

**ASX Announcement**  
**20 April 2018**

## **Quarterly Activities Report** **Quarter Ended March 31, 2018**

AustSino Resources Group Limited ("AustSino" or the "Company") is pleased to present its quarterly activities report for the period ending on 31 March 2018.

### **Operational**

Late in the previous quarter (December 20, 2017), the Company undertook a capital raising pursuant to a Prospectus, aiming to raise a minimum of \$4,000,000 and up to \$4,500,000. The Company made a small number of amendments to that document on 21<sup>st</sup> December. Subsequent to the end of the quarter, the ASIC issued an interim stop order on the Prospectus as the ASIC had a number of questions and comments in respect of the Prospectus. The Company and its advisers worked quickly and constructively with the ASIC to address and rectify the issues raised by the ASIC and we were pleased to announce on 25<sup>th</sup> January 2018 that the interim stop order had been revoked and we issued a Replacement Prospectus on that day.

Over the course of the rest of the quarter, the Company's focus was firmly on completing the capital raising under its Replacement Prospectus and on achieving the requotation of the Company's shares on the ASX platform. To this end, the Company raised \$4.445m and closed the Replacement Prospectus almost fully subscribed. Of the amount raised, \$1.445m was raised in Australia and \$3m was raised in China, and was held in cleared funds in the Company's Chinese bank account. At this time, the ASX informed the Company that it would require all of the subscription funds to be held in the Company's Australian bank accounts. The ASX also granted the Company an extension to its requotation deadline to allow the Company time to satisfy this requirement.

As a consequence of the time delays experienced in dealing with the above issues, the Company was required to apply to the Federal Court of Australia to extend the closing date of the Replacement Prospectus in order to fully complete the issue of shares under that document and to meet all of the requirements of the ASX for requotation of the Company's shares. This extension was granted until 6<sup>th</sup> April 2018 and the ASX also granted the Company an extension until that same date to have its shares requoted on the ASX platform.

Successful completion of the capital raising under the Replacement Prospectus was achieved, and the shares were issued pursuant to the Prospectus, on 28<sup>th</sup> March 2018. All outstanding ASX conditions and requirements were satisfied, and the ASX reinstated the Company's shares to official quotation on the ASX platform on 5<sup>th</sup> April 2018.

Over the course of the quarter, the Company also researched a number of locations with a view to relocating its Head office. Agreements have now been reached and the Company executed a new lease agreement over space at 35 Havelock Street, West Perth. We will remain at our current location until the new office is ready for occupancy, which is anticipated to be late May or early June 2018.

Following successful completion of our recent capital raising and requotation of our shares on the ASX platform, the Company has commenced various activities referred to in its recent Prospectus. In addition to activities which we hope will enhance our iron ore interests, the Company has also begun to re-engage with various China-based entities in relation to our plans to act as a catalyst for the development of economic infrastructure to open up the Mid West Region of Western Australia. In this context, the Board is intending to travel to China in the near future with its financial advisor, Contour Capital.

### **Tenement Management**

During the previous quarter the Company conducted a project review identifying an area of vacant ground contiguous to the Company's existing mining tenure prospective for iron mineralisation with the potential of providing additional resources as an adjunct to future operations on the Company's mining lease. The Company secured a priority application for Exploration Licence 52/3598 over the area and this lease application has now been granted.

Towards the end of the quarter, the Company engaged with CSA Global to commence planning towards some more exploration work on our tenements, likely commencing in May / June 2018. This work continues into the next quarter.

Following is the schedule of AustSino's tenements as at 31 March 2018.

<b>Area of Interest</b>	<b>Tenement Reference</b>	<b>Interest</b>
<b>Western Australia</b>		
Peak Hill	M 52/1068	100%
Peak Hill	E 52/1557	100%
Peak Hill	E 52/1860	100%
Peak Hill	E 52/2368	100%
Peak Hill	E 52/2993	100%
Peak Hill	E 52/3598	100%
Mt Padbury	E 52/1862	100%
Mt Padbury	E 52/1976	100%
Mt Padbury	E 52/2279	100%

### **Further inquiries:**

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