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ASX Market Announcements

**CHAIRMAN'S ADDRESS AT THE 2018 ANNUAL GENERAL MEETING
ON 14 DECEMBER 2018**

I am pleased to present my first report to the Annual General Meeting as Chairman of the Company.

First of all I would like to thank Mr Jianzhong Yang, who has held the Chair until last November and is continuing as a Board member, for the robust foundation he has laid for the Company during his tenure. Against all odds he successfully reinstated the trading of the Company's shares on the Australian Securities Exchange (ASX) in March 2015 and concurrently raised fresh capital to develop the business. Since that time the Company has applied and has been granted 12 new tenements in Western Australia focusing on gold, iron ore and cobalt covering a total area of 947 square kilometres. Drilling programs and field work within those new tenements since their grant have generated some encouraging results. A drilling program in Queensland at the Maryvale Coal Project attained in February 2017 a maiden In Situ Gasification JORC 2012 compliant resource of 97 million tonnes inferred.

The Company intends to continue exploration work within the granted tenements especially in Western Australia where mining is well supported by the State Government.

A 1 for 2 non-renounceable pro-rata entitlement offer was announced on 27 November 2018. I look forward to support from all shareholders. The offer is fully underwritten by Treasure Unicorn Limited, the largest shareholder, and therefore we can expect to raise the full gross amount of approximately \$1.768 million after the offer closes on next Monday 17 December 2018. The funds will be applied to exploration, repayment of debt and working capital.

While we focus on investment in coal, iron ore, gold and cobalt, we will be assessing opportunities in other sectors, in particular the potential of generating early cash flows. Any such investment will have to be in compliance with the Listing Rules of the ASX.

I thank you for your support as the Board gears up to enhance the value of the Company.

Donghai Zhang
Chairman