



29th October 2015

ACTIVITIES REPORT - SEPTEMBER QUARTER 2015

HIGHLIGHTS

- **Koonenberry EL 6424:**
 - Renewal of EL 6424 for a further 2 years from May 25th, 2015 was confirmed by the Department of Primary Industries (“Department”)
 - Deep drilling of gravity targets is now planned for early 2016.
- **Koonenberry EL 6400 and EL 6464:**
 - Rehabilitation of the 9 RC percussion holes completed in April 2015.
- **Pooraka EL 6413, EL 7564 & ELA 5203:**
 - A ground based TDEM (time domain electromagnetic) survey that was completed in May 2015 revealed an extensive and strong conductor in the northern target area. Further TDEM work and analysis outlined a second, smaller, conductor in the southern target area, near mineralization that was located in 2009 by RC percussion drilling.
 - Application was made for ELA 5203 (8 units) over the gap area between the EL 6413 and EL 7564, to cover possible northern extensions to the large conductor identified in the northern target area.

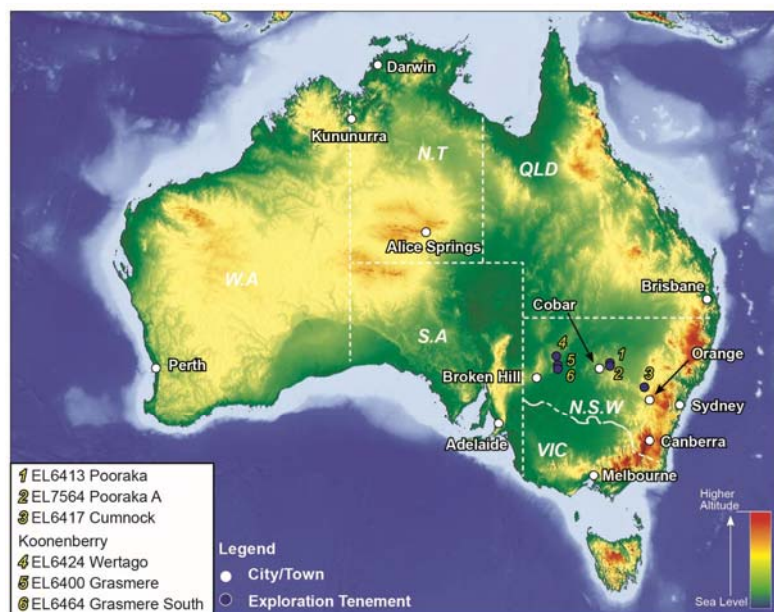


Figure 1 – List of Licences and Locations in New South Wales, Australia. N.B. EL 6417 now relinquished.

AUSMON RESOURCES LIMITED ABN 88 134 358 964
 ‘World Tower’ Suite 1312, 87-89 Liverpool Street, Sydney NSW 2000 Australia.
 PO BOX 20188 World Square, NSW 2002 Australia
 Tel: 61 2 9264 6988 Fax: 61 2 9283 7166 Email: office@ausmonresources.com.au
www.ausmonresources.com.au ASX code: AOA





ACTIVITIES IN THE KOONENBERRY BELT – Copper-Zinc-(Silver) and Gold Exploration ELs 6400, 6464, and 6424 - NSW (100% interest)

The Company holds a 100% interest in 3 ELs covering a total area of 299 sq kms in the highly prospective and under-explored Koonenberry Belt of Western NSW, near Broken Hill.

EL 6400: This EL is of principal interest as it contains the Grasmere-Peveril Cu-Zn-(Ag) deposits, which contain a significant indicated and inferred JORC Code 2004 compliant resource of 5.75mt @ 1.03% Cu, 0.35% Zn, 2.3g/t Ag and 0.05g/t Au (Inferred: 2.73 mt grading 0.9% Cu, 0.4% Zn, .04 g/t Au and 2.05 gt Ag. Indicated: 3.02 mt grading 1.15% copper, 0.3% Zn, 0.06 g/t Au and 2.53 g/t Ag). Information relating to the mineral resource was prepared and first reported in accordance with the JORC Code 2004 in 2006. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was reported in 2006.

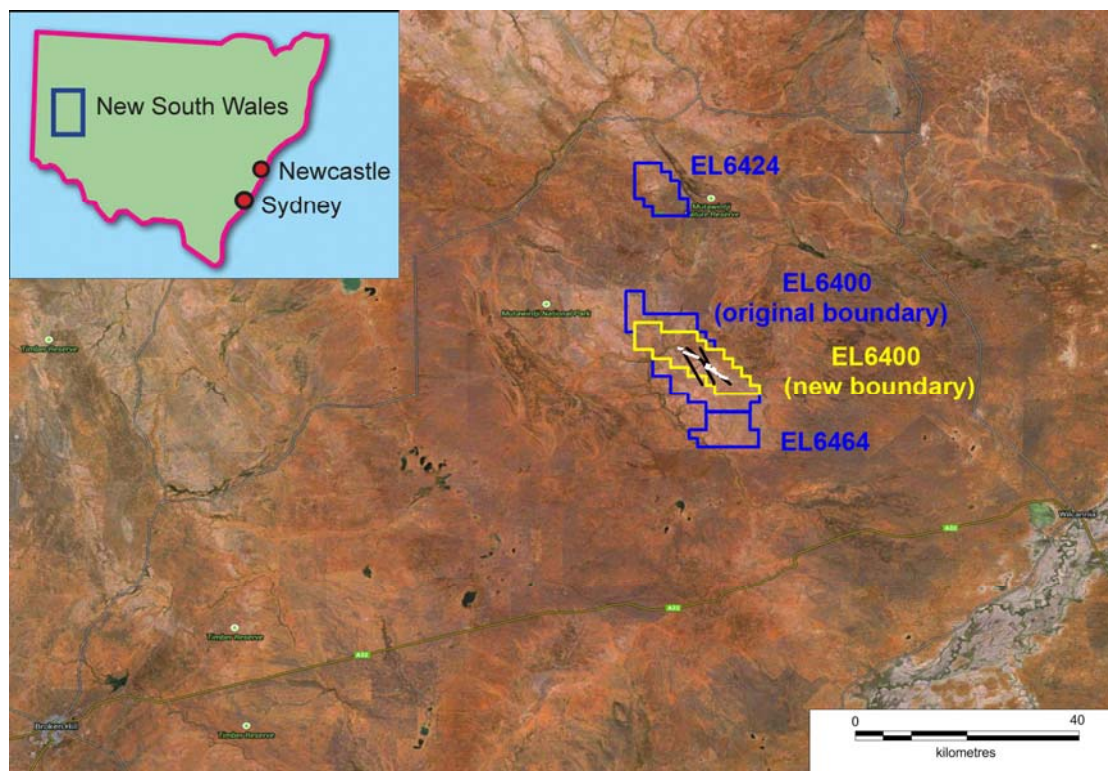


Figure 2 - Locations of Koonenberry Exploration Licences.

Note: Line of mineralization in white and Faults in black.





During the June Quarter, 9 RC percussion holes were completed for a total of 700 metres in 5 target areas designated T1 to T5 as follows:

- T1--Wilandra (Holes W1, W2, W3, W6),
- T2-- Wilandra East (Holes W7, W8),
- T3-- North Peveril (Hole W9),
- T4-- East Peveril (Hole W10), and T5--West Peveril (Hole W11).

These targets were designed to check for suspected WNW extensions to the Grasmere-Peveril line of lode. All holes encountered intensely leached and deeply weathered clay-rich rocks. Sulphide lode minerals, mainly pyrite and chalcopyrite, would not be expected to survive in such a weathering environment. There was scant evidence for relict weathered sulphides (e.g. silicified ironstone chips and/or blackened clays) in all holes except W11. Rock chips from all holes were noted to be either volcanic (dacite-andesite) or pelitic (clay rich sediments) in origin. The Grasmere-Peveril line of lode is enveloped by both rock types; mainly volcanics on the NE side, and mainly pelitic sediments on the SW side.

Examination of drilling data suggested that future work to locate possible WNW extensions would involve drilling 10 to 20, 80m to 100m long, close spaced RAB or RC percussion holes, along two SW running lines near target area T1 at Wilandra.

During the current Quarter the above described 9 drill holes and access sites were rehabilitated.

EL 6424: This EL covers the Wertago copper diggings and Nutherungie silver field, where a detailed gravity survey in 2014 outlined gravity lows-possible porphyry intrusions- considered worthy of deep drilling (see Figure 3).

The silver field is strongly suspected to be the epithermal cap above a concealed porphyry (Cu-Ag-Au) intrusive system, which should express as a gravity lows. Regional gravity data revealed a broad gravity high over the silver field, but the detailed survey revealed several gravity lows, with interpreted intrusion tops (crowns) lying at relatively shallow depths (ie 250m – 270m, and 320m) in the central-western part of the EL. The original plan was to test those with 2 steep drill holes of 400m & 450m length. After further interpretation, a third gravity low, in the Silverfield fault zone was also deemed a potential worthy target, and the plan now is to test that target plus the larger of the two above mentioned targets, with 2 steeply inclined, RC pre collared diamond holes of about 450m length. These are shown as Hole 4 and Hole 2 in Figure 3. The silver field vein deposits are also of interest, since historic miners deserted diggings for the White Cliffs Opal Field in the 1890s veins have never





**AUSMON RESOURCES
LIMITED**

been tested at depth. These include one shallow digging, proximal to Wertago which was abandoned in silver-rich galena (PbS) veins. That digging represents a stand-alone RC-drilling target (Hole 3 in Figure3) because in the (analogous) Silverton silver field, near Broken Hill, similar mineralization does persist to depth. The proposed drilling is planned for early 2016.

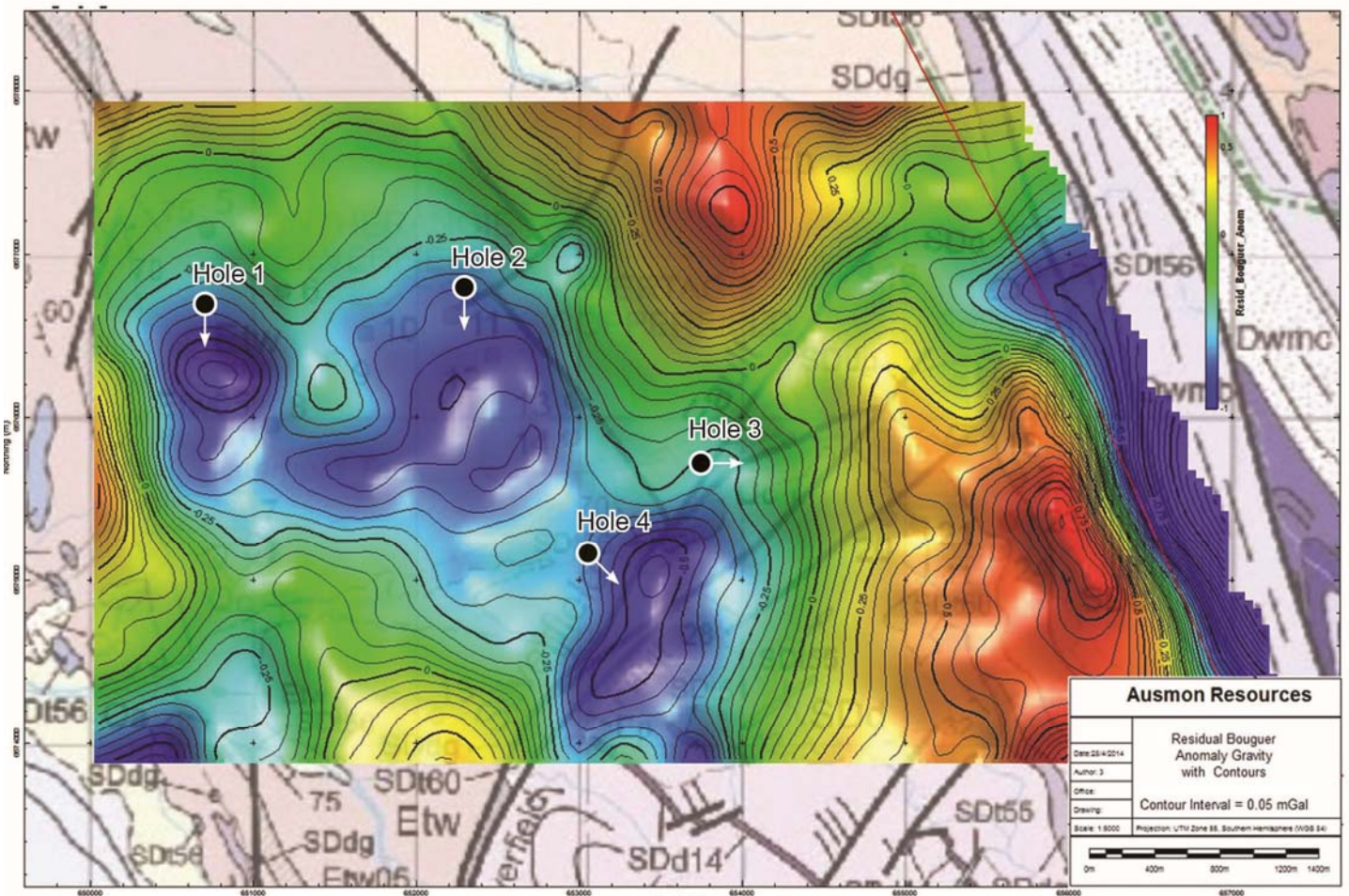


Figure 3 - Proposed Drill Holes in EL 6424 NB anomalous gravity low target areas in purple

AUSMON RESOURCES LIMITED ABN 88 134 358 964
'World Tower" Suite 1312, 87-89 Liverpool Street, Sydney NSW 2000 Australia.
PO BOX 20188 World Square, NSW 2002 Australia
Tel: 61 2 9264 6988 Fax: 61 2 9283 7166 Email: office@ausmonresources.com.au
www.ausmonresources.com.au ASX code: **AOA**





**ACTIVITIES NEAR COBAR - Gold, Silver and Base Metal Exploration
ELs 6413, 7564 & ELA 5203 – NSW (100% interest)**

Joined ELs 6413 and 7564, located at Pooraka, 50 km east of Cobar, contain several gold and base metal target areas gleaned from earlier exploration. Due to the extent and thickness of magnetic palaeo channels aeromagnetic data were noted to be of limited use. In 2014, it was decided to undertake a ground based EM survey to seek hidden conductors in target areas. Target areas were chosen using bedrock geochemical data and historic air-core/RC drilling data. Those data highlighted two sub-areas—T1, Langbein - Langbein West and T2/T3, McGuinness - McGuinness North (see Figure 4). During April and May 2015, a ground based 200m x 200m geophysical survey was undertaken over the two target areas using the time domain electromagnetic (TDEM) technique.

TDEM data were processed to define anomalies caused by conductors. Using CSIRO/AMIRA computer programs, targets data were further analysed to ascertain geometry- depth, orientation, thickness- and electrical properties. The results were very encouraging. At T1, Langbein - Langbein West target area, a broad formational conductive zone was detected, however a small discreet conductor (open to the east) was detected proximal to where the Company's 2009 RC-percussion drilling encountered low grade mineralization in bedrock. This is considered by the Company as an important drill target.

In the T2/T3, McGuinness - McGuinness North, target areas proximal to the Gilmore Suture, a large, strong, discreet, north running 1200m x 800m conductor was gleaned. This is most probably due to hidden sulphide concentrations. The conductor was modelled and outlined by the Company's geophysical consultant, (see Figures 5 and 6).

The 2 conductors revealed by the TDEM survey will need to be tested at depth using RC percussion drilling in early 2016.

During the quarter, application was made for ELA 5203 (8 units) over the gap area between the EL 6413 and EL 7564, to cover possible northern extensions to the large conductor identified in the northern target area.





**AUSMON RESOURCES
LIMITED**

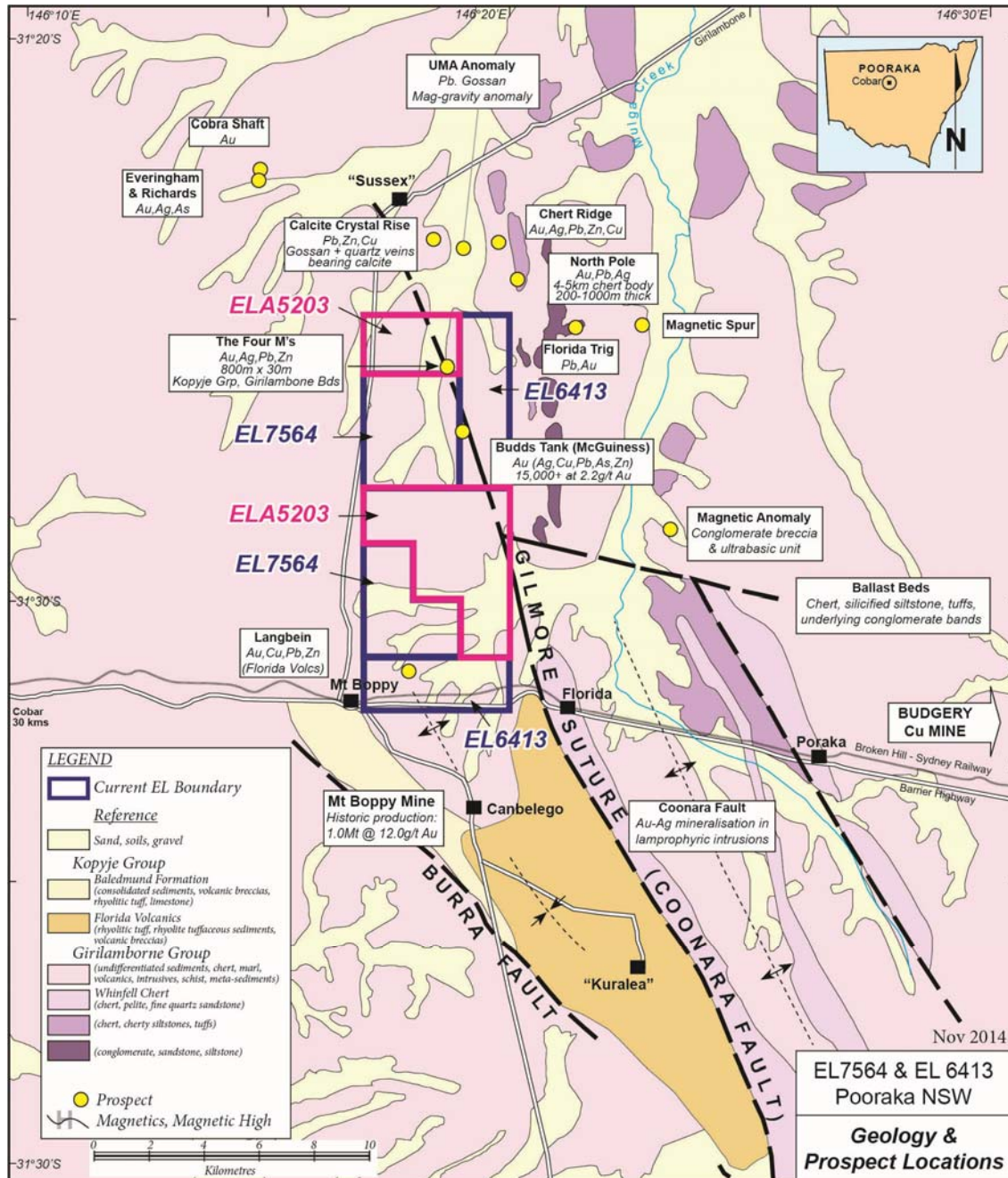


Figure 4 – Geology and Prospect Locations of Pooraka Project





**AUSMON RESOURCES
LIMITED**

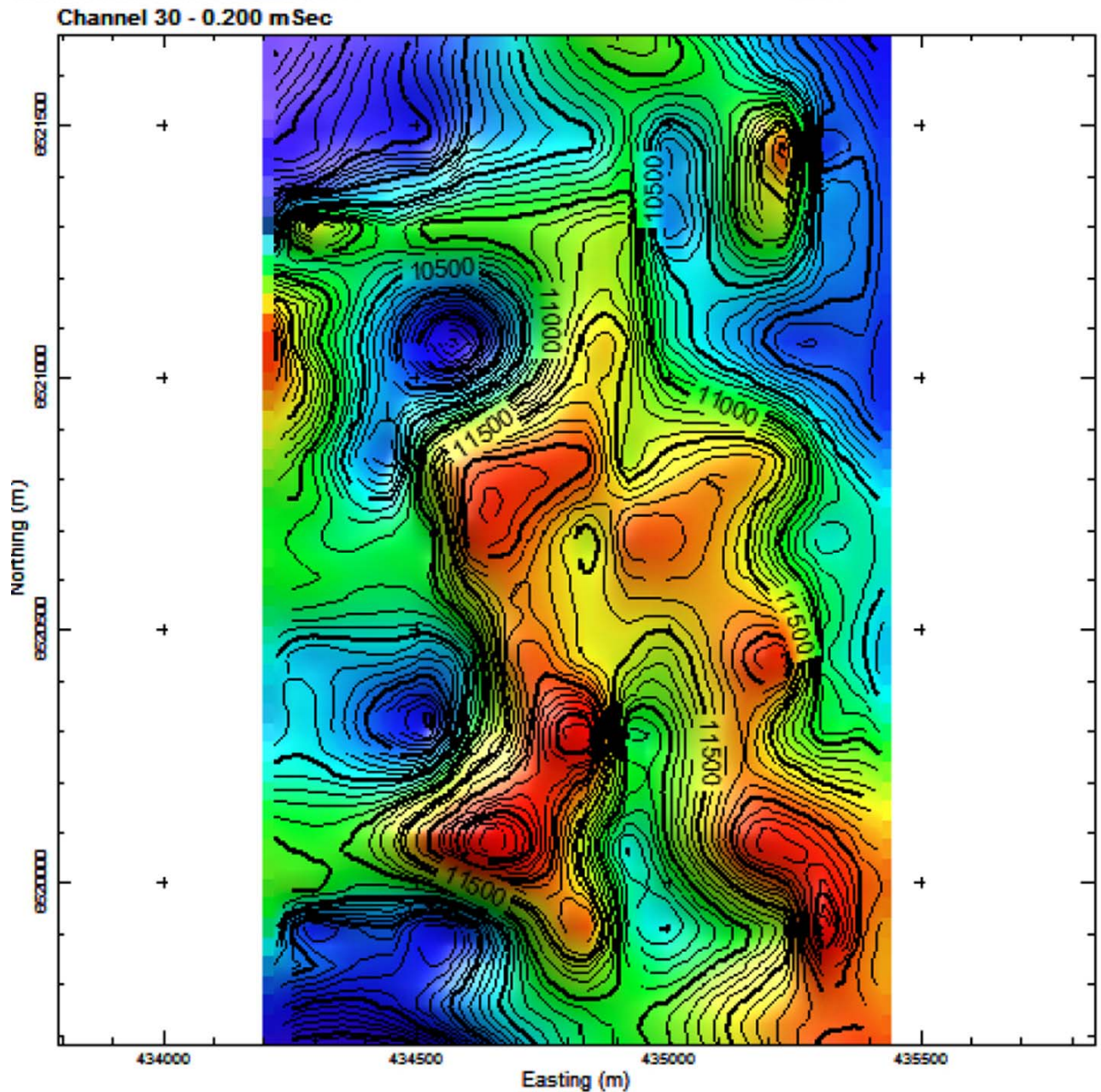


Figure 5 - N Data channels 30 as image and contour map. Contour interval is variable. Note, North is vertical.



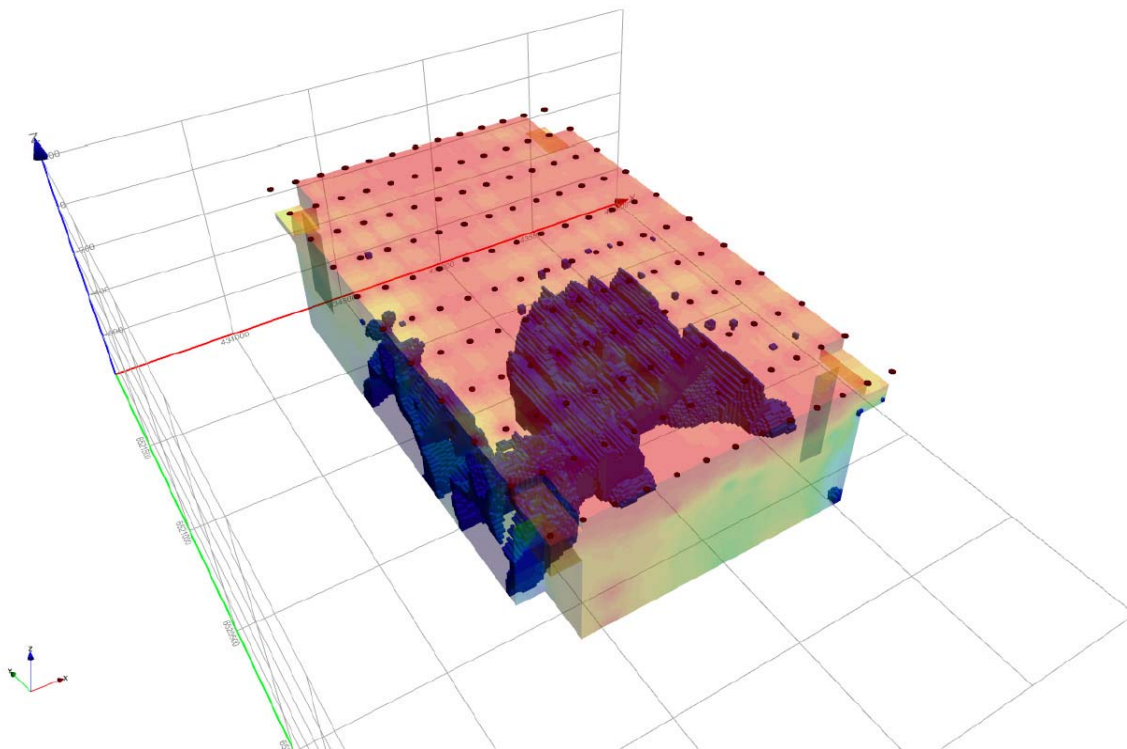


Figure 6 - View to the NE with the subsurface anomalous conductivity feature. NB top of conductor is about 200 metres beneath the surface as shown

LICENCES STATUS

Pursuant to ASX Listing Rule 5.4.3 the Company reports as follows in relation to minerals tenements held at the end of the 30 September 2015 quarter and acquired or disposed of during that quarter and their locations.

Tenement	Project Name	Location	Beneficial Interest	Expiry
EL 6400	Koonenberry	NSW	100%	31 March 2017
EL 6424	Koonenberry	NSW	100%	25 May 2017
EL 6464	Koonenberry	NSW	100%	18 September 2016
EL 6413	Pooraka	NSW	100%	16 May 2017
EL 7564	Pooraka	NSW	100%	17 June 2016
ELA 5203	Pooraka	NSW	100%	Under application

There were no other tenements acquired or disposed of or change in beneficial interests under farm-in or farm-out agreements during the quarter.



(The information in the report above that relates to Exploration Results is based on information compiled by Dr Pieter Moeskops, the principal of Agaiva Holdings Pty Ltd and a member of The Australasian Institute of Mining and Metallurgy.

Dr Moeskops has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activities which he is undertaking to qualify as a Competent Person as defined in the 2004 and 2012 Editions of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Moeskops consents to the inclusion in this report of matters based on his information in the form and context in which it appears.)

John Wang
Managing Director



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, 01/05/2013

Name of entity

AUSMON RESOURCES LIMITED

ABN

88 134 358 964

Quarter ended ("current quarter")

30 SEPTEMBER 2015

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (3 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(40)	(40)
1.3 Dividends received	(61)	(61)
1.4 Interest and other items of a similar nature received	3	3
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other - GST	10	10
Net Operating Cash Flows	(88)	(88)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets		
1.9 Proceeds from sale of: (a) prospects (b) equity investments (c) other fixed assets		
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other -security deposit paid		
1.12 Other -security deposit refund		
Net investing cash flows	-	-
1.13 Total operating and investing cash flows (carried forward)	(88)	(88)

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(88)	(88)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.		
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings		
1.17	Repayment of borrowings		
1.18	Dividends paid		
1.19	Other (provide details if material)		
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(88)	(88)
1.20	Cash at beginning of quarter/year to date	703	703
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	615	615

Payments to directors of the entity, associates of the directors, related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	-
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

--

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

--

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

--

Financing facilities available

Add notes as necessary for an understanding of the position.

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity and oil and gas exploration entity quarterly report

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities		
3.2 Credit standby arrangements		

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	50
4.2 Development	
4.3 Production	
4.4 Administration	50
Total	100

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	216	413
5.2 Deposits at call	399	290
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	615	703

Changes in interests in mining tenements and petroleum tenements

	Tenement reference and location	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed	ELA 5203 NSW	Under application for beneficial interest	-	100%
6.2 Interests in mining tenements and petroleum tenements acquired or increased				

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	Preference securities (description)				
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	+Ordinary securities	239,486,486	221,266,486		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5	+Convertible debt securities (description)		-		
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures (totals only)				

+ See chapter 19 for defined terms.

7.12	Unsecured notes (<i>totals only</i>)			
------	---	--	--	--

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- 2 This statement does /does not* (*delete one*) give a true and fair view of the matters disclosed.



Sign here: Date: 29 October 2015
 Company Secretary

Print name: John Wang

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 wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements and petroleum tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement or petroleum tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 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.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

== == == == ==

+ See chapter 19 for defined terms.