

Quest Minerals Limited

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Directors:

Paul Piercy, Chairman
Jerome Vitale, Managing Director
Dennis Gee, Non-executive Director



ASX Code: **QNL**

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Termination of Service Provider Contract

An administrative services contract between **Quest Minerals Limited (ASX: QNL, Company)** and Corporate Admin Services Pty Ltd ("CAS") ("Agreement") which has been providing book keeping, administration and a limited range of reporting and supervisory services to Quest since 2007, has been terminated.

CAS has made a claim for approximately \$110,000 in unpaid fees, and on that basis has purported to terminate the Agreement. CAS is also claiming a termination payment of approximately \$33,000 per month from July 2013 to the end of the term of the Agreement (4 May 2014).

Quest disputes that that these amounts are due and payable and has reserved all of its rights in respect of any claims it has against CAS in relation to the performance of the services and applicable charges under the Agreement (including amounts previously paid by Quest).

The enquiries of the recently reconstituted Board (*ASX announcement 22 April 2013*) with respect to the Agreement and the amount of any claims Quest may have against CAS, are incomplete and continuing. Quest will keep the market informed of any material developments.

Quest has arranged for alternative delivery of the administrative functions previously provided by CAS, and has relocated its offices (*ASX announcement 22 July 2013*). These steps are expected to result in substantial cost savings. They are part of a range of efficiency measures introduced by the new Board in its quest to ensure that the funds available for further resource development at the Company's high grade magnetite ore project at Perenjori, east of Geraldton, are maximised.

Jerome G Vitale
Managing Director