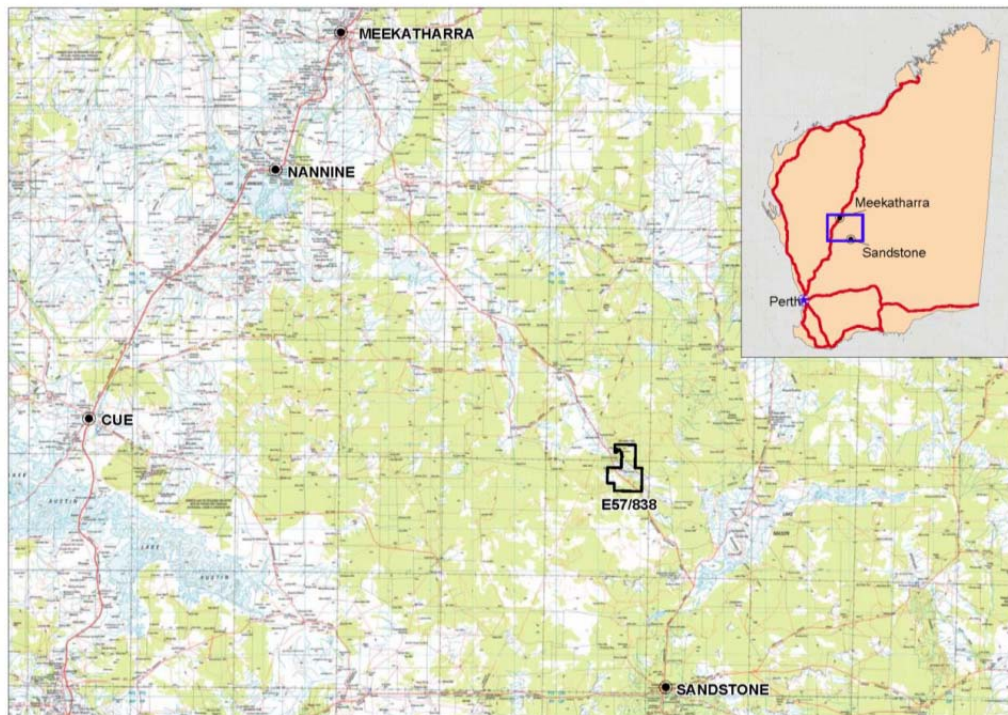


**ASX RELEASE**  
**31 OCTOBER 2013**

**QUARTERLY ACTIVITIES REPORT**  
**QUARTER ENDED 30 SEPTEMBER 2013**

**EXPLORATION**

The Company is party to a Farm-in Agreement with Barrambie Minerals Limited, pursuant to which the Company can earn up to a 51% legal and beneficial interest in Exploration Licence 57/838 in the East Murchison region of Western Australia (see below). The initial 17% interest can be earned by funding not less than \$50,000 of expenditure on the tenement prior to 31 December 2013.



*Figure 1: Regional Location Plan: E57/838*

Following completion of an auger program and compilation all publically available magnetic data in the June quarter, a field trip was conducted to evaluate anomalous areas previously identified. The aeromagnetic data and interpretation had revealed a prominent magnetic lineament extending throughout the tenement and broadly corresponding to anomalous iron, nickel and vanadium values.

Regionally the area contains the Barrambie and Gabanintha vanadium projects, which both host substantial vanadium resources. The field trip conducted was designed to further understand, map and sample the previously identified magnetic features. A number of discrete high amplitude magnetic anomalies were defined from the work and a first pass sampling program over portions of the anomalies was completed.



The mapping conducted revealed that the magnetic unit is an iron rich coarse grained layered intrusion containing appreciable iron, titanium and vanadium values. It extends for approximately 7 kilometres in a northwestern trend and could be up to 500 metres wide. Based on the rock chip samples the unit averages 50% Fe, 11.9% Ti and 1.06%  $V_2O_5$ . Nickel values were anomalous at an average of 294 ppm. Within the tenement are extensive areas of transported sheet wash alluvial cover and no outcrop was available to sample in these areas.



Typical Sub outcrop of Layered Intrusion



Detail of Sub outcrop: Layered Intrusion



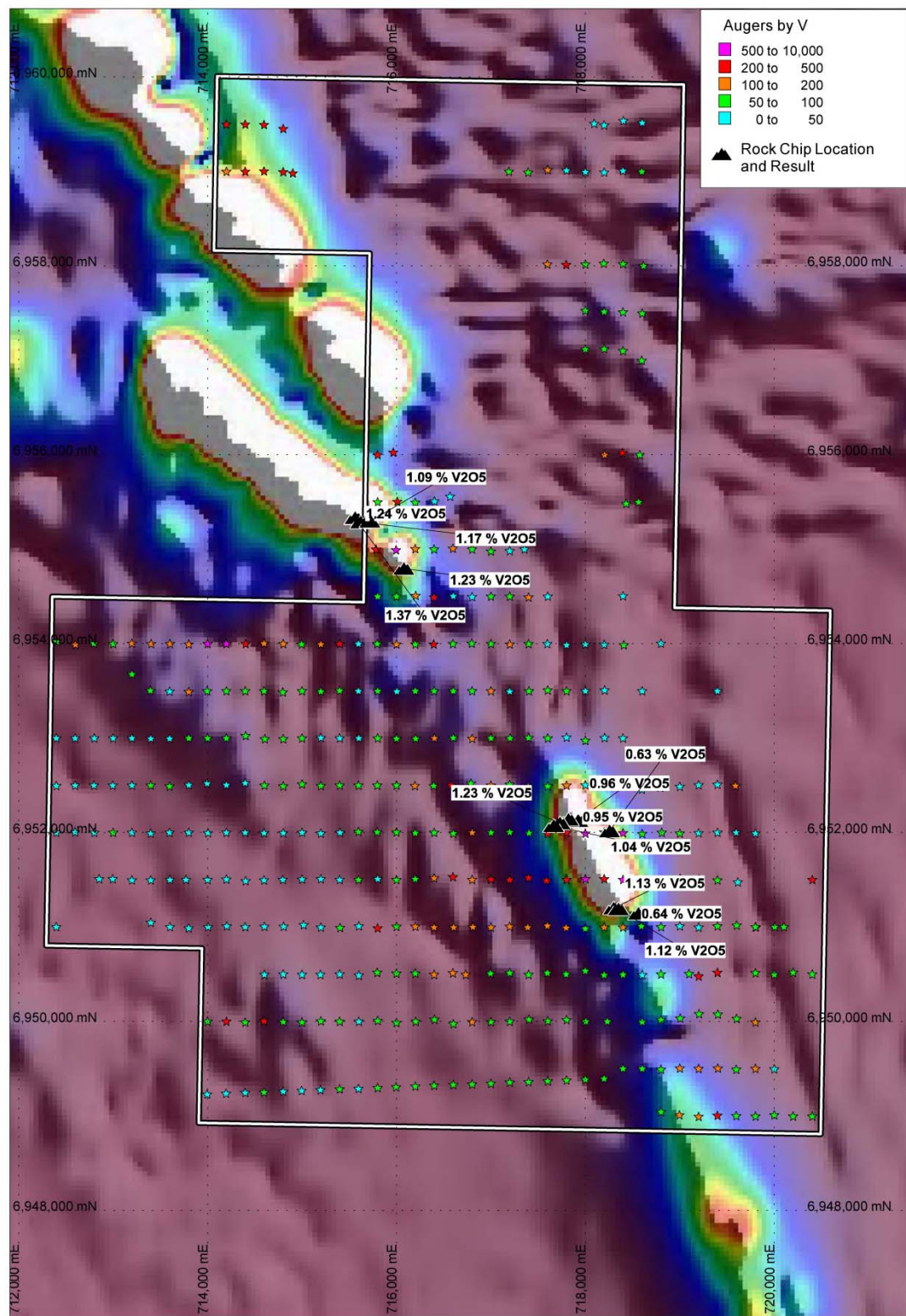


Figure 2: Auger Geochemical Values colour coded by V, and location of rock chip samples.

Table One illustrates the results.

| SampleNo | East   | North   | Au (ppm) | Cu (ppm) | Fe (%) | Ni (ppm) | Pd (ppb) | Pt (ppb) | Si (%) | Ti (%) | V (%) | V2O5 (%) |
|----------|--------|---------|----------|----------|--------|----------|----------|----------|--------|--------|-------|----------|
| BRC001   | 715557 | 6955328 | X        | X        | 51.66  | 572      | X        | X        | 0.7    | 9.18   | 6962  | 1.24     |
| BRC002   | 715560 | 6955330 | 1        | X        | 52.66  | 458      | X        | 2        | 1      | 9.95   | 7665  | 1.37     |
| BRC003   | 715620 | 6955284 | X        | X        | 55.38  | 611      | 1        | X        | 0.7    | 8.95   | 6549  | 1.17     |
| BRC004   | 715715 | 6955291 | X        | X        | 51     | 381      | X        | X        | 0.9    | 9.67   | 6094  | 1.09     |
| BRC005   | 716076 | 6954794 | X        | 34       | 52.39  | 343      | 2        | 2        | 0.7    | 9.61   | 6913  | 1.23     |
| BRC006   | 717920 | 6952126 | X        | X        | 49.26  | 81       | X        | X        | 1.9    | 10.45  | 5368  | 0.96     |
| BRC007   | 717820 | 6952135 | X        | X        | 48.89  | 248      | X        | X        | 2.4    | 12.44  | 5298  | 0.95     |
| BRC008   | 717731 | 6952100 | X        | X        | 52.02  | 246      | X        | X        | 1.3    | 12.6   | 6908  | 1.23     |
| BRC009   | 717663 | 6952068 | X        | X        | 51.72  | 228      | X        | X        | 1.6    | 11.87  | 5834  | 1.04     |
| BRC010   | 718253 | 6952016 | 1        | X        | 30.2   | 58       | X        | X        | 6.8    | 23.98  | 3519  | 0.63     |
| BRC011   | 718560 | 6951140 | X        | 26       | 41.24  | 29       | X        | X        | 6      | 14     | 3593  | 0.64     |
| BRC012   | 718298 | 6951195 | X        | X        | 52.99  | 314      | X        | X        | 0.8    | 10.91  | 6584  | 1.13     |
| BRC013   | 718348 | 6951190 | X        | X        | 55.05  | 264      | X        | X        | 1      | 10.44  | 6257  | 1.12     |

Notes: MGA 94, Z 50

Table 1: RockChip Results: Analysis: Digestion via Sodium peroxide fusion (Zirconia crucibles) and Hydrochloric acid to dissolve the melt. Analysed by Inductively Coupled Plasma Optical (Atomic) Emission Spectrometry

Follow up sampling and the completion of a detailed ground magnetic program is being considered to map out in additional detail the individual units comprising the layered intrusion.

## PROJECT EVALUATION AND APPRAISAL

The Company has continued to undertake preliminary appraisals of a number of resource projects based in Australia and other investment and acquisition opportunities. To date, none of the projects or opportunities appraised have advanced beyond this initial process. The Company will continue to consider and evaluate potential new projects and opportunities.

### Competent Person's Statement

*The information in this report that relates to exploration results, mineral resources or ore reserves is based on information compiled by Mr Simon Coxhell, who is a member of the Australian Institute of Mining and Metallurgy. Mr Coxhell is employed by Cocksrocks Pty Ltd. Mr Coxhell has sufficient experience relevant to the styles of mineralisation and type of deposits under consideration and to the activity which is being reported on to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Coxhell consents to the inclusion in this report of the matters based on his information in the form and context in which they appear.*