ELYSIUM
RESOURCES

Company Update
May 2014

Disclaimer

Caution on Forward-Looking Statements

This presentation contains "forward-looking information" which may include, but is not limited to, statements with respect to the future financial or operating performances of Elysium Resources Limited (EYM), its subsidiaries and their respective projects, the future price of minerals, the estimation of ore reserves and mineral resources, the realisation of mineral reserve estimates, the timing and amount of estimated future production, costs of production, capital, operating and exploration expenditures, costs and timing of the development of new deposits, costs and timing of future exploration, requirements for additional capital, government regulation of mining operations, environmental risks, reclamation and rehabilitation expenses, title disputes or claims, limitations of insurance coverage and regulatory matters. Often, but not always, forward-looking information statements can be identified by the use of words such as "plans", "expects", "is expected", "budget'', ''scheduled", "estimates", "forecasts'', ''intends", ''anticipates'', or "believes", or variations (including negative variations) of such words and phrases, or state that certain actions, events or results "may'', "could", "would", "might", or "will" be taken, occur or be achieved.

Forward-looking statements involve both known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of EYM and/or its subsidiaries to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. Although EYM has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actual actions, events or results to differ from those anticipated, estimated or intended. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.

JORC Compliance Statement

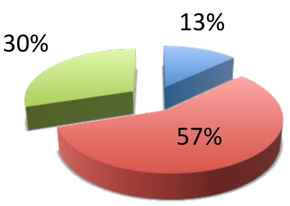
The information in this announcement that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore reserves is based on information reviewed or compiled by Neb Zurkic BAppSc(Geol), MSc(Min & Energy Economics), a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy and a Registered Professional Geoscientist with the Australian Institute of Geoscientists. Mr. Zurkic is employed by Zurkic Mining Consultants Pty Ltd. Mr. Zurkic has sufficient experience that is relevant to the styles of mineralisation and types of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Mr. Zurkic consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears. Zurkic Mining Consultants Pty Ltd, which is owned and controlled by Mr. Zurkic, owns shares in Elysium Resources Limited and provides consulting services as required to both companies.

Exploration Targets

References to Exploration Targets or Targets in this document are in accordance with guidelines of the JORC Code (2012). As such it is important to note that the reported Targets are based on existing data, historical production and geology models. Any references to grade and quantity are conceptual in nature. Exploration carried out to date is insufficient to be able to estimate and report mineral resources in accordance with the JORC Code (2012). It is uncertain if further exploration will result in the determination of a Mineral Resource.

Company Information

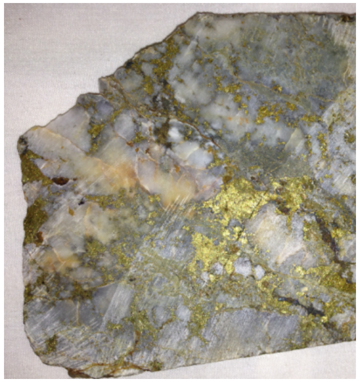
ASX code	ASX:EYM
Share Price (90day VWAP)	A$0.01
Last Sale (13 May 2014)	A$0.01
Market Cap (undiluted)	$8.15M
No. of Shares on Issue	815,680,730
Debt	Nil
Cash @ bank (31 Mar 14)	$872,000

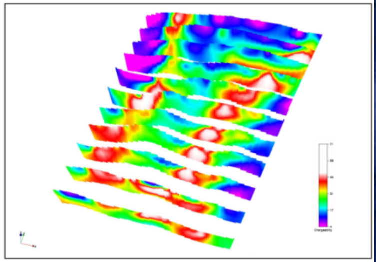


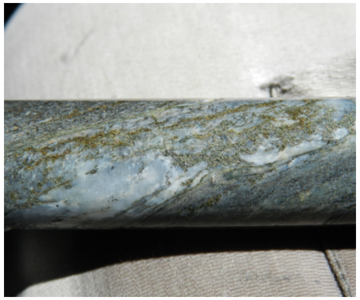
Board of Directors & Senior Management		
Michael D Tilley BA FCA	Non Executive Chairman	35 years experience in Australian investment banking, stockbroking & equity capital markets. Chartered Accountant & experienced company director.
Maxim J Carling BCom BA	Executive Director	35 years experience in international investment banking, corporate management & equity capital markets. Seed capitalist to junior exploration and mining companies and experienced company director.
Nebojsa Zurkic	Technical Director	25 years experience in the mining industry, Newmont over 12 years and junior exploration companies. BSc Geology, M Mineral& Energy Economics, Member of Australian Institute of Mining & Metallurgy, Member Australian Institute of Geophysicists. Competent person under JORC code. Expertise in deposit modelling, resources estimation and ore control in gold, silver & copper.
Mark T Ohlsson	Non Executive Director & Company Secretary	30 years in business management & venture capital industry assessing business proposals. Fellow of CPA & registered Tax Agent and company secretary of several ASX companies.

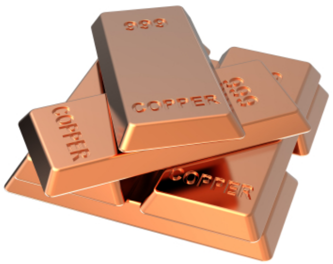
Project Locations

A Pipeline of Copper, Gold, Silver, Lead, Zinc projects … at various stages of exploration / development









Projects Overview

BURRAGA = flagship project = high grade near surface & concealed large scale targets

~ Independent, base and precious metal projects

~ Pipeline of projects from grass-roots to resource development to production imminent
  - = Lloyds copper production within 18 months; permitting commenced
  - = Resource development drilling at Lloyds planned for 2H, 2014
  - = Resource estimate update due 2H, 2014
  - = Targets away from Lloyds progressing to drill-ready status
  - = Induced Polarization (IP) within Lloyds Mine area nearing completion
  - = Airborne magnetics survey over entire tenement package nearing completion
  - = Copper and gold target drilling anticipated for 2H, 2014

MALANG

~ Large scale porphyry targets in *elephant country*
  - = Reconnaissance mapping and sampling ongoing
  - = Airborne magnetics planned for 2H, 2014
  - = Drill-ready targets anticipated for 2015

HORSESHOE SOUTH

~ High grade copper target, drill-ready

Strategy – Point of Differentiation

<u>FOCUS ON COPPER PRODUCTION AT BURRAGA</u>

~ Positions EYM to be self funded from Q3 2015

~ Based on NPV$^{10\%}$ $31.8M of Lloyds tailings project, production value is 3 – 4 times present Mcap

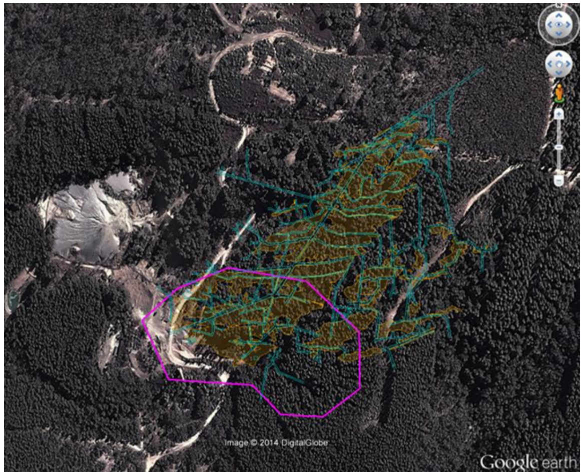
~ Provides approx. $1M / month free cash-flow for exploration

CURRENT BUDGET ALLOWS FOR PIPELINE OF PROJECTS TO BE DEVELOPED TO ENSURE AGGRESSIVE DRILLING CAMPAIGNS ARE READY TO BE DEPLOYED AS CASH-FLOW COMES ON STREAM.

Burraga Projects Overview

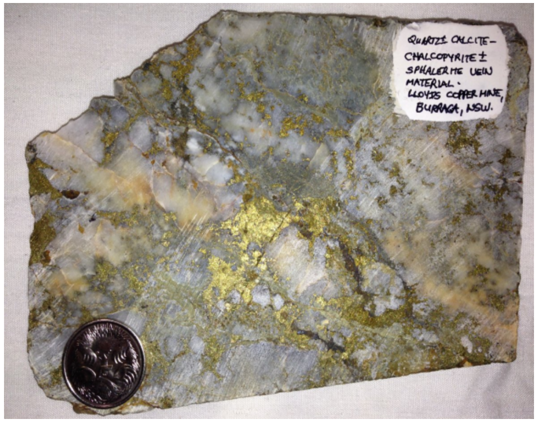
Lloyds Production

- 300tpa flotation circuit
- 2,250tpa copper to be produced
- 1st tailings dump
- 2nd slag dumps
- 3rd open pit
- Metallurgy favorable
- Mine planning commenced
- OPEX ~$2,500/t
- OPEX + CAPEX ~$3,000/t
- Upfront CAPEX ~$10.8M
- EIS commenced



Copper Exploration

- IP Survey nearing completion
- Airborne magnetics nearing completion
- 5 x 2km copper soil anomaly
- Structural mapping completed
- Lloyds potential 5-15Mt @ 1-2% Cu
- How many more Lloyds are there?
- Concealed porphyry?
- Drilling planned for 2H 2014



Gold Exploration

- Lucky Draw high grade skarn; Hackneys Creek resource unmined
- Tenements cover 90% of Burraga Granite
- Detailed magnetics continuing; structural mapping completed
- Isabella Prospect exciting drill intercepts exist

Burraga (NSW) - Development

- ~ EIS consultant engaged end of March 2014
  - = Completion anticipated in 6 -12 months
- ~ Granting of ML and permits anticipated in 12-18mths
- ~ Grid sampling & surveying of slag heaps completed
  - = Expected to upgrade resource estimate to Indicated
- ~ Basement definition IP surveying of tailings dump
  - = Expected to upgrade resource estimate
  - = Expected to increase current tonnage estimate
- ~ 1,500m of RC to be drilled in Aug / Sep
  - = Expected to upgrade resource estimate
  - = Consolidate 4 – 5 year operation
- ~ Best Intercepts to date (halo mineralization):
  - = ZRC-001, 37m @ 1.2% Cu, from 11m {incl. 18m stope / void}
  - = ZRC-008, 8m @ 2.9% Cu, from 12m {incl. 2m stope / void}

Production Table - Burraga Copper Mine

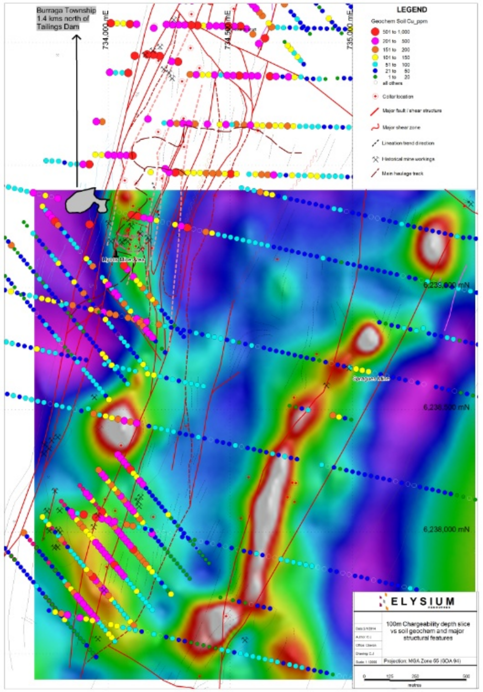
Year	Tonnes of Ore	Tonnes of copper	Grade Cu%	Value	1967 Value	Remarks
1880	20	N.R.	43.5	N.R.	-	-
1881	2,540	254	10.0	32,000	250,000	
1882	4,521	472	10.4	65,110	465,000	
1883	6,248	528	8.6	72,800	520,000	
1884	N.R.	591	-	81,480	582,000	Estimated value
1885	4,282	447	10.4	45,000	440,000	
1886	N.R.	285	-	28,000	281,000	
1887	N.R.	121	-	15,000	120,000	Three months work
1888	N.R.	507	-	72,000	499,000	
1889	N.R.	N.R.	-	N.R.	-	No returns. Mine closed for several months.
1890	N.R.	426	-	48,300	420,000	
1891	N.R.	N.R.	-	N.R.		No returns.
1892	812	81	10	7,200	80,000	Part only smelted.
1893	N.R.	41	-	1,800	40,000	Restarted.
1894	N.R.	631	-	49,760	622,000	
1895	3,364	336	10	29,790	331,000	
1896	N.R.	430	-	39,856	424,000	
1897	9,049	806+	8.9	69,792	794,000	
1898	5,769	579	10.0	57,100	570,000	2,840 tons of seconds, estimated to contain 142 tons of copper not treated.
1899	10,421	560	5.4	72,800	552,000	
1900	9,228	678	7.4	97,380	667,000	6,100 tons containing an estimated 243 tons of copper not treated
1901	21,853	1,076	4.9	129,198	1,059,000	
1902	29,914	1,149	3.8	103,000	1,131,000	
1903	66,446	1,882	2.8	200,750	1,852,000	Including 8,411 tons from dumps.
1904	30,824	815	2.6	88,220	802,000	Including 4,546 tons from dumps.
1905	61,894	1,226	1.99	164,152	1,207,000	Includes dump material.
1906	60,963	1,242	2.1	200,000	1,223,000	
1907	48,770	1,172	2.4	176,000	1,154,000	
1908	18,441	545	2.9	60,000	536,000	To closing down in May 1908.
1909-1912		No	Production		-	
1913	35,453	1,417	4.0	184,140	1,395,000	
1914	18,826	497+	2.6	59,824	490,000	
1915-1916		No	Production		-	
1917	8,417	340	4.0	83,400	334,000	Includes copper producea from 4,000 tons of slag and 1,000 tons from dump.
1918	11,522	264	2.3	60,000	260,000	
1919-1926		No	Production		-	
1927	41	-	-	-	-	
1928-1960		No	Production			
1961	N.R.	317	-	-	36,000	Value includes 972 ounces of Ag.
1962-1972		No	Production		-	
Total	469,626	19,443	3.58*	-	19,136,000	

N.R. = No record.

* = Calculated from production records of years in which both tonneage of ore and copper metal are given.

\+ = Calculated from records of tonneage produced and grade.

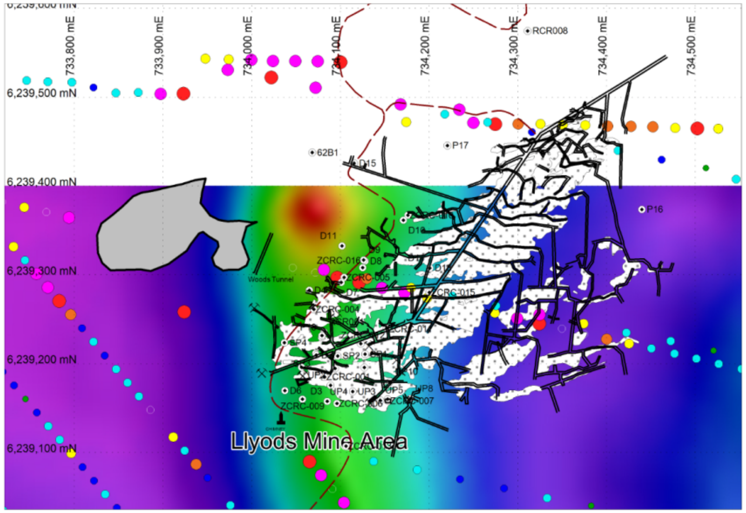
Burraga (NSW) – Copper Exploration



NEAR MINE

{IP at 100m depth with historic mine access and mined ore – image below}

~IP targets near Lloyds .... is there a 2nd, 3rd ... Lloyds?
~ZDD-018 shows Lloyds shoot exits BEYOND workings (NE in image below)
~Down-hole and surface EM planned
~Scout drilling of prospective targets in 2014
~Development drilling of Lloyds extention in 2015



FURTHER AFIELD

{IP at 100m depth; currently surveying N of Lloyds – image above}
~Strong chargeability S & N of Lloyds towards Howards
~Strong surface soil assay results S & N of Lloyds
~NE chargeability high towards Spragues Mine – limited drilling to date
~Scout drilling of prospective targets in 2014

Burraga (NSW) – Gold Exploration

<u>LUCKY DRAW – production</u>

1.48Mt @ 3.5 g/t Au

~Renison mined during 1988-1991

<u>LUCKY DRAW – remaining resource</u>

0.47Mt @ 2.1 g/t Au

~equates to 31,600 in-situ ounces – JORC compliant

<u>HACKNEYS CREEK – resource</u>

2.21Mt @ 1.4 g/t Au

~equates to 101,800 in-situ ounces – JORC compliant

<u>ISABELLA – best drilling intercept</u>

IRC020: 12m @ 3.2g/t Au

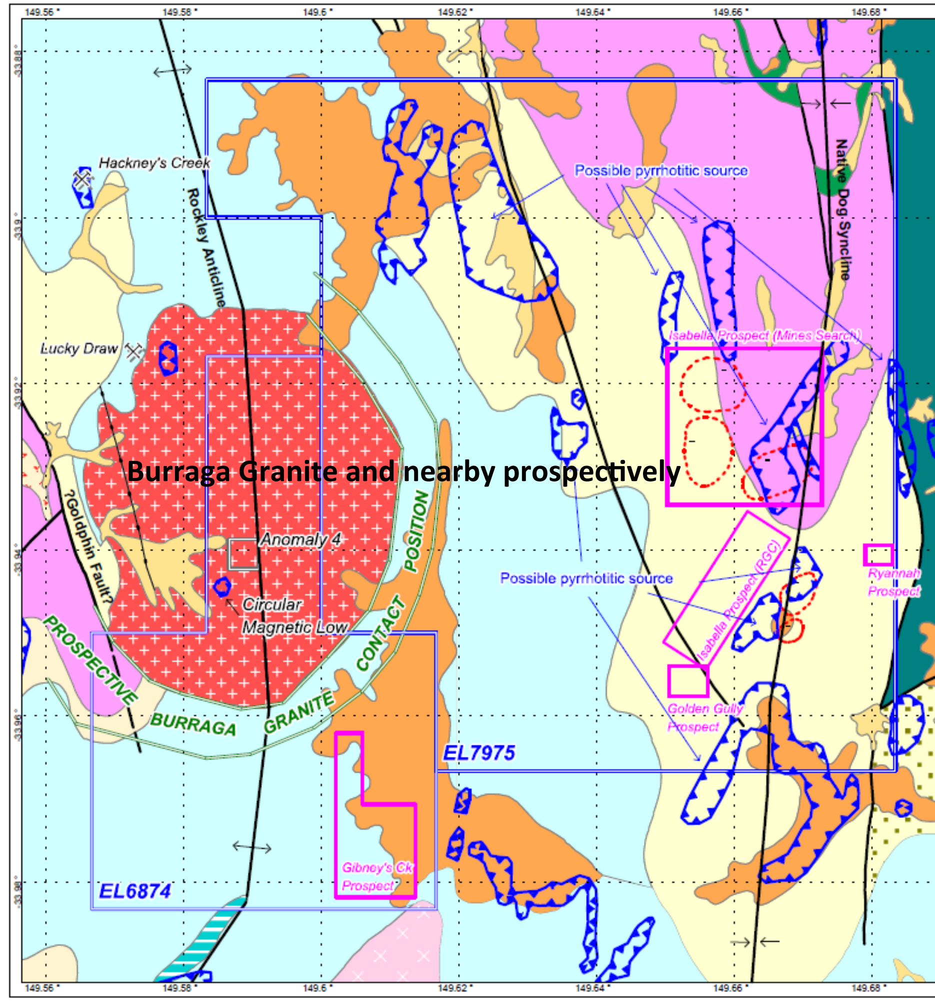
~incl. 1m @ 11.5g/t Au and 1m @ 7.3g/t Au

<u>2014 / 15 programme</u>

~Interpretation of airborne magnetics

~Field alteration mapping of propective areas

~Scout drilling of new targets



South Malang (Indonesia)

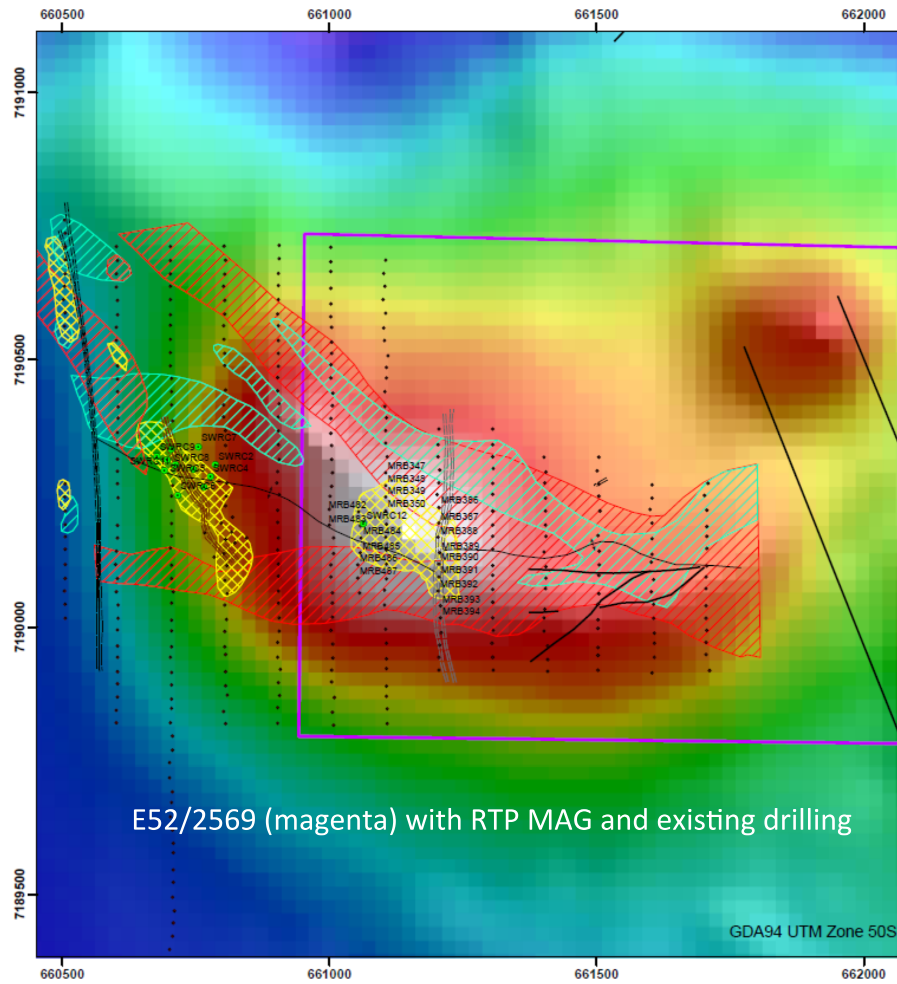
- Mapping completed:
  - District scale over entire tenement
  - Detailed over most advanced prospect
- Sampling to date:
  - 143 rock-chip
  - 38 channel
  - 164 soil / clay
- Socialization programs underway:
  - Fresh water to local villages
  - Electricity to local villages
- Planned for 2014 / 15:
  - Complete sampling, spectral analysis and mapping
  - Airborne magnetics survey
  - Drill target development for 2015 drilling

TARGETING LARGE COPPER / GOLD PORPHYRIES

Horseshoe South (WA)

- ~ Review of open file data completed
  - = geophysics
  - = reports
  - = Drilling and soil results
- ~ Magnetic high, west part of tenement:
  - = Approx. 100m below surface
  - = MRB prefixed holes only drill to ~75m
- ~ Existing intercept immediately west:
  - = SWRC5: 9m @ 10.3 g/t Au, from 19m
- ~ Planned for 2014 / 15:
  - = Reconnaissance site visit and logistics planning
  - = Drill 3 x 250m holes into two western targets

LOCATION TO HORSESHOE LIGHTS MINE (3-4Km SOUTH) > PROSPECTIVE FOR HIGH GRADE COPPER / GOLD



E52/2569 (magenta) with RTP MAG and existing drilling

Reasons to invest in EYM

- ✓ 100% ownership of Australian projects – no royalties
- ✓ NPV of Lloyds tailings project is presently 3.9c/share (31.8M ÷ 815M)
- ✓ Cu production (11,000T) yields > $1M per month for 50 months +
- ✓ EYM to production of Cu concentrate in 1½ years
- ✓ Experienced & focused exploration team – $'s spent in ground
- ✓ FS completed & ML granted 1st half 2015
- ✓ Exploration upside from aggressive & focused drilling programme

Production to generate cash flow to explore upside