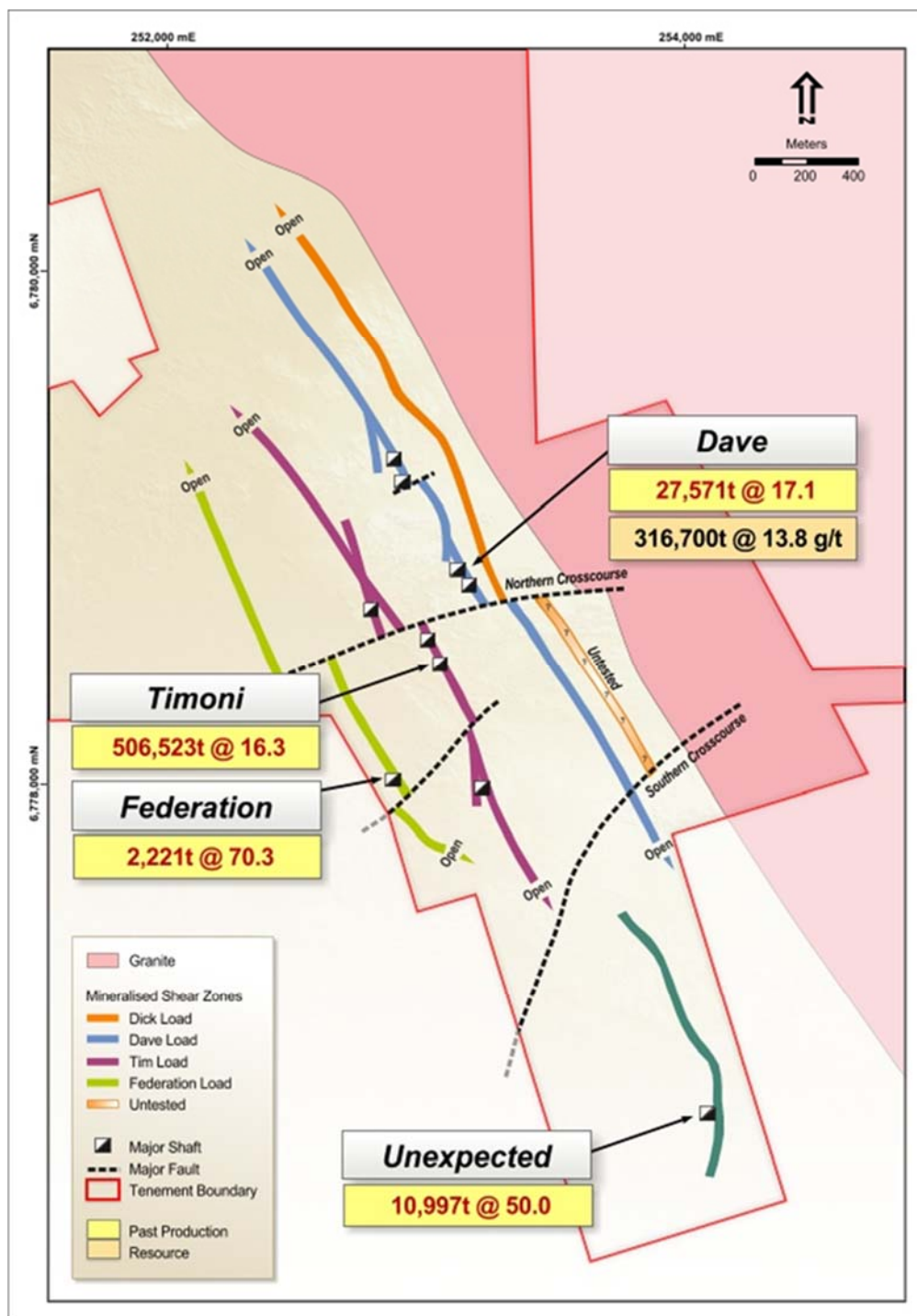
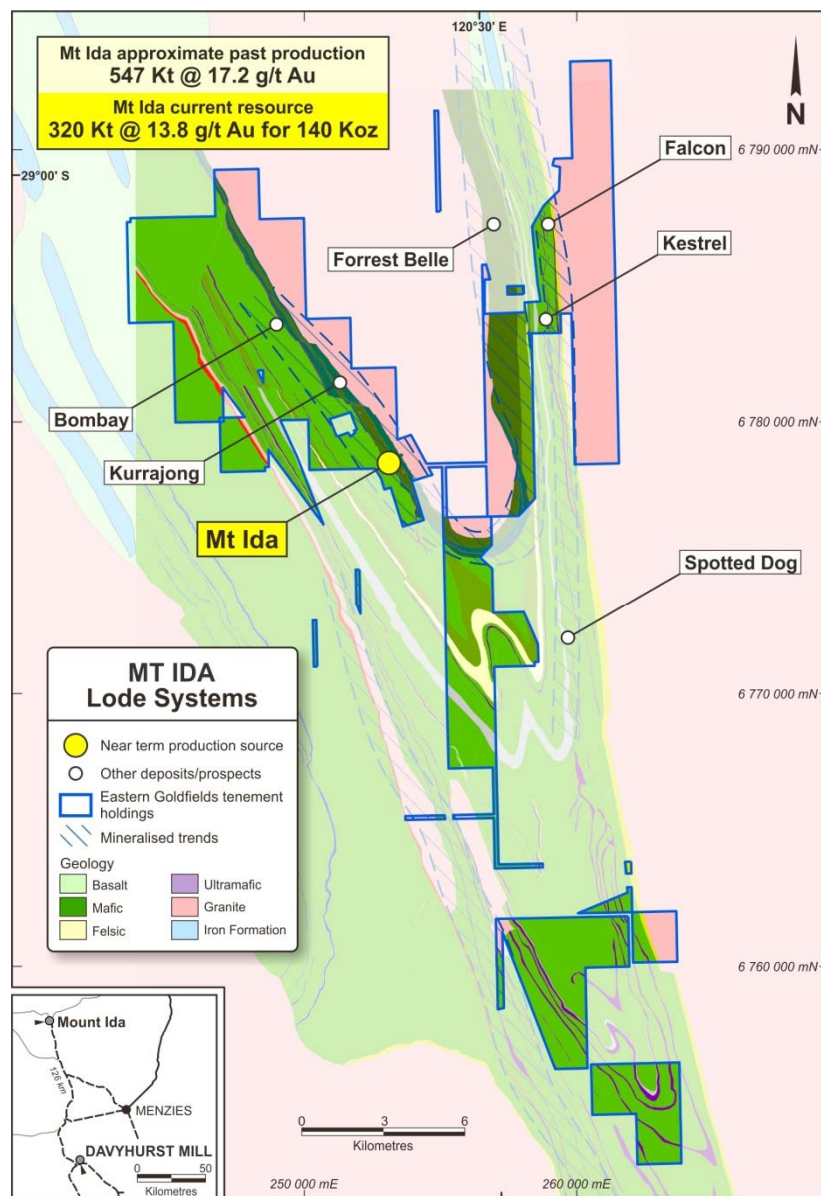


Figure 14: Mt Ida Project Location Plan.





**Figure 15 Mt Ida Project Regional Location Plan.**

## EXPLORATION UPDATE

The Exploration team continues to acquire, validate and examine base datasets for the region, including mapping, geophysical and geochemical data. Priority RC and diamond drill programmes are planned for the Peachtree-Young Australia, Siberia-Consols and the Timber Flats areas; the latter containing the poorly drilled-tested but historically rich Golden Wonder and Little Wonder workings, interpreted to lie proximal to the Zuleika Shear, north of the Lights of Israel Complex. The company expects to drill test these opportunities at the earliest opportunity.

## CORPORATE

On 4 July 2017, The Company announced that it had closed the Unmarketable Parcel Sale Facility for holders of parcels of shares worth less than \$500 (**Unmarketable Parcels**) in the Company (**UPS Facility**) on 30 June 2017. The Company provided the UPS Facility to holders of Unmarketable Parcels to sell their shares without incurring any brokerage or handling costs that could otherwise make a sale of their shares uneconomic or impractical. By completing the UPS Facility, the Company will reduce the administrative costs associated with maintaining a large number of small holdings. To date, no Unmarketable Parcels have been sold due to

a minimum price rule in the Company's Constitution. It is anticipated that the sales will occur soon after the Company's re-quotations to trading on the ASX.

On 12 July 2017, the Company received a writ of summons for proceedings in the Supreme Court of Western Australia commenced by GR Engineering Services (**GRES**) in relation to the Davyhurst Gold Project refurbishment contract entered into by GRES and the Company on 22 September 2016. The Order made by the Supreme Court of Western Australia to wind up Eastern Goldfields was subsequently set aside and the winding up process terminated with the Company returned to its Directors (ASX announcement 17 August 2017). Further details of the proceedings can be found in ASX announcements made by the Company dated 11 July, 14 July and 17 August 2017.

On 30 December 2015, the Company entered into a Settlement Deed with Stirling Resources Pty Ltd (**Stirling**) whereby it was agreed that 4.5 million ordinary shares in EGS (**Shares**) would be issued to Stirling within 6 months of commencement of gold production at its Davyhurst Gold Operation (see the Company's announcement to the ASX of 30 December 2015). The Board resolved to issue these Shares to Stirling in accordance with the Settlement Deed and the Shares were issued post the end of the quarter on 2 November 2017.

## **OUTLOOK**

Currently, the Company is moving towards steady state production based on treatment of existing low and medium grade surface stockpiles.

The Company expects to ramp up production during the December quarter, based on the introduction of higher grade open pit feed from the Siberia Mining Centre and ore becoming available from the Golden Eagle underground operation.

### ***Investor and Media Enquiries***

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### ***Competent Person Statement***

The information in this report that relates to Exploration Results, Exploration Targets and the Sand King and Missouri Mineral Resources is based on information compiled under the supervision of Mr Michael Thomson, an employee of Eastern Goldfields Limited, who is Member of the Australian Institute of Mining and Metallurgy. Mr Thomson 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'. Mr Thomson consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Mineral Resources (with the exception of the Sand King and Missouri Mineral Resources) is based on information compiled under the supervision of Mr Michael Thomson, an employee of Eastern Goldfields Limited, who is Member of the Australian Institute of Mining and Metallurgy. Mr Thomson 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 2004 and 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement. The Company confirms that the form and context in which the Competent Person's findings are presented have not been modified from the original announcement and, in the case of estimates of Mineral Resources, all material assumptions and technical parameters underpinning the estimates in the initial announcement continue to apply and have not materially changed. This information was prepared and first disclosed under the JORC Code 2004. It has 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 information in this report that relates to Ore Reserves is based on information compiled by Mr Craig Mann, who is an independent mining engineering consultant and a full-time employee of Entech Pty Ltd, and has sufficient relevant experience to advise Eastern Goldfields Limited on matters relating to mine design, mine scheduling, mining methodology and mining costs. Mr Mann is satisfied that the information provided in this statement has been determined to a PFS level of accuracy, based on the data provided by Eastern Goldfields Limited. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement. The Company confirms that the form and context in which the Competent Person's findings are presented have not been modified from the original announcement and, in the case of estimates of Ore Reserves, all material assumptions and technical parameters underpinning the estimates in the initial announcement continue to apply and have not materially changed.

#### ***Forward Looking Statements***

Eastern Goldfields Limited has prepared this announcement based on information available to it. No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions and conclusions contained in this announcement. To the maximum extent permitted by law, none of Eastern Goldfields Limited, its directors, employees or agents, advisers, nor any other person accepts any liability, including, without limitation, any liability arising from fault or negligence on the part of any of them or any other person, for any loss arising from the use of this announcement or its contents or otherwise arising in connection with it. This announcement is not an offer, invitation, solicitation or other recommendation with respect to the subscription for, purchase or sale of any security, and neither this announcement nor anything in it shall form the basis of any contract or commitment whatsoever. This announcement may contain forward looking statements that are subject to risk factors associated with gold exploration, mining and production businesses. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially, including but not limited to price fluctuations, actual demand, currency fluctuations, drilling and production results, reserve estimations, loss of market, industry competition, environmental risks, physical risks, legislative, fiscal and regulatory changes, economic and financial market conditions in various countries and regions, political risks, project delay or advancement, approvals and cost estimates.

**Table 2: EGS Mineral Resource Statement**

PROJECT	MEASURED		INDICATED		INFERRED		TOTAL MATERIAL		
	('000t)	(g/t Au)	('000t)	(g/t Au)	('000t)	(g/t Au)	('000t)	(g/t Au)	('000oz.)
GOLDEN EAGLE	0	0.0	345	2.5	311	2.6	656	2.5	54
LIGHTS OF ISRAEL UNDERGROUND	0	0.0	74	4.3	180	4.2	254	4.2	35
MAKAI SHOOT	0	0.0	1,985	2.0	153	1.7	2,138	2.0	136
WAIHI	0	0.0	805	2.4	109	2.4	914	2.4	71
<b>Central Davyhurst Subtotal</b>	<b>0</b>	<b>0.0</b>	<b>3,200</b>	<b>2.2</b>	<b>800</b>	<b>2.6</b>	<b>3,962</b>	<b>2.3</b>	<b>296</b>
LADY GLADYS	0	0.0	1,858	1.9	190	2.4	2,048	1.9	128
RIVERINA AREA	0	0.0	941	2.4	1,644	2.5	2,585	2.5	205
FOREHAND	0	0.0	386	1.7	436	1.9	822	1.8	48
SILVER TONGUE	0	0.0	155	2.7	19	1.3	174	2.5	14
SUNRAYSA	0	0.0	175	2.1	318	2.0	493	2.0	32
<b>Riverina-Mulline Subtotal</b>	<b>0</b>	<b>0.0</b>	<b>3,515</b>	<b>2.1</b>	<b>2,607</b>	<b>2.3</b>	<b>6,122</b>	<b>2.2</b>	<b>427</b>
SAND KING	0	0.0	1,773	3.3	680	3.7	2,453	3.4	272
MISSOURI	0	0.0	2,022	3.0	409	2.6	2,431	2.9	227
PALMERSTON / CAMPERDOWN	0	0.0	118	2.3	174	2.4	292	2.4	22
BERWICK MOREING	0	0.0	0	0.0	50	2.3	50	2.3	4
BLACK RABBIT	0	0.0	0	0.0	434	3.5	434	3.5	49
THIEL WELL	0	0.0	0	0.0	18	6.0	18	6.0	3
<b>Siberia Subtotal</b>	<b>0</b>	<b>0.0</b>	<b>3,913</b>	<b>3.1</b>	<b>1,765</b>	<b>3.2</b>	<b>5,678</b>	<b>3.1</b>	<b>577</b>
CALLION	0	0.0	86	2.8	83	2.3	169	2.6	14
<b>Callion Subtotal</b>	<b>0</b>	<b>0.0</b>	<b>86</b>	<b>2.8</b>	<b>83</b>	<b>2.3</b>	<b>169</b>	<b>2.6</b>	<b>14</b>
FEDERAL FLAG	32	2.0	112	1.8	238	2.5	382	2.3	28
SALMON GUMS	0	0.0	199	2.8	108	2.9	307	2.8	28
WALHALLA	0	0.0	448	1.8	216	1.4	664	1.7	36
WALHALLA NORTH	0	0.0	94	2.4	13	3.0	107	2.5	9
MT BANJO	0	0.0	109	2.3	126	1.4	235	1.8	14
MACEDON	0	0.0	0	0.0	186	1.8	186	1.8	11
<b>Walhalla Subtotal</b>	<b>32</b>	<b>2.0</b>	<b>962</b>	<b>2.1</b>	<b>887</b>	<b>2.0</b>	<b>1,881</b>	<b>2.1</b>	<b>126</b>
IGUANA	0	0.0	690	2.1	2,032	2.0	2,722	2.0	177
LIZARD	106	4.0	75	3.7	13	2.8	194	3.8	24
<b>Lady Ida Subtotal</b>	<b>106</b>	<b>4.0</b>	<b>765</b>	<b>2.3</b>	<b>2,045</b>	<b>2.0</b>	<b>2,916</b>	<b>2.1</b>	<b>201</b>
<b>Davyhurst Total</b>	<b>138</b>	<b>3.5</b>	<b>12,441</b>	<b>2.5</b>	<b>8,187</b>	<b>2.4</b>	<b>20,728</b>	<b>2.4</b>	<b>1,641</b>
BALDOCK	0	0.0	136	18.6	0	0.0	136	18.6	81
BALDOCK STH	0	0.0	0	0.0	0	0.0	0	0.0	0
METEOR	0	0.0	0	0.0	143	9.3	143	9.3	43
WHINNEN	0	0.0	0	0.0	39	13.3	39	13.3	17
<b>Mount Ida Total</b>	<b>0</b>	<b>0.0</b>	<b>136</b>	<b>18.6</b>	<b>182</b>	<b>10.2</b>	<b>318</b>	<b>13.8</b>	<b>141</b>
<b>Combined Total</b>	<b>138</b>	<b>3.5</b>	<b>12,577</b>	<b>2.7</b>	<b>8,369</b>	<b>2.6</b>	<b>21,046</b>	<b>2.6</b>	<b>1,782</b>

1. All Resources listed above with the exception of the Missouri and Sand King Resources were prepared and first disclosed under the JORC Code 2004 (refer to ASX release "Swan Gold Prospectus", 13/2/2013). It has not been updated since to comply with JORC Code 2012 on the basis that the information has not materially changed since it was last reported.
2. The Missouri and Sand King Mineral Resources has been updated and complies with all relevant aspects of the JORC code 2012.
3. The above table contains rounding errors

**Table 3: EGS Mineral Reserve Statement**

Reserve	Proven		Probable		Total		
	('000t)	(g/t Au)	('000t)	(g/t Au)	('000t)	(g/t Au)	('000oz.)
Missouri - Dec 2016	-	-	1,205	2.2	1,205	2.2	85
Sand King – Feb 217	-	-	8,20	2.5	820	2.5	65
<b>Combined Total</b>	<b>-</b>	<b>-</b>	<b>2,025</b>	<b>2.3</b>	<b>2,025</b>	<b>2.3</b>	<b>150</b>



## Appendix 1: Tenement Listing and Movements During the Quarter

Tenement	Status	Mineral Field	Beginning %	End %	Note
E16/0332	Granted	16 - Coolgardie	100	100	
E16/0337	Granted	16 - Coolgardie	100	100	
E16/0344	Granted	16 - Coolgardie	75	75	1
E16/0347	Granted	16 - Coolgardie	100	100	
E16/0456	Granted	16 - Coolgardie	100	100	
E16/0473	Granted	16 - Coolgardie	100	100	
E16/0474	Granted	16 - Coolgardie	100	100	
E16/0475	Granted	16 - Coolgardie	100	100	
E16/0480	Granted	16 - Coolgardie	100	100	
E16/0482	Granted	16 - Coolgardie	100	100	
E16/0483	Granted	16 - Coolgardie	100	100	
E16/0484	Granted	16 - Coolgardie	100	100	
E16/0486	Granted	16 - Coolgardie	100	100	
E16/0487	Granted	16 - Coolgardie	100	100	
E29/0640	Granted	29 - North Coolgardie	100	100	2
E29/0641	Granted	29 - North Coolgardie	100	100	2
E29/0889	Granted	29 - North Coolgardie	100	100	4
E29/0895	Granted	29 - North Coolgardie	100	100	
E29/0955	Granted	29 - North Coolgardie	100	100	
E29/0964	Granted	29 - North Coolgardie	100	100	
E30/0333	Granted	30 - North Coolgardie	100	100	4
E30/0334	Granted	30 - North Coolgardie	100	100	
E30/0335	Granted	30 - North Coolgardie	100	100	
E30/0336	Granted	30 - North Coolgardie	100	100	
E30/0338	Granted	30 - North Coolgardie	100	100	
E30/0449	Granted	30 - North Coolgardie	100	100	
E30/0454	Granted	30 - North Coolgardie	100	100	
E30/0468	Granted	30 - North Coolgardie	100	100	
L15/0224	Granted	15 - Coolgardie	100	100	
L16/0058	Granted	16 - Coolgardie	100	100	
L16/0062	Granted	16 - Coolgardie	100	100	
L16/0072	Granted	16 - Coolgardie	100	100	
L16/0073	Granted	16 - Coolgardie	100	100	
L16/0077	Dead	16 - Coolgardie	100	0	
L16/0103	Granted	16 - Coolgardie	100	100	
L24/0085	Granted	24 - Broad Arrow	100	100	
L24/0101	Granted	24 - Broad Arrow	100	100	
L24/0115	Granted	24 - Broad Arrow	100	100	
L24/0123	Granted	24 - Broad Arrow	100	100	
L24/0124	Granted	24 - Broad Arrow	100	100	
L24/0170	Granted	24 - Broad Arrow	100	100	
L24/0174	Granted	24 - Broad Arrow	100	100	
L24/0188	Granted	24 - Broad Arrow	100	100	
L24/0189	Granted	24 - Broad Arrow	100	100	

L24/0224	Granted	24 - Broad Arrow	100	100	
L24/0232	Granted	24 - Broad Arrow	100	100	
L24/0233	Granted	24 - Broad Arrow	100	100	
L29/0034	Dead	29 - North Coolgardie	100	0	
L29/0038	Dead	29 - North Coolgardie	100	0	
L29/0040	Dead	29 - North Coolgardie	100	0	
L29/0074	Granted	29 - North Coolgardie	100	100	
L30/0035	Granted	30 - North Coolgardie	100	100	
L30/0037	Granted	30 - North Coolgardie	100	100	
L30/0043	Granted	30 - North Coolgardie	100	100	
M16/0262	Granted	16 - Coolgardie	100	100	
M16/0263	Granted	16 - Coolgardie	100	100	
M16/0264	Granted	16 - Coolgardie	100	100	
M16/0268	Granted	16 - Coolgardie	100	100	
M16/0470	Granted	16 - Coolgardie	100	100	
M24/0039	Granted	24 - Broad Arrow	100	100	5
M24/0115	Granted	24 - Broad Arrow	100	100	
M24/0159	Granted	24 - Broad Arrow	100	100	
M24/0208	Granted	24 - Broad Arrow	100	100	
M24/0376	Granted	24 - Broad Arrow	100	100	
M24/0634	Granted	24 - Broad Arrow	100	100	4
M24/0660	Granted	24 - Broad Arrow	100	100	4
M24/0663	Granted	24 - Broad Arrow	100	100	4
M24/0664	Granted	24 - Broad Arrow	100	100	4
M24/0665	Granted	24 - Broad Arrow	100	100	6
M24/0683	Granted	24 - Broad Arrow	100	100	4
M24/0686	Granted	24 - Broad Arrow	100	100	4
M24/0757	Granted	24 - Broad Arrow	100	100	4
M24/0772	Granted	24 - Broad Arrow	100	100	4
M24/0797	Granted	24 - Broad Arrow	100	100	4
M24/0845	Granted	24 - Broad Arrow	100	100	4
M24/0846	Granted	24 - Broad Arrow	100	100	4
M24/0847	Granted	24 - Broad Arrow	100	100	4
M24/0848	Granted	24 - Broad Arrow	100	100	4
M24/0915	Granted	24 - Broad Arrow	100	100	4
M24/0916	Granted	24 - Broad Arrow	100	100	4
M24/0960	Granted	24 - Broad Arrow	100	100	
M29/0002	Granted	29 - North Coolgardie	100	100	2
M29/0165	Granted	29 - North Coolgardie	100	100	2
M29/0422	Granted	29 - North Coolgardie	100	100	2
M30/0102	Granted	30 - North Coolgardie	100	100	
M30/0103	Granted	30 - North Coolgardie	100	100	
M30/0111	Granted	30 - North Coolgardie	100	100	
M30/0123	Granted	30 - North Coolgardie	100	100	
M30/0126	Granted	30 - North Coolgardie	100	100	
M30/0127	Granted	30 - North Coolgardie	100	100	4

M30/0133	Granted	30 - North Coolgardie	100	100	4
M30/0157	Granted	30 - North Coolgardie	100	100	4
M30/0182	Granted	30 - North Coolgardie	100	100	4
M30/0187	Granted	30 - North Coolgardie	100	100	
M30/0253	Granted	30 - North Coolgardie	100	100	
M30/0255	Granted	30 - North Coolgardie	100	100	
M30/0256	Granted	30 - North Coolgardie	100	100	
P16/2774	Granted	16 - Coolgardie	100	100	
P16/2775	Granted	16 - Coolgardie	100	100	
P16/2921	Granted	16 - Coolgardie	100	100	
P16/2922	Granted	16 - Coolgardie	100	100	
P24/4395	Granted	24 - Broad Arrow	100	100	4
P24/4396	Granted	24 - Broad Arrow	100	100	4
P24/4400	Granted	24 - Broad Arrow	100	100	4
P24/4401	Granted	24 - Broad Arrow	100	100	4
P24/4402	Granted	24 - Broad Arrow	100	100	4
P24/4403	Granted	24 - Broad Arrow	100	100	4
P24/4750	Granted	24 - Broad Arrow	100	100	
P24/4751	Granted	24 - Broad Arrow	100	100	
P24/4754	Granted	24 - Broad Arrow	100	100	
P24/5073	Granted	24 - Broad Arrow	100	100	
P24/5074	Granted	24 - Broad Arrow	100	100	
P24/5075	Granted	24 - Broad Arrow	100	100	
P29/2310	Granted	29 - North Coolgardie	100	100	2
P29/2311	Granted	29 - North Coolgardie	100	100	2
P29/2312	Granted	29 - North Coolgardie	100	100	2
P29/2313	Granted	29 - North Coolgardie	100	100	2
P29/2314	Granted	29 - North Coolgardie	100	100	2
P29/2315	Granted	29 - North Coolgardie	100	100	2
P29/2316	Granted	29 - North Coolgardie	100	100	2
P29/2317	Granted	29 - North Coolgardie	100	100	2
P29/2318	Granted	29 - North Coolgardie	100	100	2
P29/2319	Granted	29 - North Coolgardie	100	100	2
P29/2320	Granted	29 - North Coolgardie	100	100	2
P29/2321	Granted	29 - North Coolgardie	100	100	2
P29/2322	Granted	29 - North Coolgardie	100	100	2
P29/2323	Granted	29 - North Coolgardie	100	100	2
P29/2324	Granted	29 - North Coolgardie	100	100	2
P29/2325	Granted	29 - North Coolgardie	100	100	2
P29/2326	Granted	29 - North Coolgardie	100	100	2
P29/2327	Granted	29 - North Coolgardie	100	100	2
P29/2328	Granted	29 - North Coolgardie	100	100	2
P30/1074	Granted	30 - North Coolgardie	100	100	4
P30/1107	Granted	30 - North Coolgardie	100	100	
P30/1108	Granted	30 - North Coolgardie	100	100	
P30/1109	Granted	30 - North Coolgardie	100	100	

P30/1110	Granted	30 - North Coolgardie	100	100	4
P30/1111	Granted	30 - North Coolgardie	100	100	4
P30/1112	Granted	30 - North Coolgardie	100	100	4
P30/1113	Granted	30 - North Coolgardie	100	100	4
P30/1114	Granted	30 - North Coolgardie	100	100	4
P30/1115	Granted	30 - North Coolgardie	100	100	4
P30/1116	Granted	30 - North Coolgardie	100	100	4
P30/1117	Granted	30 - North Coolgardie	100	100	4
P30/1118	Granted	30 - North Coolgardie	100	100	4
P30/1119	Granted	30 - North Coolgardie	100	100	4
P30/1120	Granted	30 - North Coolgardie	100	100	4
P30/1121	Granted	30 - North Coolgardie	100	100	4
P30/1122	Granted	30 - North Coolgardie	100	100	4

#### Notes

- 1 EGS holds a % interest in gold rights
- 2 100% interest in iron rights held by 3rd party
- 3 100% interest in iron and nickel rights held by 3rd party
- 4 100% interest in nickel rights held by 3rd party
- 5 100% interest in gold rights held by EGS
- 6 90% interest in all mineral rights barr nickel held by EGS
- 7 Interest dissolved



## 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

Eastern Goldfields Limited

### ABN

69 100 038 266

### Quarter ended ("current quarter")

30 September 2017

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
<b>1.</b>	<b>Cash flows from operating activities</b>		
1.1	Receipts from customers	1,353	1,353
1.2	Payments for		
	(a) exploration & evaluation	(544)	(544)
	(b) development	(2,517)	(2,517)
	(c) production	(816)	(816)
	(d) staff costs	(1,296)	(1,296)
	(e) administration and corporate costs	(682)	(682)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	(1)	(1)
1.6	Income taxes paid	-	-
1.7	Research and development refunds	-	-
1.8	GST refund received	2,862	2,862
<b>1.9</b>	<b>Net cash from / (used in) operating activities</b>	<b>(1,641)</b>	<b>(1,641)</b>

<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</b>
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>-</b>	<b>-</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	-	-
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	151	151
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	1,800	1,800
3.6	Repayment of borrowings	(287)	(287)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>1,664</b>	<b>1,664</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	13	13
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,641)	(1,641)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,664	1,664
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>37</b>	<b>37</b>

<b>5. Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1 Bank balances	37	13
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>37</b>	<b>13</b>

**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**

--

**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**

2,638

-

All payments to related entities and associates are on normal commercial terms. The payments relate to management, staff, office and drilling expenses.



## Mining exploration entity and oil and gas exploration entity quarterly report

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
8.1 Loan facilities	25,000	15,000
8.2 Credit standby arrangements	10,000	3,900
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.		

Investec Australia Limited has granted debt facilities totalling A\$25 million.

The Credit Approved Facilities comprise:

- Revolving Loan Facility of A\$15m;
- Equity Linked Facility of A\$10m.

Additional Stand-by Facilities have been provide by Investmet of A\$10m

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	2,000
9.2 Development	5,000
9.3 Production	10,000
9.4 Staff costs	1,500
9.5 Administration and corporate costs	700
9.6 Other (provide details if material)	100
<b>9.7 Total estimated cash outflows</b>	<b>19,300</b>

<b>10. Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	L16/77 L29/34 L29/38 L29/40	Relinquished	100%	0%
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.



3 November 2017

Sign here: .....  
(Director/~~Company secretary~~)

Date: .....

MICHAEL FOTIOS

Print name: .....

**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.