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31 January 2018

Company Announcements Office
ASX Limited

QUARTERLY ACTIVITIES REPORT
FOR THE PERIOD ENDED 31 DECEMBER 2017

- *Successfully relisted on the Australian Securities Exchange and raised \$1,000,000 at \$0.10 per share*
- *Challa Projects Acquisition completed*
- *Work ongoing to refine and prioritise exploration targets*
- *Mark Carder appointed as Exploration Manager*

Corporate Activities

On 6 October 2017, Santa Fe Minerals Ltd (ASX: SFM) (**SFM, the Company**) completed a return of capital to shareholders in the amount of \$0.045 per share totalling \$2,748,096.

Following the completion of recompliance with the ASX Listing Rules, the Company's securities were reinstated to Official Quotation on 22 November 2017. The Company successfully raised \$1 million under a public offer as part of its relisting and is well placed to carry out its exploration programmes on the Projects.

Settlement of the Challa Projects was completed pursuant to the terms of the tenement sale agreement and subsequent deed of variation with the vendor group (refer to announcements made to ASX on 3 July 2017 and 14 August 2017 for agreement terms).

Exploration Manager Appointment

Mr Mark Carder was appointed to the full-time position of Exploration Manager on 27 November 2017. Mark is a geologist with over 18 years' experience in mining and developing commodities including coal, gold, lead, zinc, copper, silver, iron ore and rare earths. Mark has held senior geological roles with Crescent Gold, BC Iron, Carrick Gold, Millennium Minerals and Lynas

Corporation gaining practical and management experience within the areas of exploration, mining and resource development.

Exploration Activities Update

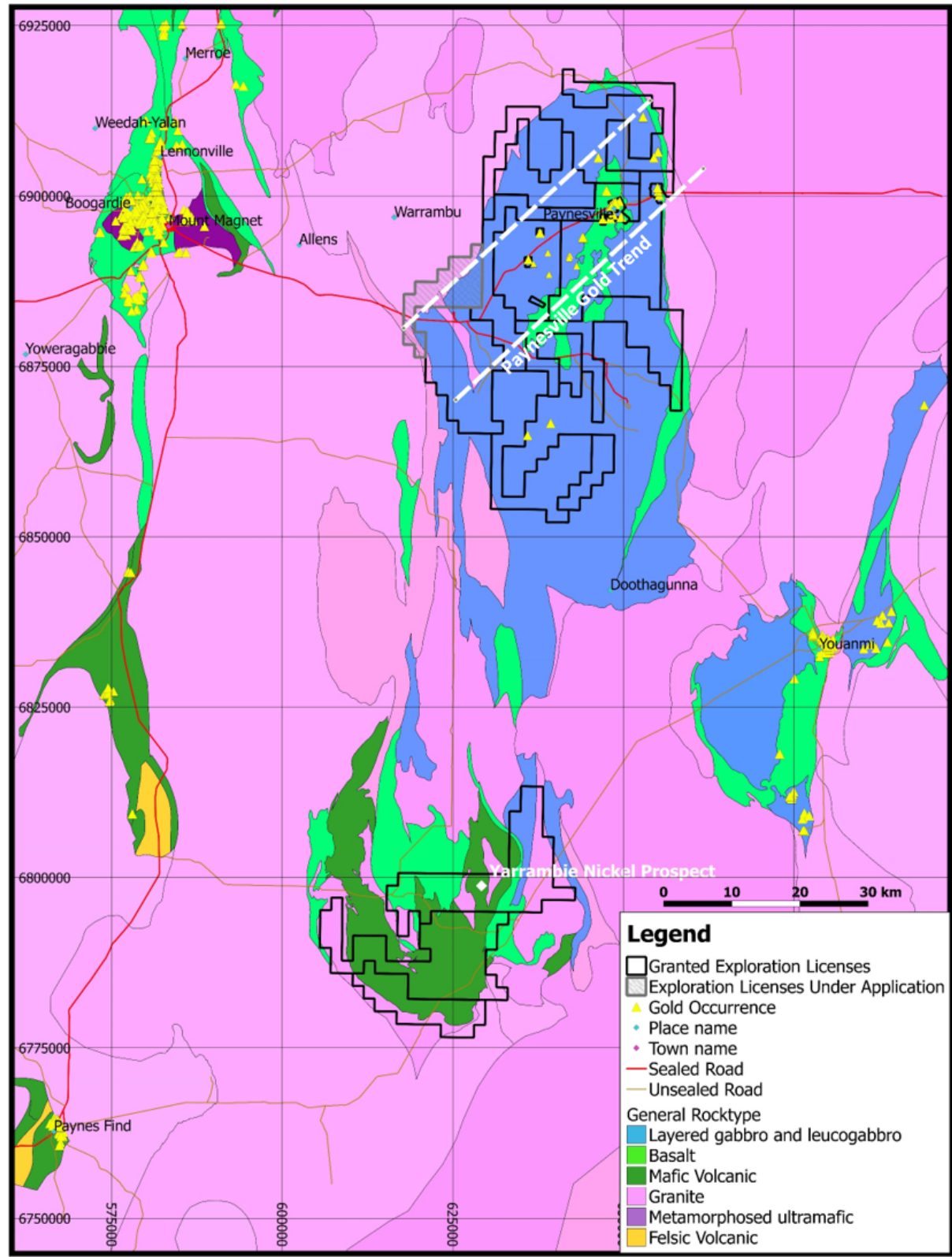


Figure 1 - Challa Project Area

Between the date of relisting on the ASX and the end of the quarter, the Company continued to refine and prioritise exploration targets. Subsequent to the end of the quarter, a reconnaissance sampling program was completed at the Yarrambie Nickel/Copper/Cobalt target (Challa South) and at various areas of interest across the Paynseville Gold Trend (Challa North). A geophysical consultant has been engaged to assist in the targeting process and enable the Company to finalise a maiden drilling campaign. Negotiations with drilling contractors are currently in progress. Further updates will be provided in due course.

Subsequent to the end of the quarter, an application for an Exploration licence (E58/526) was made at the western edge of the Windimurra Intrusion. The new ground lies along the Northern strike extensions of the Company's Western target area (see Figure 1).

Financial Position

As at 31 December 2017, the Company had a balance of \$6,423,930 in liquid assets comprising of \$6,133,000 of cash, 6,500,000 shares held in Emerald Resources NL and 116,710 shares held in Aurelia Metals Limited.

Doug Rose
Managing Director
Santa Fe Minerals Limited

COMPLIANCE STATEMENT

The information is extracted from the report titled 'Independent Geologist's Report' created on 26 October 2017 (contained in the Company's Second Supplementary Prospectus dated 27 October 2017) and is available to view at www.santafeminerals.com.au and www.asx.com.au. 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 and, in the case of estimates of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Schedule 1: Interests in Mining Tenements at the end of the quarter as required under ASX Listing Rule 5.3.3

Santa Fe Minerals Limited (the 'Company') is the beneficial holder of the below tenements pursuant to the tenement sale agreement dated 1 July 2017 (as varied by the deed of variation dated 14 August 2017). The Company is in the process of transferring legal title to the tenements.

Tenement	Holder	Interest	Location	Status
E58/472	CRC ¹ /Legendre ² /TEJ ³ (60/30/10)	100%	Western Australia	Granted
E58/500	CRC/Legendre/Perring ⁴ (56/24/20)	100%	Western Australia	Granted
E58/501	CRC/Legendre/Perring (56/24/20)	100%	Western Australia	Granted
E58/502	Pegmatite ⁵	100%	Western Australia	Granted
E58/503	Pegmatite	100%	Western Australia	Granted
E58/504	CRC/Legendre/Perring (56/24/20)	100%	Western Australia	Granted
E58/511	Pegmatite	100%	Western Australia	Granted
E59/2124	CRC/Legendre/TEJ (60/30/10)	100%	Western Australia	Granted
E59/2125	CRC/Legendre/TEJ (60/30/10)	100%	Western Australia	Granted
E59/2226	CRC/Legendre/Perring (56/24/20)	100%	Western Australia	Granted
E58/485	CRC/Legendre/TEJ (60/30/10)	100%	Western Australia	Granted

¹Corporate & Resources Consultants Pty Ltd ('CRC')

²Bruce Robert Legendre ('Legendre')

³T.E. Johnston & Associates Pty Ltd ('TEJ')

⁴Robert John Perring ('Perring')

⁵Pegmatite Holdings Pty Ltd ('Pegmatite')

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

Santa Fe Minerals Ltd

ABN

59 151 155 734

Quarter ended ("current quarter")

31 December 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(80)	(104)
(b) development	-	-
(c) production	-	-
(d) staff costs	(85)	(152)
(e) administration and corporate costs	(142)	(369)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	34	95
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (GST paid to be recouped)	(1)	(30)
1.9 Net cash from / (used in) operating activities	(274)	(560)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(1)	(68)
(b) tenements (see item 10)	(100)	(175)
(c) investments	(31)	(31)
(d) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	39	39
	(d) other financial assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other	-	-
2.6	Net cash from / (used in) investing activities	(93)	(235)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	1,000	1,000
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	(86)	(100)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (capital return to shareholders)	(2,748)	(2,748)
3.10	Net cash from / (used in) financing activities	(1,834)	(1,848)

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	8,334	8,776
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(274)	(560)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(93)	(235)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(1,834)	(1,848)
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	6,133	6,133

5. Reconciliation of cash and cash equivalents 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	1,046	3,281
5.2 Term deposits	5,087	5,053
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	6,133	8,334

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
53
-

Director fees and superannuation.

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
3
-

The Company rents office premises from a related entity. Normal commercial terms apply.

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

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	220
9.2 Development	-
9.3 Production	-
9.4 Staff costs	119
9.5 Administration and corporate costs	50
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	389

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	Nil			
10.2 Interests in mining tenements and petroleum tenements acquired or increased	E58/472 (WA) E58/500 (WA) E58/501 (WA) E58/502 (WA) E58/503 (WA) E58/504 (WA) E58/511 (WA) E59/2124 (WA) E59/2125 (WA) E59/2226 (WA) E58/485 (WA)	Beneficial*	0%	100%

*Santa Fe Minerals is in the process of transferring legal title to the tenements pursuant to the tenement sale agreement dated 1 July 2017 (as varied by the deed of variation dated 14 August 2017).

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.



Print name: Doug Rose
(Managing Director)

Date: 31 January 2018

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.