

19 December 2017

ASX Market Announcements

CHAIRMAN'S ADDRESS AT THE 2017 ANNUAL GENERAL MEETING ON 19 DECEMBER 2017

I am pleased to report on the progress of the Company since the issue of the last Annual Report in March 2017.

As reported in our June 2017 and September 2017 quarter reports, substantial field work has been completed with results received in our gold and iron ore projects in Western Australia.

We have continued to aim to enlarge our portfolio of mineral tenements in Western Australia where mining is well supported. In that regard, we have opened an operations office in Kalgoorlie to facilitate co-ordination of our work program in WA.

New applications have been submitted in WA for four tenements at Halls Creek in Lamboo Province with potential for cobalt and gold. Cobalt is a component in the manufacture of batteries for use in electric vehicles. The grant of those tenements should provide the Company with further good opportunities to create value.

Since 2016 we have opted for a strategy of applying for our tenements direct from the Government at low entry cost, as opposed to purchasing interests from third parties at high price, and building value on those tenements by funding exploration.

We continue to be careful in our expenditure, keep our overheads low and focus spending primarily on exploration. The investment market in Australia appears to have reached a turnaround with investors starting to direct funds in small capitalization companies within the resources sector. We hope that interest in our Company increases in this environment.

As we continue to pursue investment in coal, iron ore, gold and cobalt, we are also assessing opportunities in the non-resources sector. The aim is to look for opportunities that may bring early cash flows. Any such investment will have to be in compliance with the Listing Rules of the ASX.

I look forward to your support as the Board continues to seek to enhance the value of the Company.



Jianzhong Yang
Chairman