

## Activities Report for Quarter ended 30 June 2017

### HIGHLIGHTS

- Refurbishment of the 1.2Mtpa Davyhurst Mill completed during the quarter, with progressive commissioning of crushing, grinding gravity and leach circuits commenced
- First gold pour at Davyhurst announced post quarter end
- Approximately 25Kt of low grade and 9Kt of medium grade commissioning feed on Davyhurst ROM
- Open pit mining fleet mobilised to site and commenced early works at Siberia
- Underground mining fleet mobilised to site and commenced early works at Golden Eagle
- Formal Exploration Farm-In Joint Venture Agreement signed with Intermin Resources Limited (ASX:IRC) and its wholly owned subsidiary

### 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.

Commissioning of the Company's 1.2Mtpa gold processing plant, the Davyhurst Mill, was completed during the quarter, with the crushing circuit fully operational and the grinding-gravity circuit nearing completion. Open pit mining operations at Siberia commenced to supply low-grade ore feedstock to support the mill's commissioning.

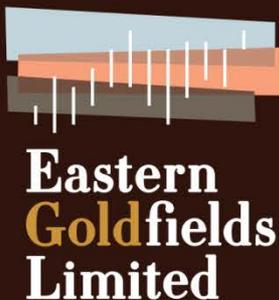
During the quarter, approximately 57,500t @ 1.3g/t of low grade ore was hauled to the processing plant ROM pad, ready for processing. A further 40,000t @ 1.2g/t was mined at Siberia and stockpiled post the quarter end and to the date of this report.

Post the end of the quarter, on 25 July 2017, the Company announced that the first gold pour has been completed at the recently commissioned Davyhurst Mill.

#### Processing Plant Refurbishment and Site Engineering Works

At the end of the quarter, the plant refurbishment project was complete, with system commissioning status underway as follows:

- Refurbishment of the 1.2Mtpa mill complete
- Crushing circuit commissioned 20 June 2017
- Oxygen tanks commissioned, loaded and ready for operation
- New cyanide tank installed, commissioning expected early next week
- Raw water dam completed, ready to accept water
- 5.5MW containerised diesel power station and 550,000 litre fuel storage facility commissioned



#### 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: \$0.285  
Market Capitalisation:  
\$159.7m  
Cash as at 30/06/2017:  
\$13,000\*

\*Excluding total debt facilities  
of \$35.0m, see ASX  
announcement 31 Jan 2017.  
Drawn to date \$15.7m

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## Open Pit Mining

The open pit mining fleet was mobilised to the Siberia open pit project, located 37 kilometres from the processing plant, to complete site establishment works in preparation for the commencement of mining. Early works included grubbing and top soil stripping, the construction of 2.5 kilometres of direct haul road linking the mine to the Ora Banda – Davyhurst road, ROM pad construction and the mining of the Sand King low grade stockpile.

At the end of the quarter, an RC drilling rig arrived on site in preparation for the commencement of grade control drilling of the southern portion of the Sand King deposit.

## Underground Mining

Development of the Golden Eagle decline commenced during the quarter, with portal access works being undertaken. This was preceded by the dewatering of the Golden Eagle pit. Establishment of the portal continued at quarter end.



**Figure 1: First ore being processed through crushing circuit (stockpiled ore in background).**



**Figure 2: Overview of crushing circuit.**



Figure 3: New mill control room, Nelson concentrator and Acacia reactor installations.

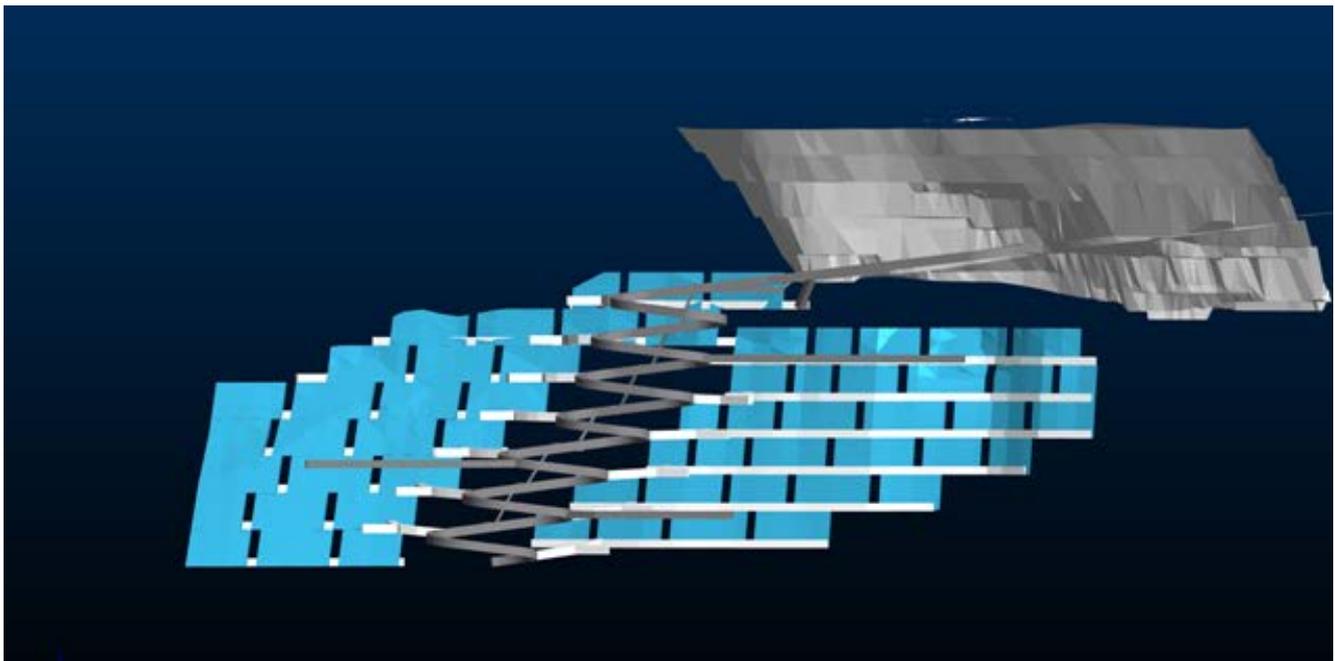


Figure 4: General underground design lay-out for Golden Eagle.

## PROJECT DEVELOPMENT UPDATE

Resource definition drilling activities progressed steadily in the quarter with **13 diamond** holes for a total of **1,680** metres drilled at the Riverina Deposit as part of a Mineral Resource upgrade program. The drill core samples are currently being processed and assembled on site and will be dispatched for assaying in the next quarter. The majority of the on ground based activities remained focused on the Riverina Project. Drilling is scheduled to continue, with Riverina, Callion and Waihi expected to receive the majority of the Resource definition attention in 2017.

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

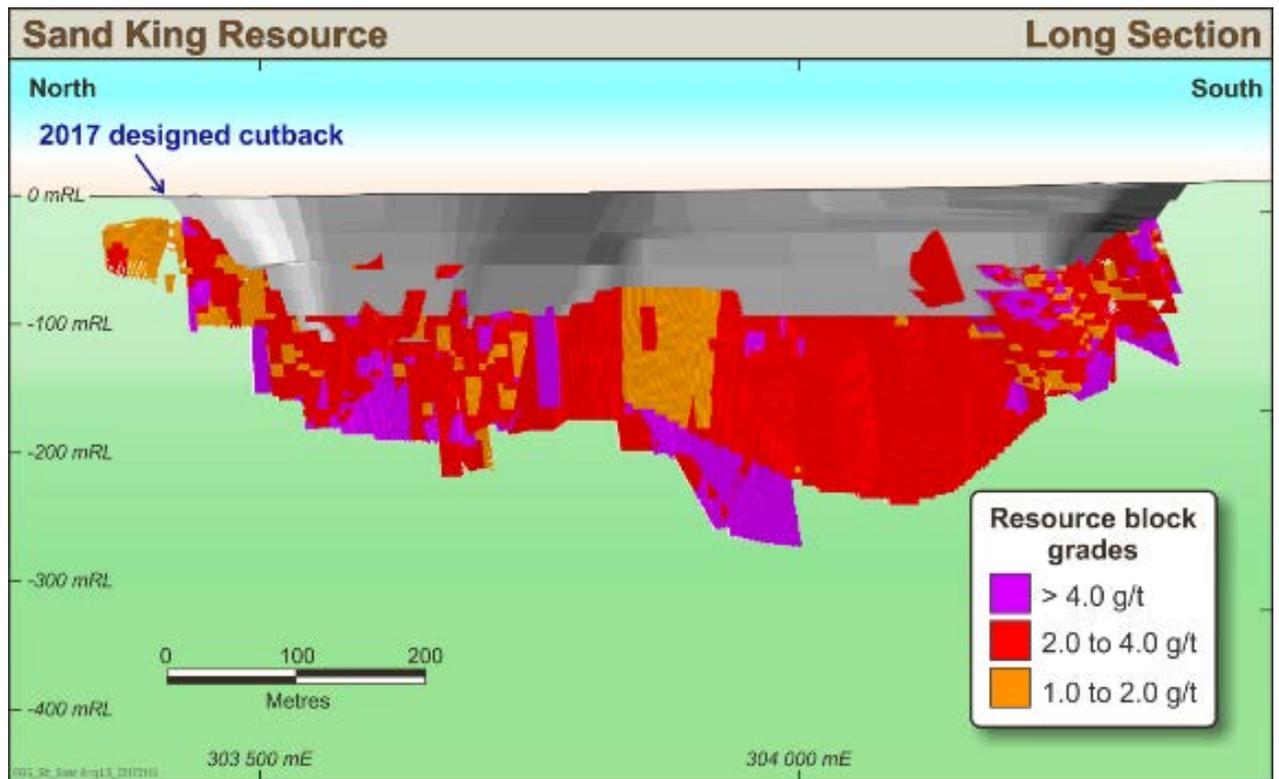
Prospect	No of Holes	Total Metres
Riverina Deposit DD	13	1680
<b>Grand Total</b>	<b>13</b>	<b>1680</b>

**Siberia Project Area**

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, namely Sand King and Missouri, are at a mine-ready state as recently announced (3 January 2017 and 15 December 2016 respectively).

With the completion of drilling during December 2016 quarter, a JORC 2012 Mineral Resource and Reserve were completed on the Missouri and Sand King Deposits during the first quarter of 2017. These deposits have been handed over to the Operations team to proceed with open pit mining.

Near mine exploration evaluation continues, with a focus on assessing satellite deposits in the immediate surrounds, namely Palmerston and Camperdown, while also progressing the underground potential of the Missouri and Sand king deposits.



**Figure 5: Sand King Mineral Resource Long Section.**

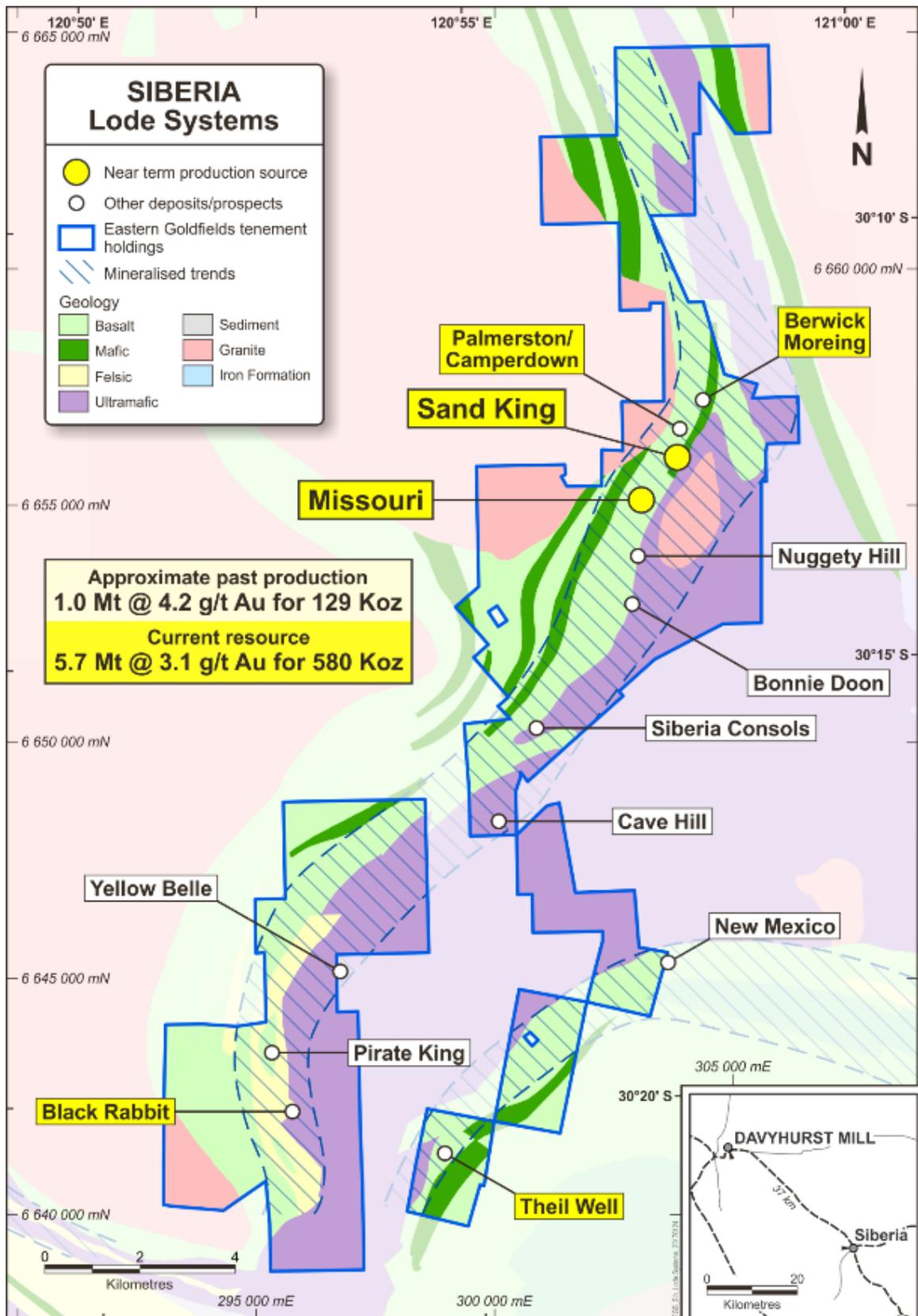


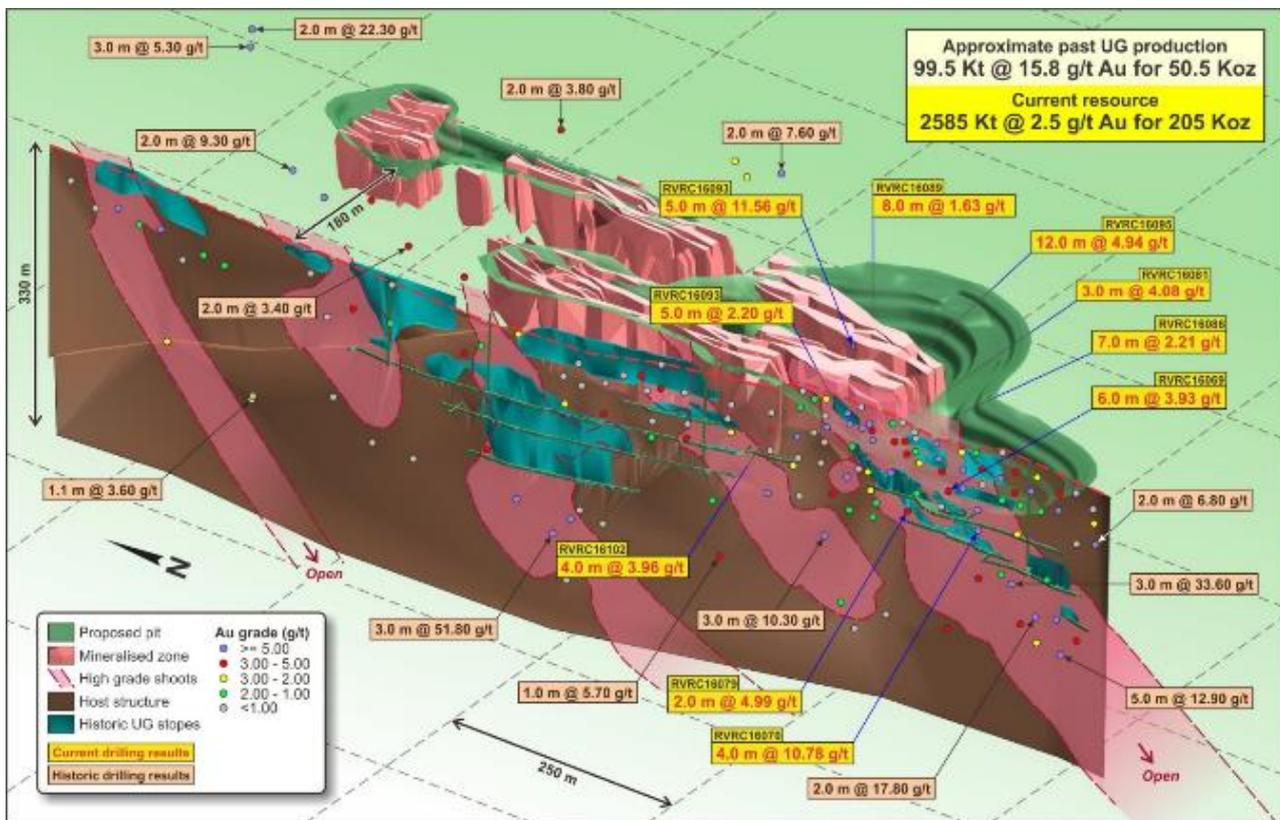
Figure 6: Siberia Project Location Plan.

## 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.

A total of 13 holes for 1,680 drill metres were completed at Riverina during the reporting period. The drill core samples are currently being processed and assembled on site and will be dispatched for assaying in the next quarter. Drilling is ongoing at Riverina with the aim of providing an updated JORC Code 2012 compliant Resource and Reserve. Drilling has focussed on extensions of the main line of lode to the south (RVDD16051, RVDD16052) and the Central lode (RVDD16018, RVDD16027, RVDD028) to the north. Drilling has intersected an intercollated series of mafic volcanics, fine grained sediments and ultramafic lithology. Two distinct basalts have been intersected to the east, a pillow basalt and a more massive fine grained basalt. Fine grained sediments consisting of shales, pale grey shales and dark sulphidic shales have also been intersected. Two distinct ultramafic units exist on the western flanks of the project. A foliated talc chlorite ultramafic and a coarser grained actinolite chlorite ultramafic further to the west. Mineralisation is consistently related to an intense silicification but is not restricted to a particular rock type. The sulphide assemblage associated with brecciated quartz veins in the Central Lode consists of Galena, Sphalerite, Arsenopyrite with abundant fine gold. Drilling of Reggie’s (east) lode showed an intensely silicified light grey shale with pyrite and pyrrhotite.

The focus of the current drill program is to upgrade the existing Mineral Resource to a mine ready state, which will culminate in the generation of a higher confidence Resource model based on comprehensive 3D geological, structural, mineralisation and metallurgical models. Riverina has a long history of underground mining (100Kt @ 15.8g/t Au), in addition to a more recent shallow open pit mining event (22Kt @ 1.78g/t Au) that focused on the eastern footwall lodes. The planned drilling program is aimed at infill drilling of the eastern lodes, while also assessing the underground potential of the main lodes.



**Figure 7: Riverina Isometric with Recent Results. Note: Refer ASX Announcements dated 12 and 25 January 2017 for previously released drill holes.**

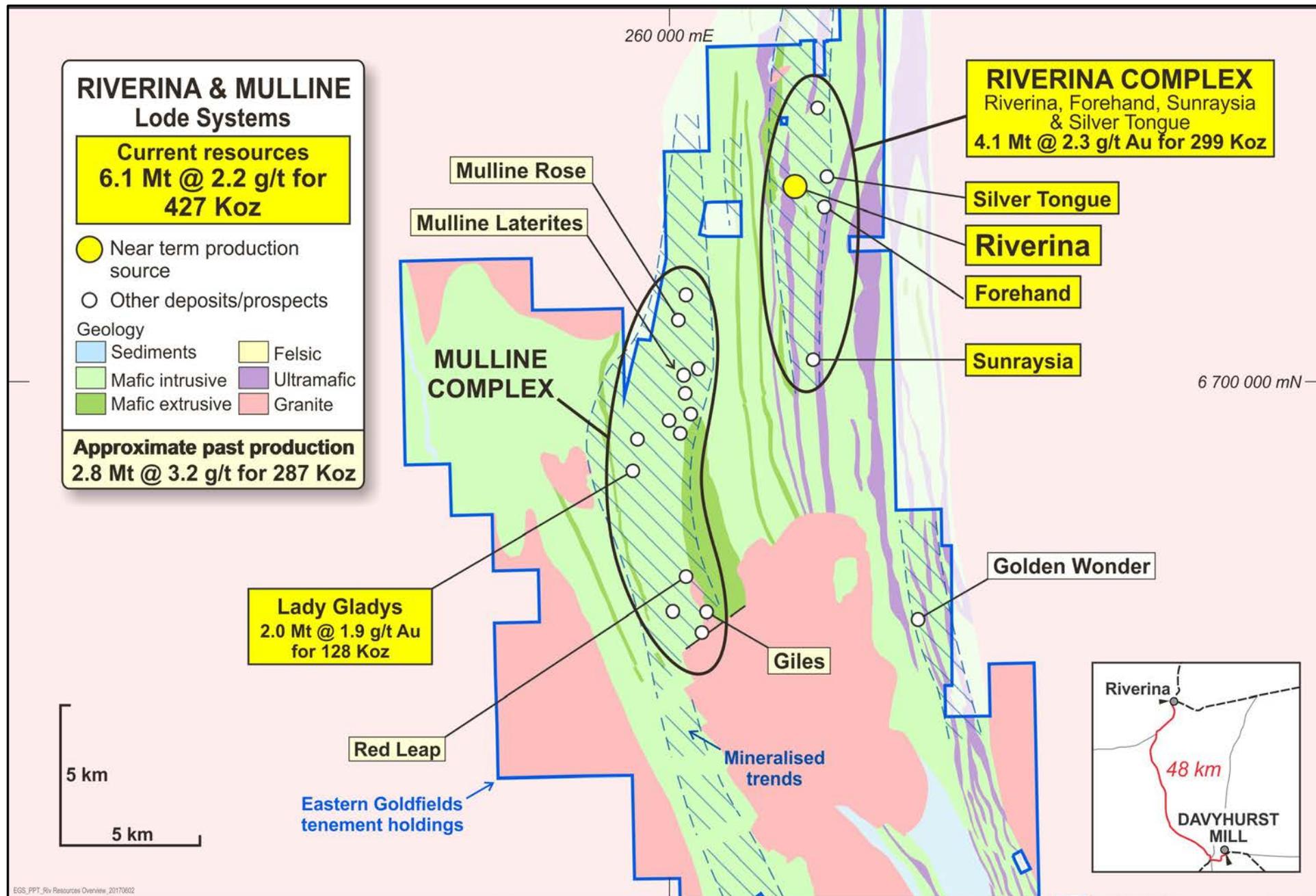


Figure 8: Riverina Project Location Plan.

## **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.

During the quarter significant work has been carried out on the geology and mineralisation model, including pit mapping and 1:1,000 prospect scale surface mapping of the immediate surrounds. This work is now to be encompassed into an updated JORC 2012 Resource for the Callion open pit and underground

This modelling has identified several high priority drill targets, directly beneath the northern end of the current open pit, along with outcropping veinsets to the north and south of the deposit that appear to have been offset from the main Callion trend.

### **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 ( $\text{Gram Metres} = \text{Width} * \text{Au Grade}$ ) 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 t/m<sup>3</sup> 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.

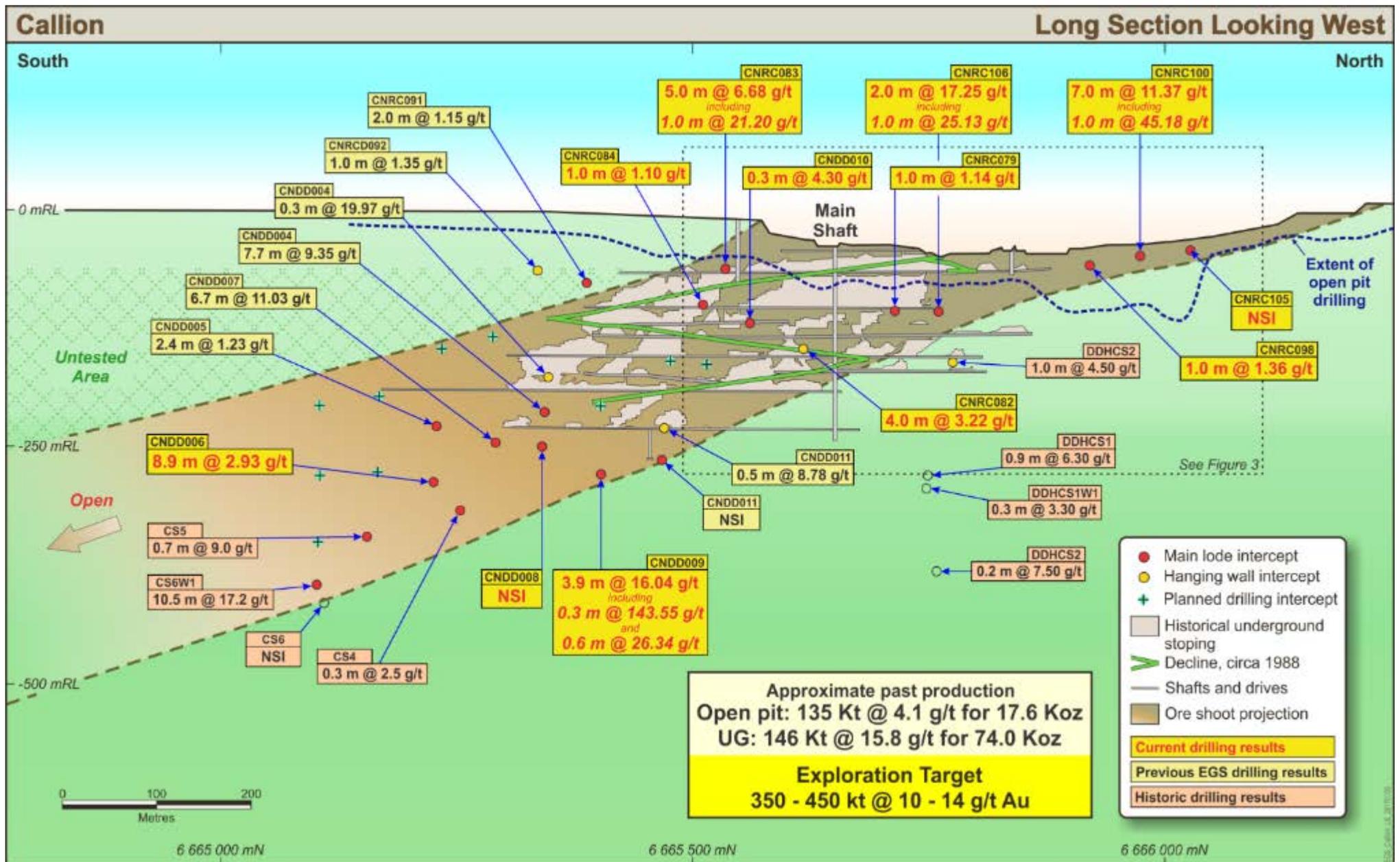


Figure 9: Callion Long Section, looking west, showing underground infrastructure, south plunging exploration target and recent drill intercepts. This image has been previously released in ASX announcement dated 10 January 2017.

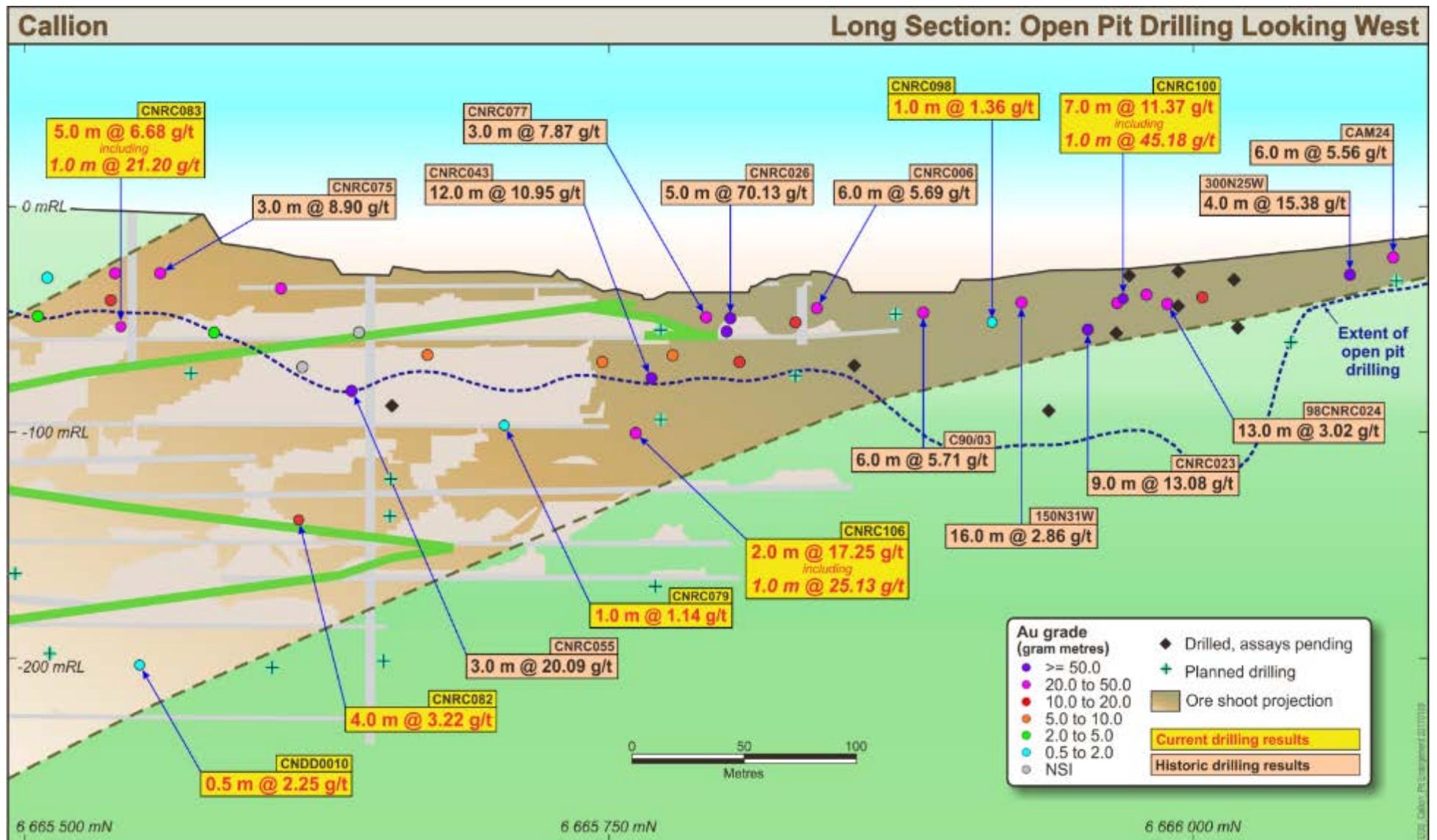


Figure 10: Callion Long Section Enlargement, looking west, showing underground infrastructure, south plunging exploration target and recent drill intercepts. This image has been previously released in ASX announcement dated 10 January 2017.

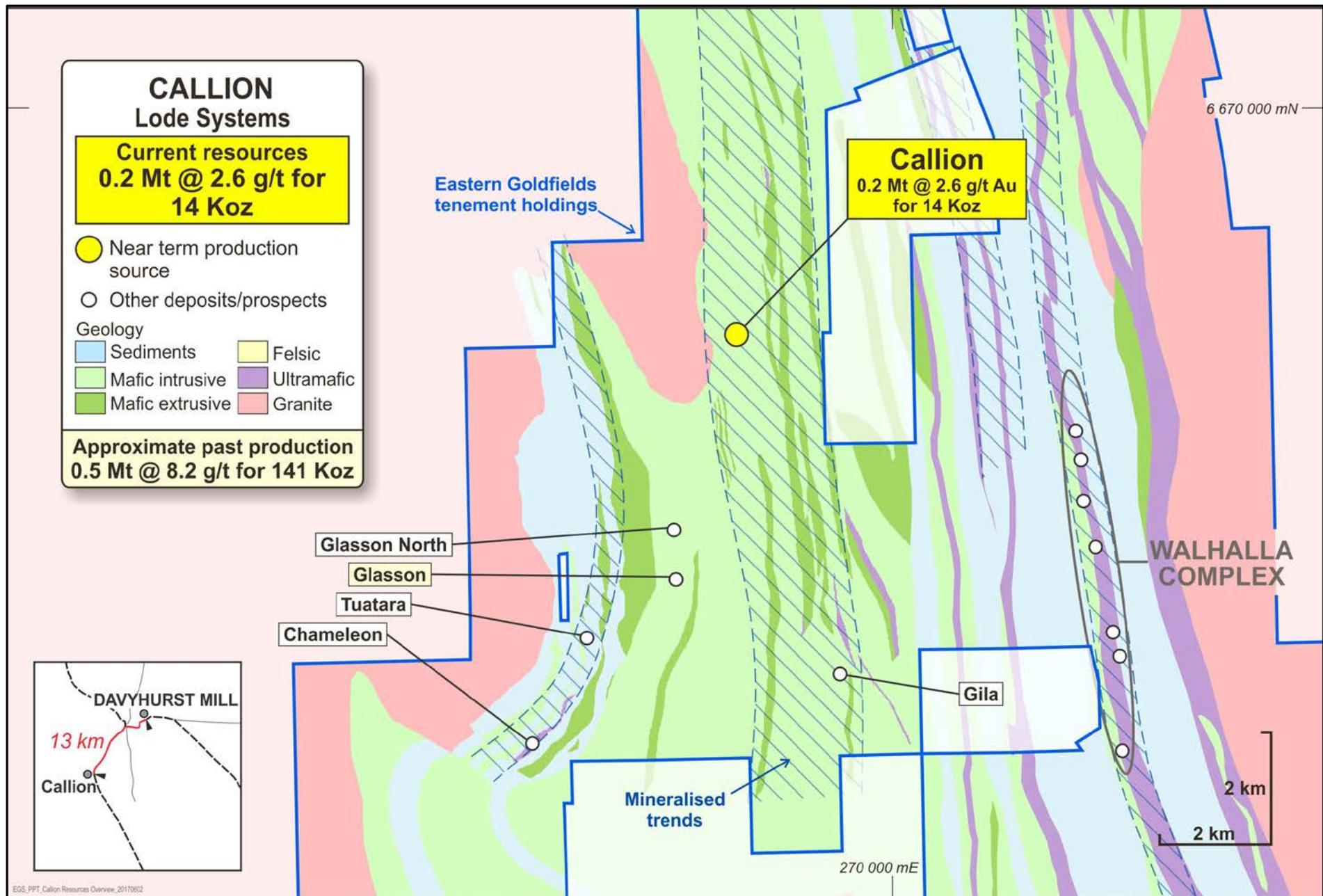


Figure 11: Callion Project Location Plan.

## Davyhurst Project Area

### Lights of Israel Complex

The LOI Complex is located within one kilometre of the Davyhurst processing plant, with a current Mineral Resource estimate standing at 2,300,000 tonnes at 2.2g/t Au for 171,000 ounces of gold, equating to a **deposit endowment including production of 571,000 ounces of gold**.

The deposit was first mined in 1906, then in the 1980's and again in the early 2000's. The LOI Complex contains three ore lodes, namely the LOI, Makai and Great Ophir shoots with previous mining extracting a total of 4,000,000 tonnes at 3.1g/t Au for approximately 400,000 ounces of gold.

The Company continues to advance an exploration target of 2.8-3.0Mt @ 3.9-4.3g/t.

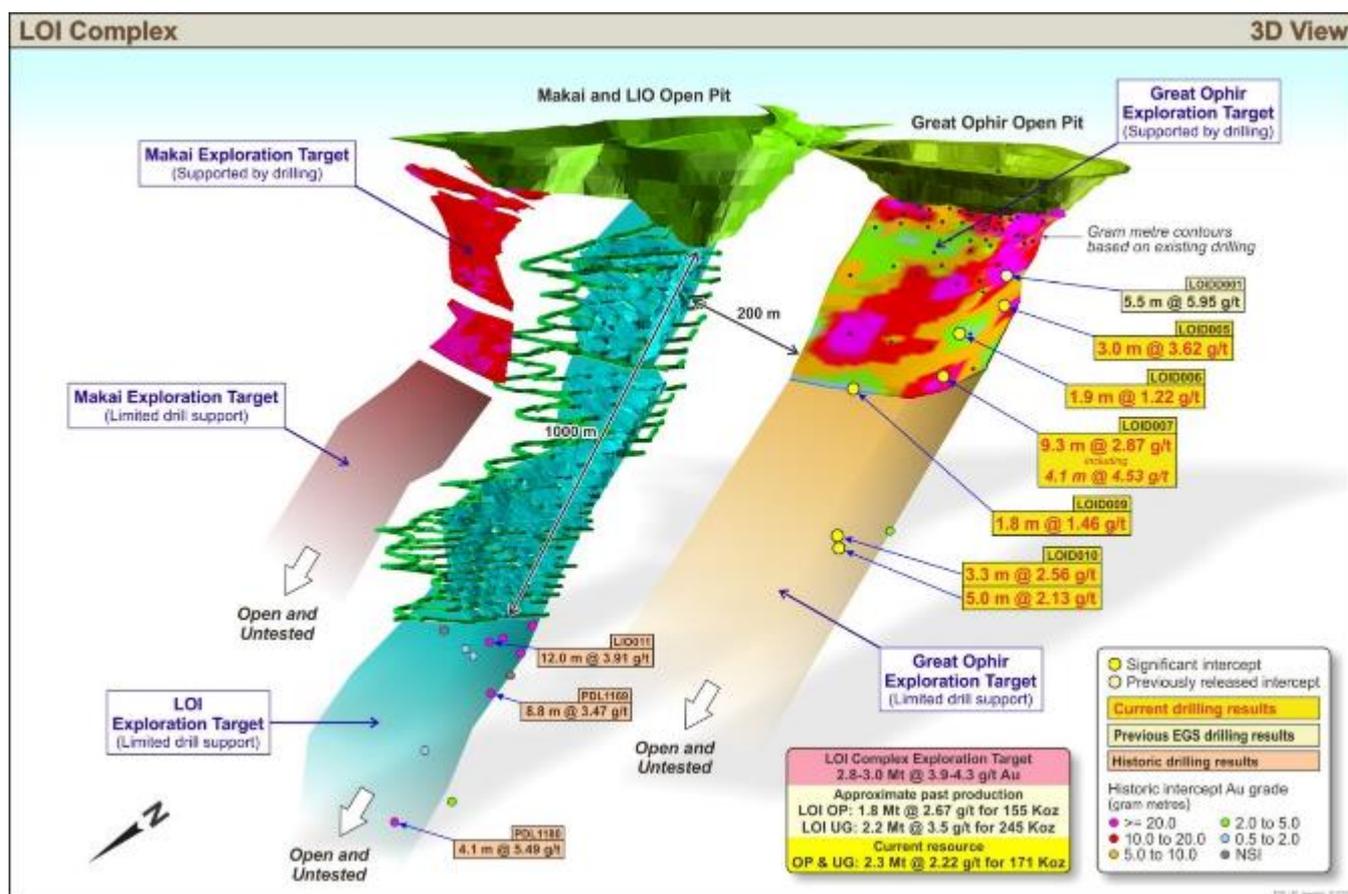


Figure 12: LOI Mine Complex -3D View (with Drilling).

Note: The potential quantity and grade of the Exploration Targets are 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. This image has been previously released in ASX announcement dated 9 February 2017.

### LOI Mining Centre Exploration Targets – Additional Information

The Exploration Targets are based upon a comprehensive geological and mineralisation review conducted by Eastern Goldfields Limited. This modelling utilised a combination of exploration drilling data, underground sampling along with detailed geologic observations. A high proportion of the LOI deposit was drilled with diamond core and as such there has been significant data available to compile geologic models and justify the projection of mineralisation down plunge.

Historical survey, geology and assay records were reviewed and validated and utilised to create a 3-dimensional geological and mineralisation model. RC drill diameter was 5½ inches and diamond core size was NQ. RC drill samples were collected at 1 metre intervals and diamond core was cut to geological intervals. Assay methods of drillhole samples was by aqua regia or fire assay using accredited laboratories.

The grades of these exploration targets has been assigned by detailed assessment of previous production from the Lights Of Israel and Great Ophir Deposits along with detailed statistical modelling (ID2 and Ordinary Kriging) of sample grades from within the mineralised systems. In areas where there is little or no existing data the grade has been derived from the geological investigations into continuity of existing mineralisation and geology (projecting down plunge) and are conceptual in nature with confirmatory RC and DD drilling required to validate these targets began in 2016 and has continued into 2017. Samples will be submitted to accredited laboratories for gold assay (fire assay) with a full suite of QAQC samples (blanks, standards and field duplicates).

### ***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.

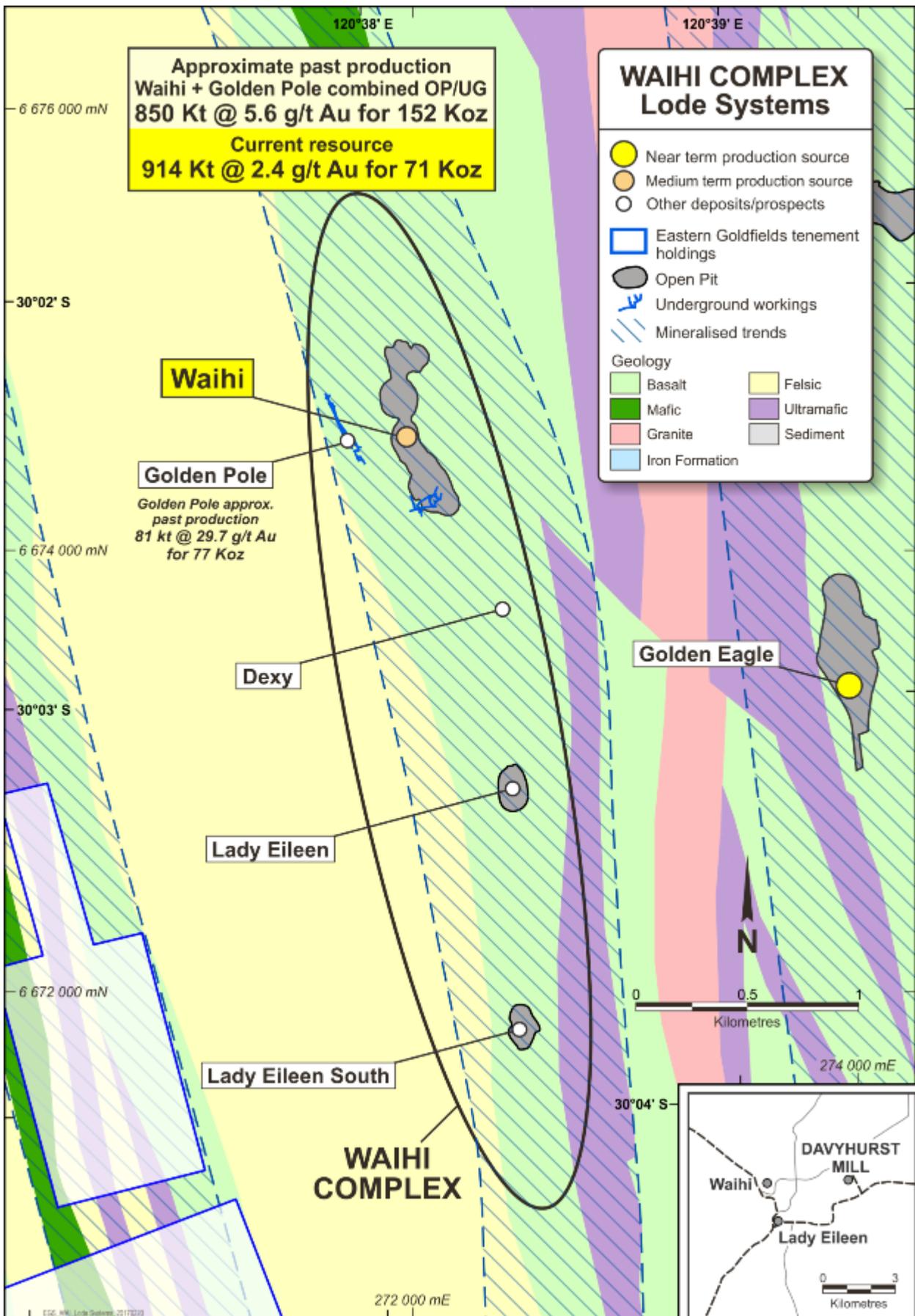


Figure 13: Project Location Plan.

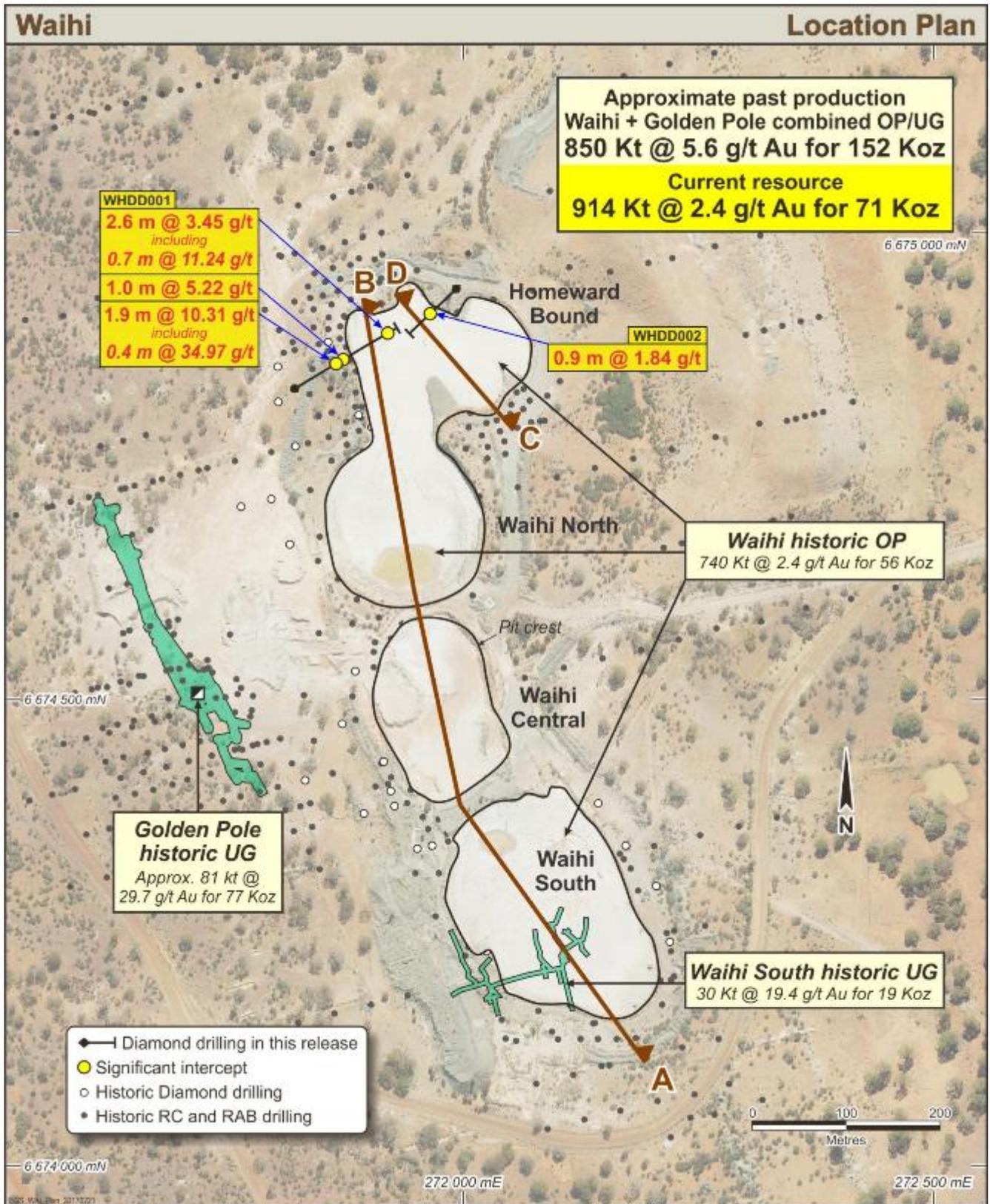


Figure 14: Waihi Plan. This image has been previously released in ASX announcement dated 22 February 2017.

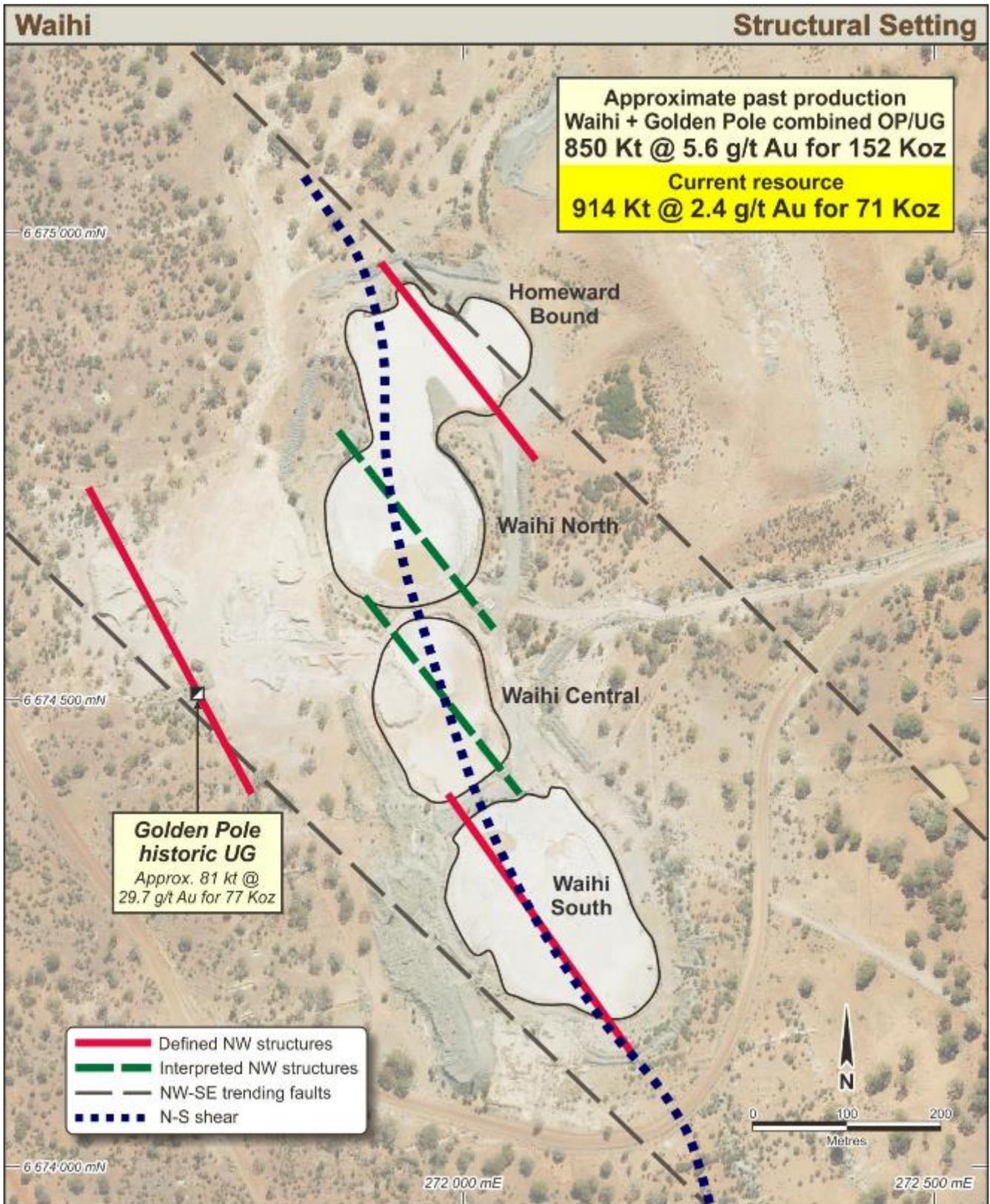


Figure 15: Waihi Interpreted Structural Setting. This image has been previously released in ASX announcement dated 22 February 2017.

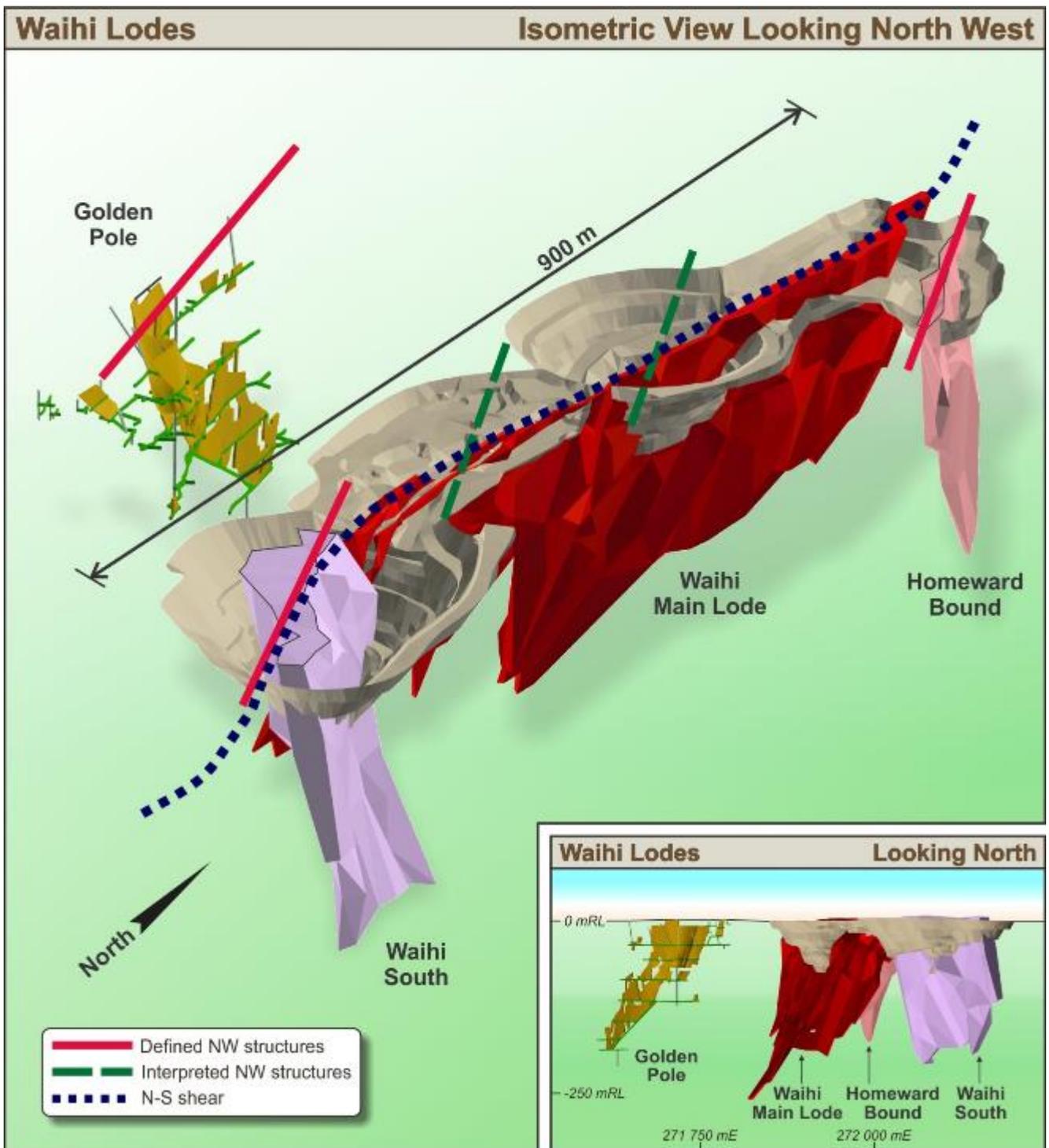


Figure 16: Waihi 3D Isometric View Looking to the North West (Not all lodes displayed). This image has been previously released in ASX announcement dated 22 February 2017.

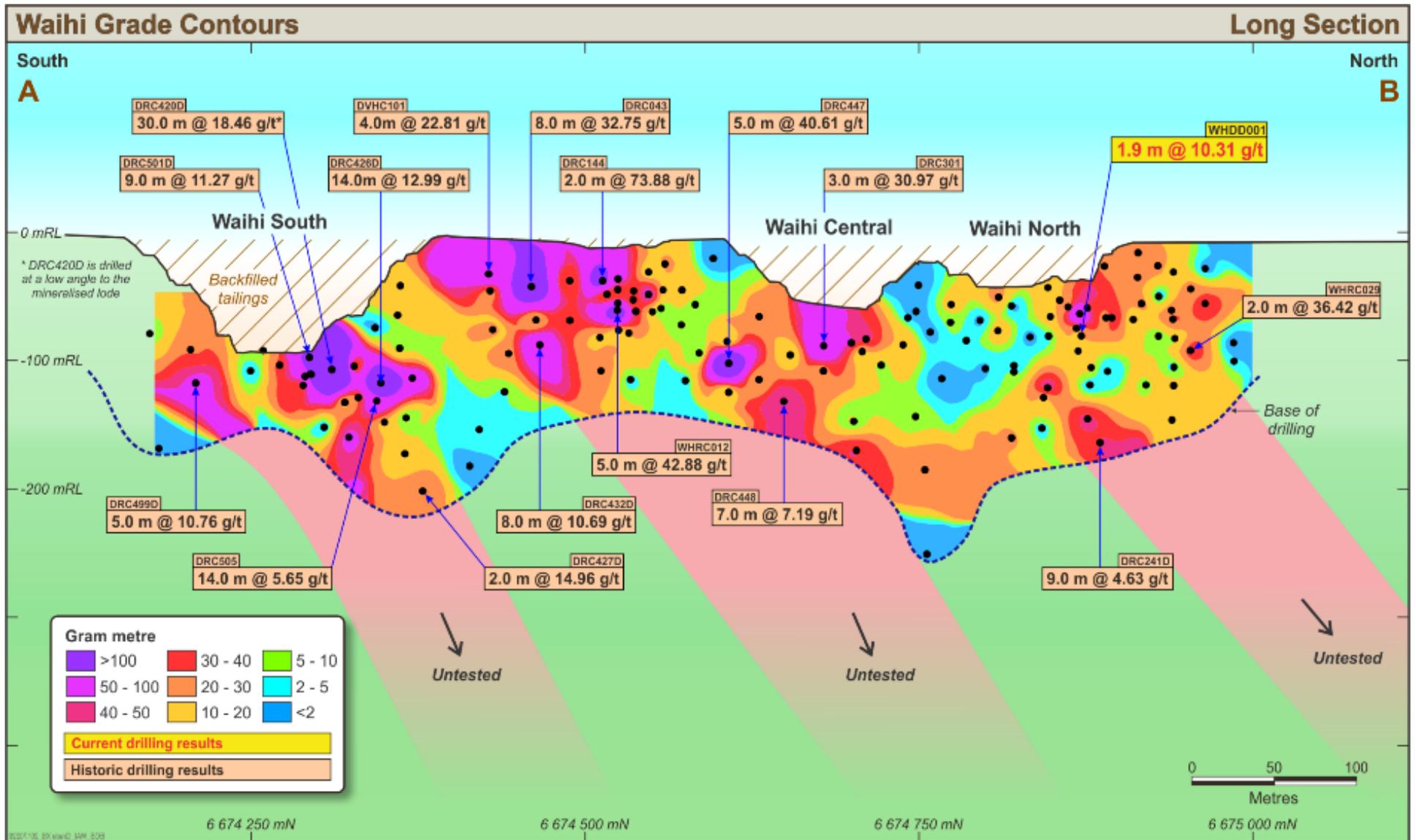


Figure 17: Waihi Long Section – gram metre contouring. This image has been previously released in ASX announcement dated 22 February 2017.

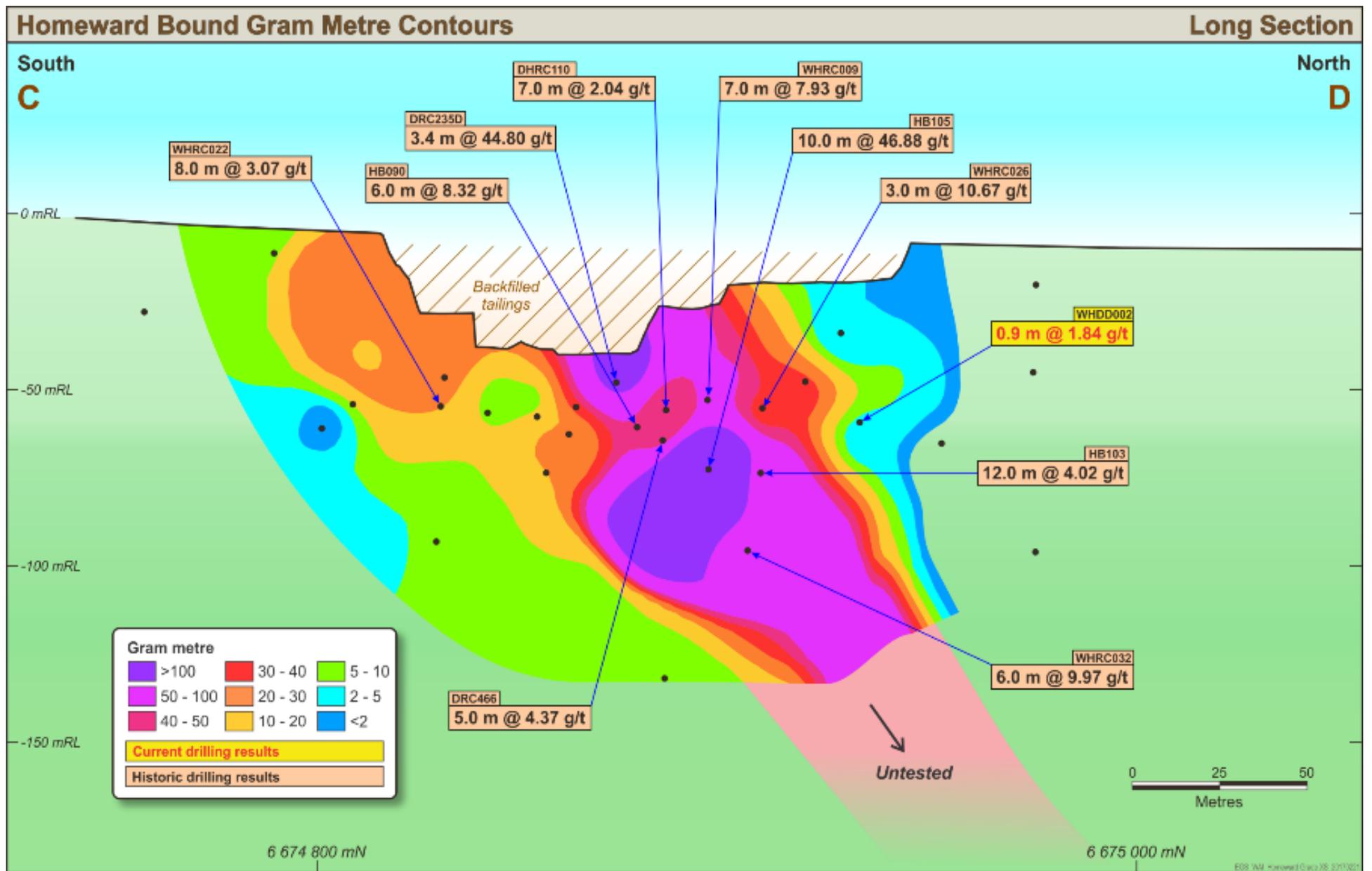


Figure 18: Homeward Long Section – gram metre contouring. This image has been previously released in ASX announcement dated 22 February 2017.

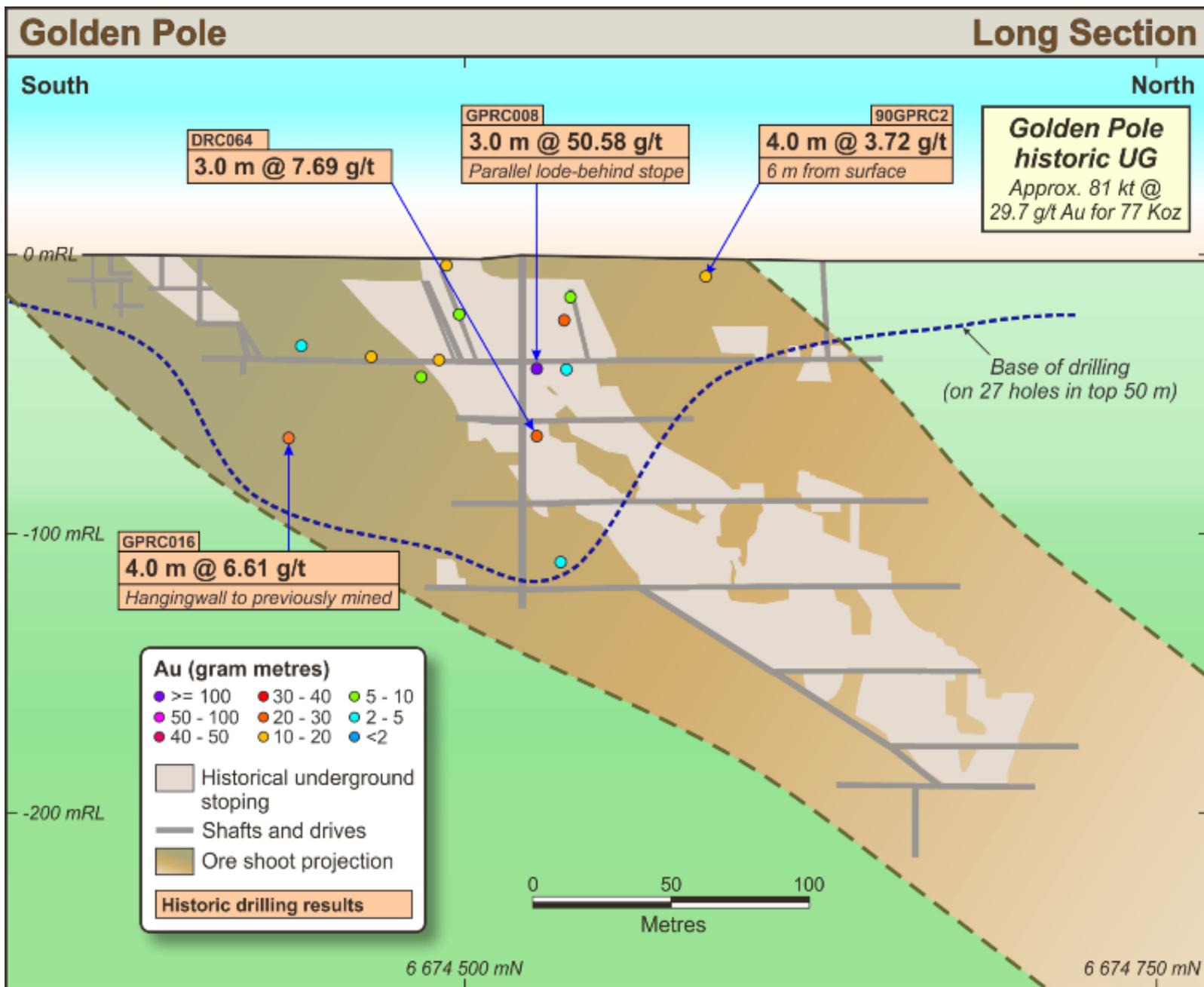


Figure 19: Golden Pole Long Section. This image has been previously released in ASX announcement dated 22 February 2017.

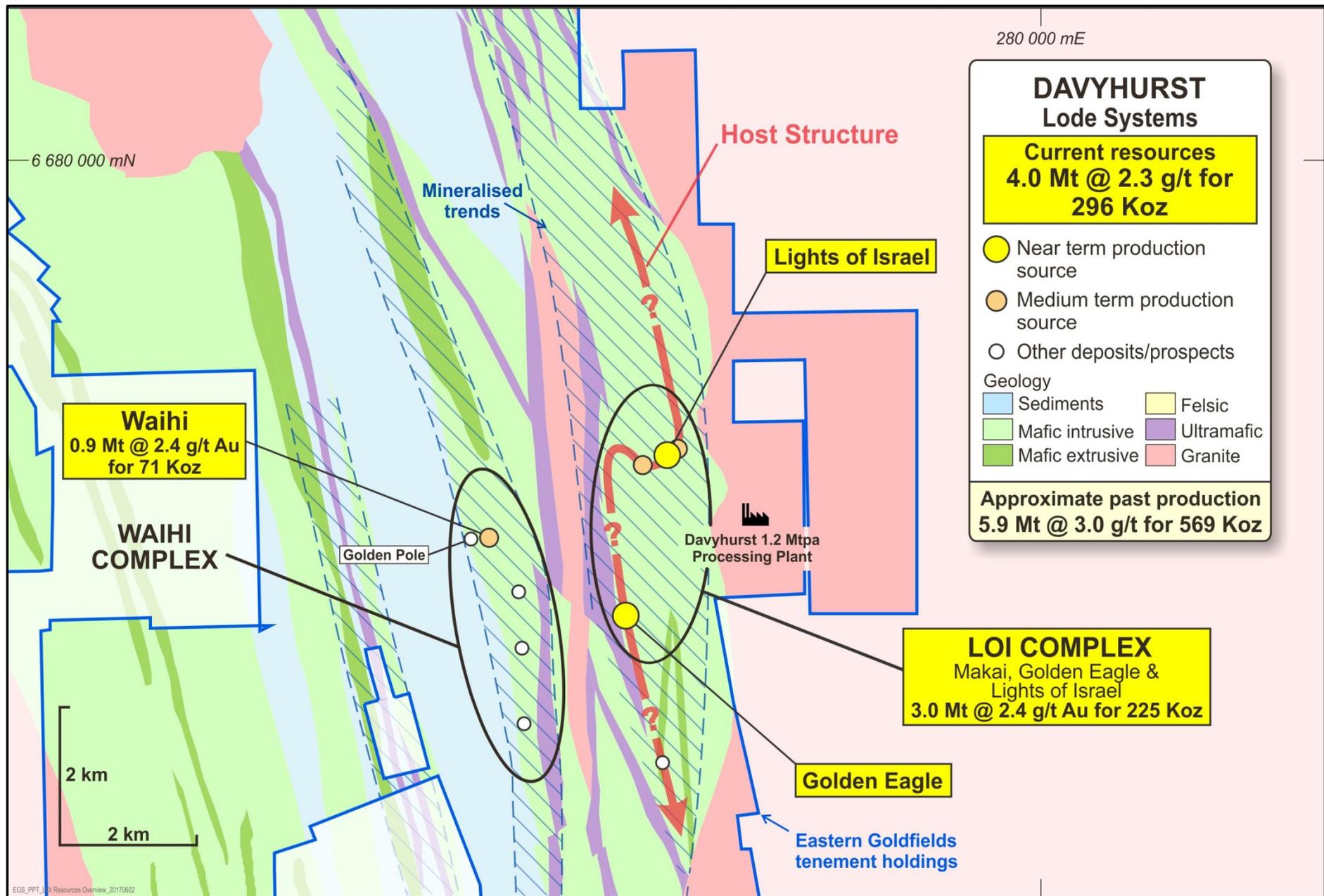


Figure 20: Davyhurst Project Location Plan.

## 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 commenced 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. Field mapping and surface sampling also conducted during the quarter has confirmed the surface expression of the main Dave, Timoni, Federation and Unexpected lodes while also confirming mineralisation at several prospects in the immediate surrounds.

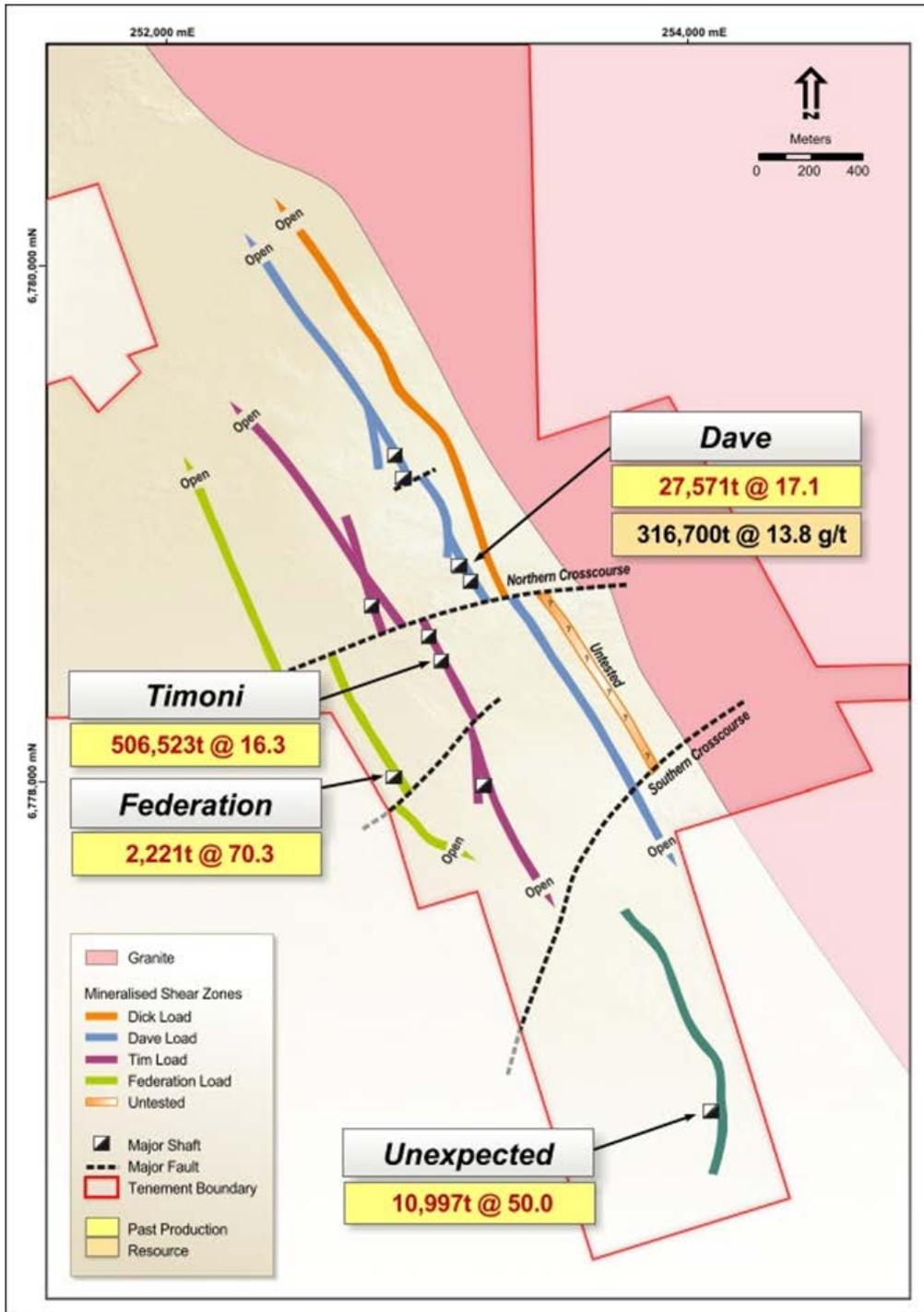
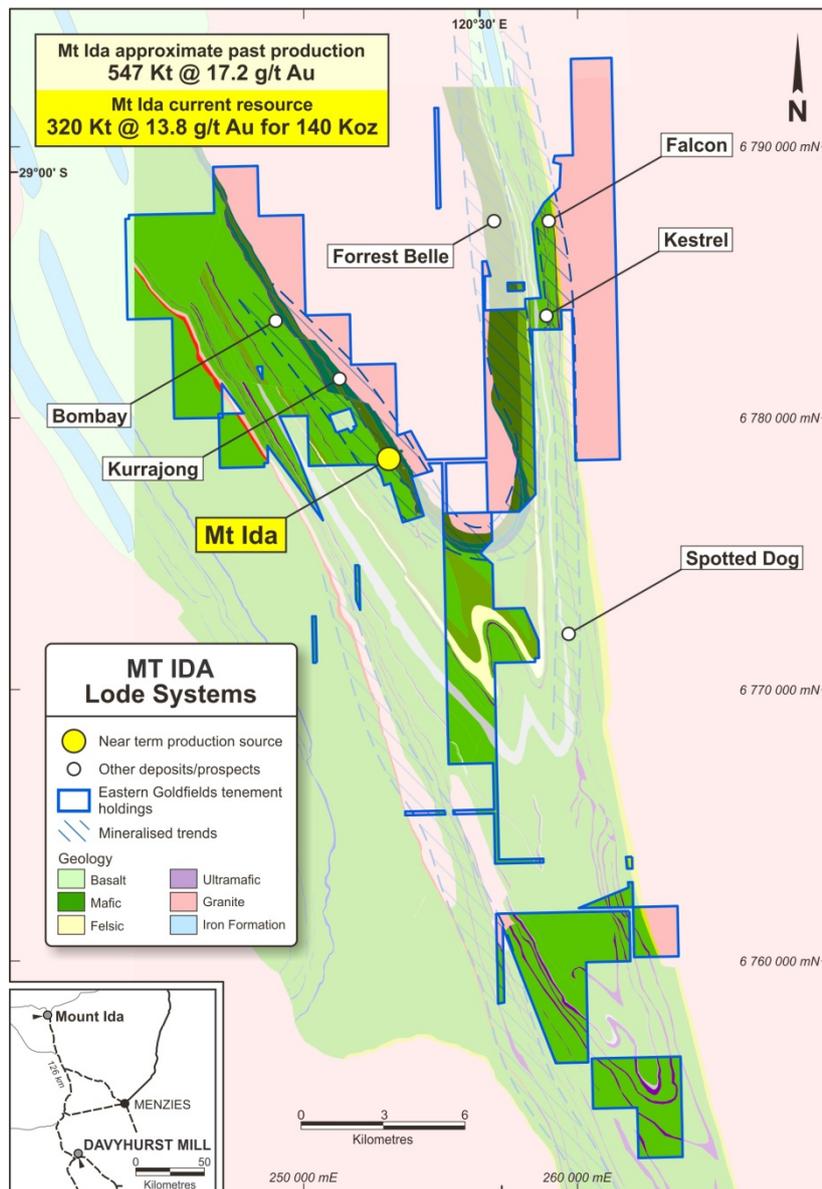


Figure 21: Mt Ida Project Location Plan.



**Figure 22: Mt Ida Project Regional Location Plan.**

## EXPLORATION UPDATE

The Exploration team continues to acquire, validate and examine base datasets for the region, including geological mapping, geophysical and geochemical data. Priority RC and diamond drill programmes have been 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.

Plans to generate significant volumes of litho-geochemical and spectral data from archival pulps and chips of historic drilling is underway, along with a concerted effort to establish low-level multi-element geochemical and spectral signatures from the fresh rock interface across the expansive tenure, currently a dataset that requires more detail. The company continues to generate auger geochemistry, which it considers the most effective of the surface geochemical techniques available, and continues to review the effectiveness of historic techniques completed-to-date against the respective regolith profiles.

## **CORPORATE**

Further to the announcement on 5 September 2016 and as announced on 1 June 2017, the Company signed the formal Exploration Farm-in Joint Venture Agreement for certain tenements at the Menzies and Goongarrie projects with Intermin Resources Limited and its wholly owned subsidiary Black Mountain Gold Ltd.

## **POST QUARTER EVENTS**

As announced on 25 July 2017, the first gold pour was completed at the recently commissioned Davyhurst Mill.

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 has reduced the administrative costs associated with maintaining a large number of small holdings.

As at the market close on 30 June 2017, there were 1,272,431 ordinary shares held by 2,773 shareholders to be sold (**Sale Shares**). The sale price for each Sale Share will be determined once all of the Sale Shares are sold under the UPS Facility and Computershare will organise remittance of sale proceeds for those shareholders who participated in the UPS Facility. Each participating shareholder will receive their proportionate share of the sale proceeds for all Sale Share sold through the UPS Facility without incurring any brokerage or handling costs.

## **OUTLOOK**

Currently, the Company is completing the final stages of mill commissioning and is rapidly heading towards steady state production based on treatment of existing low and medium grade surface stockpiles.

The Company expects to ramp up production during the September 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>	-	-	2,025	2.3	2,025	2.3	150

**Appendix 1: Tenement Listing and Movements during the Quarter**

<b>Tenement</b>	<b>Status</b>	<b>Mineral Field</b>	<b>Beginning %</b>	<b>End %</b>	<b>Note</b>
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
E29/0895	Granted	29 - North Coolgardie	100	100	
E29/0889	Granted	29 - North Coolgardie	100	100	4
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	Granted	16 - Coolgardie	100	100	
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	
L24/0233	Granted	24 - Broad Arrow	100	100	
L29/0034	Granted	29 - North Coolgardie	100	100	
L29/0038	Granted	29 - North Coolgardie	100	100	
L29/0040	Granted	29 - North Coolgardie	100	100	
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
M30/0007	Dead	30 - North Coolgardie	100	0	
M30/0016	Dead	30 - North Coolgardie	100	0	4
M30/0021	Dead	30 - North Coolgardie	100	0	
M30/0034	Dead	30 - North Coolgardie	100	0	
M30/0043	Dead	30 - North Coolgardie	100	0	4
M30/0048	Dead	30 - North Coolgardie	100	0	
M30/0059	Dead	30 - North Coolgardie	100	0	

M30/0060	Dead	30 - North Coolgardie	100	0	4
M30/0075	Dead	30 - North Coolgardie	100	0	
M30/0084	Dead	30 - North Coolgardie	100	0	4
M30/0097	Dead	30 - North Coolgardie	100	0	4
M30/0098	Dead	30 - North Coolgardie	100	0	4
M30/0102	Granted	30 - North Coolgardie	100	100	
M30/0103	Granted	30 - North Coolgardie	100	100	
M30/0109	Dead	30 - North Coolgardie	100	0	
M30/0111	Granted	30 - North Coolgardie	100	100	
M30/0122	Dead	30 - North Coolgardie	100	0	
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
M30/0148	Dead	30 - North Coolgardie	100	0	
M30/0150	Dead	30 - North Coolgardie	100	0	
M30/0157	Granted	30 - North Coolgardie	100	100	4
M30/0159	Dead	30 - North Coolgardie	100	0	
M30/0178	Dead	30 - North Coolgardie	100	0	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	0	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 June 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	8	8
1.2 Payments for		
(a) exploration & evaluation	(666)	(6,372)
(b) development	(4,013)	(11,380)
(c) production	(523)	(523)
(d) staff costs	(1,413)	(3,836)
(e) administration and corporate costs	(2,830)	(6,377)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	(217)	(236)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(9,654)</b>	<b>(28,711)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	(5,397)	(16,998)
(b) tenements (see item 10)	-	-
(c) investments	(110)	(1,748)
(d) other non-current assets	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	5	219
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	(268)
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>(5,502)</b>	<b>(18,794)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	16,552	16,552
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	42	983
3.4	Transaction costs related to issues of shares, convertible notes or options	(425)	(425)
3.5	Proceeds from borrowings	-	17,820
3.6	Repayment of borrowings	(1,550)	(2,576)
3.7	Transaction costs related to loans and borrowings	-	(300)
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>14,618</b>	<b>32,053</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	551	15,465
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(9,654)	(28,711)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(5,502)	(18,794)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	14,618	32,053
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>13</b>	<b>13</b>

5. <b>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	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	13	551
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>13</b>	<b>551</b>

6. <b>Payments to directors of the entity and their associates</b>	Current quarter \$A'000
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	

7. <b>Payments to related entities of the entity and their associates</b>	Current quarter \$A'000
7.1 Aggregate amount of payments to these parties included in item 1.2	2,638
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	

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	700
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	2,250
9.5 Administration and corporate costs	750
9.6 Other (provide details if material)	100
<b>9.7 Total estimated cash outflows</b>	<b>20,100</b>

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

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	M30/0007 M30/0016 M30/0021 M30/0034 M30/0043 M30/0048 M30/0059 M30/0060 M30/0075 M30/0084 M30/0097 M30/0098 M30/0109 M30/0122 M30/0148 M30/0150 M30/0159 M30/0178	Relinquished	100%	0%
10.2	Interests in mining tenements and petroleum tenements acquired or increased	M30/0256	Granted	0%	100%

**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.



31 July 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.