

MAXIMUS RESOURCES LIMITED
QUARTERLY REPORT
PERIOD ENDING 31 December 2015

SUMMARY

CORPORATE

- Private share placement to sophisticated Investors was completed with \$200,000 received
- A Share Purchase Plan (SPP) conducted during the quarter with \$276,000 raised from existing shareholders at the same share price as the private placement
- Spargoville Deeds of Assignment progressing with 1 outstanding Deed for Completion
- Maximus achieves 51% equity in Spargoville tenements gold rights

WESTERN AUSTRALIA SPARGOVILLE PROJECT

- Maiden drilling program completed on Eagles Nest tenement in December
- 8 Reverse Circulation holes completed for a total of 809 metres
- Logging of drill chips indicates mineralisation in 7 of 8 holes completed
- Ongoing soil and lag sampling during the quarter continues to produce high grade results

NARNDEE PROJECT

- Preparations continue for a ground EM survey on the priority conductor to assist with design of drilling program
- Applications submitted for 3 tenements contiguous to existing MXR ground to protect exploration targets and secure position

SOUTH AUSTRALIA MILLERS CREEK PROJECT

- Continue to seek expressions of interest for Joint Venture or sale/purchase of tenement package

ADELAIDE HILLS PROJECT

- Two tenements retained in Adelaide Hills project following relinquishment of two northern tenements

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DEVELOPMENT AND EXPLORATION ACTIVITIES

WESTERN AUSTRALIA

SPARGOVILLE PROJECT GOLD PROJECT

Maximus 51%

Maximus acquired a 25% interest in the Spargoville gold tenement package located 70km south of Coolgardie in the Eastern Goldfields on 5 August 2015. Following initial onsite familiarisation and orientation work, an infill soil sampling program was initiated to commence testing the 60 plus targets identified by an independent geophysicist in 2012, yet to be fully investigated.

As MXR continued evaluating the wealth of data available, including historical soil sampling results, Aerial EM data, aircore drill data, RC drill data and Diamond drill data and associated assay data, several high potential targets were identified. These targets were the subject of a second program of soil and lag sampling during the September quarter. It is envisaged that multiple highly anomalous results from the early soil sampling programs will quickly lead to drilling programs.

A third round of soil sampling commenced late in September with a further 1,100 samples collected and submitted for analysis. All primary soil and Lag samples collected during the MXR exploration programs are assayed for multi elements (a suite of 45 elements), including Gold, Silver, Copper, Nickel, Lead, Zinc and Sulphides. Assay results continued to generate high grade targets currently being reviewed and prioritised for future drilling programs.

During November, Maximus confirmed that it had invested a further \$200,000 into exploration on the Spargoville tenements and increased its equity in the gold interests to 51%. Transfer documentation was submitted to the Western Australian Department of Mines and Petroleum for registration of the increased equity position.

Maximus commenced its maiden drilling campaign during December on the Eagles Nest tenement completing 8 reverse circulation (RC) holes for a total of 809 metres. Logging of the drill chips indicates mineralisation in 7 of the 8 holes. Assay results are anticipated in mid-January 2016.

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Figure 1: Spargoville tenements – Maximus holds 51% equity in gold rights

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NARDEE BASE METALS PROJECT

Maximus 100%

The recent review of exploration programs and the resultant data on the Narndee tenements continued during the quarter and has highlighted Electromagnetic (EM) conductors that warrant on-ground follow-up.

Preparations continued on the timing of a ground electromagnetic (EM) survey to test an airborne EM anomaly identified during the review. The target presents as long slender feature considered similar to the Nova Bolinger anomaly in the Fraser Range area in Western Australia. The planned ground EM survey will provide more detailed information regarding the anomaly and will provide valuable data to pinpoint drill collar positions in the anticipated drilling program.

Applications were submitted to the Department of Mines and Petroleum (DMP) for 3 tenements contiguous with the current MXR tenements (see figure 2) in the area to secure all possibilities for the EM target.

Maximus is continuing to evaluate surrounding tenements to further secure our position, and thus secure future potential in the southern portion of the tenement package (Milgoo project area).

The company also reviewed the northern tenement package located east of Mt Magnet held for its gold potential, where little success has resulted from early exploration efforts. Expenditure commitments on these tenements were increasing, and with the focus moving to the southern portion of the Narndee block and the Spargoville gold tenements near Coolgardie in the Eastern Goldfields, maintaining these northern tenements is difficult to justify in the current environment. As a result, 4 northern tenements were relinquished during the quarter.

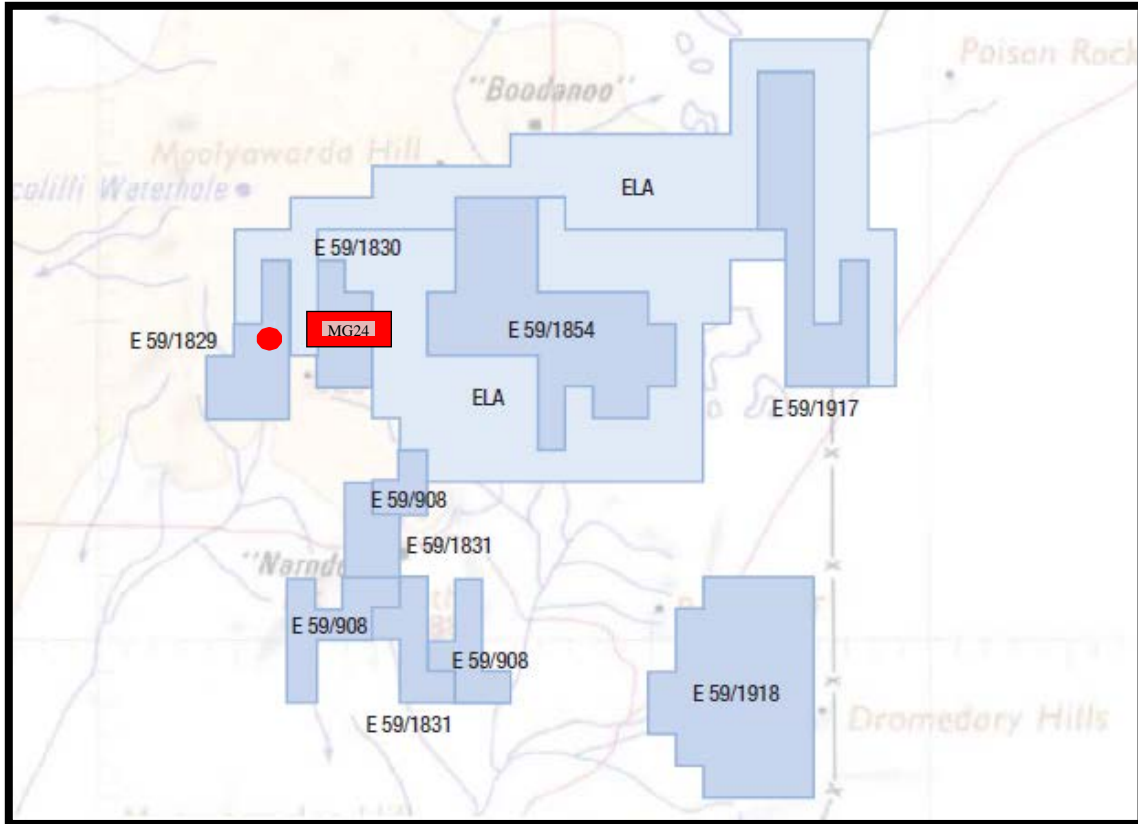


Figure 2: Narndee tenement holding including ELA's applied for to secure MG24 target.

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YANDAL PROJECT

Maximus 20% gold, 100% iron ore rights

No progress during the quarter.

SOUTH AUSTRALIA

MILLERS CREEK COPPER, GOLD PROJECT

Maximus 100%

The company has completed a review of the geophysical data to determine the presence of any IOCG targets and maintains that the tenement holding remains highly prospective for IOCG mineralisation.

However, with the current focus of the company towards gold projects and base metal projects in Western Australia, the company listed the tenement package on an online platform to solicit offers for a Joint Venture on the expanded Millers Creek project.

ADELAIDE HILLS PROJECT

100% Maximus

Following a review of all available data on the remaining Adelaide Hills tenements during the previous quarter, the company attempted to secure JV or sale opportunities for the 4 Adelaide Hills tenements. With little interest shown in the current environment, 2 tenements were relinquished, and 2 tenements remain in the portfolio.

NORTHERN GAWLER CRATON PROJECT

WELBOURN HILL COPPER, GOLD PROJECT

Maximus 100%

The Northern Gawler Craton Project consists of a single granted tenements, Welbourn Hill (EL 5248) located along the northern margins of the Gawler Craton in the Marla region of South Australia covering an area totalling 439 km².

Following the airborne magnetic survey completed during March 2015, the Geophysicist completed some preliminary imagery. This data shows a detailed picture of the magnetics, which suggests that basement rocks are the source of the magnetic anomaly, and the copper mineralisation is associated with magnetite depletion.

The company continues to promote this project to prospective Joint Venture parties as one with potential to host a significant copper target within the basement structure, with minimal success to-date.

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CORPORATE

Capital Raise

During the quarter, the company completed a private placement to sophisticated investors to raise \$200,000 to be used towards ongoing exploration predominantly on the Spargoville tenements. The placement was completed on 27 October 2015 with the issue of 100 million shares valued at \$0.002 each.

In addition, a Share Purchase Plan (SPP) was completed during the quarter providing all eligible MXR shareholders with the option to purchase shares in the company at the same price as the private placement, at \$0.002 per share. The SPP offer opened on 13 November and closed on Friday 4 December 2015.

A total of \$276,000 was received resulting in the issue of 138 million Maximus shares to shareholders.

Spargoville Farm-in Agreement

The Farm-in Agreement with Tychean Resources Limited (TYK) was signed on 5 August 2015 securing Maximus the right to earn up to 90% equity in the highly prospective Spargoville gold tenement package, located 70 km south of Coolgardie in Western Australia.

Under the terms of the farm-in Agreement, MXR can increase its stake in the gold rights in the tenements from 25% to 51% by completing a further \$200,000 in exploration activities on the tenement package within 2 years from the date of signing the Agreement. The MXR equity can be increased to 90% by investing a further \$600,000 (total of \$800,000) in exploration activities on the tenements within 3 years from the date of signing the Farm-in Agreement.

During November, Maximus confirmed that it had invested a further \$200,000 into exploration on the Spargoville tenements and increased its equity in the project to 51%. Transfer documentation was submitted to the Western Australian DMP for registration.

Significant progress was made on completion of the Deeds of Assignment and Assumption for each of the third parties involved in the tenements with TYK. Preparation of documentation was completed during the quarter, with only 2 documents remaining unsigned.

The delay with Salt Lake Mining Pty Ltd, which holds the Nickel rights on the Widge North tenements, was a result of SLM undertaking a corporate transaction relating to the Nickel Rights on the tenements. This Deed has subsequently been signed.

The final outstanding Deed of Assignment involves Breakaway Resources Ltd, a subsidiary of Minotaur Exploration Ltd, which holds the Nickel rights on the Kambalda West tenements and a small gold royalty. Breakaway is refusing to sign the Deed of Assignment, however this does not affect the mechanics of the Farm-in Agreement between Maximus and Tychean, nor does it reduce MXR's legal rights in relation to the Kambalda West tenements. It does however delay the issue of MXR shares to TYK as we work towards a solution.

Project Evaluation

Maximus continues to search for and evaluate prospective projects and tenements with a view to bolster the exploration portfolio and continue to build on the prospectivity of the company's asset base.

Kevin Malaxos
Managing Director
31 December 2015

For further information please contact:
Maximus Resources Limited on 08 7324 3172, or

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Investor relations:

Mr Duncan Gordon

Adelaide Equity Partners

08 8232 8800 or 0404 006 444

Further information relating to Maximus Resources Limited and its various projects can be found on its website: www.maximusresources.com

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Stephen Hogan who is a Member of the Australasian Institute of Mining and Metallurgy, and who has sufficient experience relevant to the style of mineralisation, the type of deposit under consideration, and the activities being undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration results, Mineral Resources and Ore Reserves (the JORC Code). This report is issued in the form and context in which it appears with the written consent of the Competent Person.

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

Maximus Resources Limited

ABN

74 111 977 354

Quarter ended ("current quarter")

31 December 2015

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration & evaluation	(271)	(409)
(b) development	-	-
(c) production	-	-
(d) administration	(184)	(369)
(e) professional fees	(17)	(32)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	7	9
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
Net Operating Cash Flows	(465)	(803)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) Spargoville Farm-in Joint Venture	-	(220)
(b) equity investments	-	-
(c) other fixed assets	-	-
1.9 Proceeds from sale of:		
(a) Terramin Shares	-	-
(b) Tychean Shares	10	10
(b) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)		
- Environmental Bond monies (Sellheim)	-	-
Net investing cash flows	10	(210)
1.13 Total operating and investing cash flows (carried forward)	(455)	(1,013)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(455)	(1,013)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	476	476
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Transaction costs relating to issues	(32)	(32)
	Net financing cash flows	444	444
	Net increase (decrease) in cash held	(11)	(569)
1.20	Cash at beginning of quarter/year to date	347	905
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	336	336

Payments to directors of the entity and associates of the directors

Payments to 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	\$120
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Director Fees \$119,888

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

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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

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+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	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	150
4.2 Development	-
4.3 Production	-
4.4 Administration	150
Total	300

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	336	62
5.2 Deposits at call	-	285
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	336	347

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	EL 5354 - Williamstown	Relinquished	100%	-
	EL4641 – Echunga	Relinquished	100%	-
	E59/1918 – Dromedary Hill	Relinquished	100%	-
	E58/426 – Naluthanna Hill	Relinquished	100%	-
	E58/427 – Paynesville	Relinquished	100%	-
	E58/428 – Kantie Murdana Hill	Relinquished	100%	-
	E58/431 – Mt Carron	Relinquished	100%	-

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

6.2	Interests in mining tenements acquired or increased	M15/1475 – Eagles Nest	Acquired	-	25%
		E15/967 – Kambalda West	Acquired	-	25%
		E15/968 – Kambalda West	Acquired	-	25%
		L15/128 – Kambalda West	Acquired	-	25%
		L15/255 – Kambalda West	Acquired	-	25%
		M15/395 – Kambalda West	Acquired	-	25%
		M15/703 – Kambalda West	Acquired	-	25%
		P15/4884 – Kambalda West	Acquired	-	25%
		P15/4885 – Kambalda West	Acquired	-	25%
		P15/4963 – Kambalda West	Acquired	-	25%
		P15/5860 – Kambalda West	Acquired	-	25%
		P15/5953 – Kambalda West	Acquired	-	25%
		M15/1448 - Hilditch	Acquired	-	25%
		M15/1449 - Larkinvile	Acquired	-	25%
		P15/5912 - Larkinvile	Acquired	-	18.75%
		M15/100 – North Widgie	Acquired	-	25%
		M15/101 – North Widgie	Acquired	-	25%
		M15/102 – North Widgie	Acquired	-	25%
		M15/1271 – North Widgie	Acquired	-	25%
		M15/653 – North Widgie	Acquired	-	25%
		M15/97 – North Widgie	Acquired	-	25%
		M15/99 – North Widgie	Acquired	-	25%
		M15/1101 – Wattle Dam	Acquired	-	25%
		M15/1263 - Wattle Dam	Acquired	-	25%
		M15/1264 - Wattle Dam	Acquired	-	25%
		M15/1323 - Wattle Dam	Acquired	-	25%
		M15/1338 - Wattle Dam	Acquired	-	25%
		M15/1474 - Wattle Dam	Acquired	-	25%
		M15/1769 - Wattle Dam	Acquired	-	25%
		M15/1770 - Wattle Dam	Acquired	-	25%
		M15/1771 - Wattle Dam	Acquired	-	25%
		M15/1772 - Wattle Dam	Acquired	-	25%
		M14/1773 - Wattle Dam	Acquired	-	25%
		M15/1774 - Wattle Dam	Acquired	-	25%
M15/1775 - Wattle Dam	Acquired	-	25%		
M15/1776 - Wattle Dam	Acquired	-	25%		

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 <i>(description)</i>				

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	+Ordinary securities	1,108,407,498	1,108,407,498		
7.4	Changes during quarter (a) Increases through issues - 27 October 2015 - 11 December 2015 (b) Decreases through returns of capital, buy-backs	100,000,000 138,000,000	100,000,000 138,000,000		
7.5	+Convertible debt securities <i>(description)</i>				
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options <i>(description and conversion factor)</i>				
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures <i>(totals only)</i>				
7.12	Unsecured notes <i>(totals only)</i>				

+ See chapter 19 for defined terms.

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 4).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: (Company Secretary)

Date: 29 January 2016

Print name: Rajita Alwis

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 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, 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 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting 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.

MAXIMUS RESOURCES LIMITED - TENEMENT SCHEDULE

Tenement Number	Tenement Name	Registered Holder/Applicant	Maximus Resources Interest
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WESTERN AUSTRALIA

NARNDÉE PROJECT

E59/908	Narndee	Maximus Resources Ltd	100%
E59/1335	4 Corner Bore	Maximus Resources Ltd	100%
E59/1917	Bricky Bore	Maximus Resources Ltd	100%
E59/1829	Milgoe Peak 1	Maximus Resources Ltd	100%
E59/1830	Milgoe Peak 2	Maximus Resources Ltd	100%
E59/1831	Narndee Homestead	Maximus Resources Ltd	100%
E58/452	Corner Well	Maximus Resources Ltd	100%
E59/1854	Boondanoo	Maximus Resources Ltd	100%

SPARGOVILLE PROJECT

M15/1475	Eagles Nest	Tychean Resources Ltd	25%
E15/967	Kambalda West	Tychean Resources Ltd	25%
E15/968	Kambalda West	Tychean Resources Ltd	25%
L15/128	Kambalda West	Tychean Resources Ltd	25%
L15/255	Kambalda West	Tychean Resources Ltd	25%
M15/395	Kambalda West	Tychean Resources Ltd	25%
M15/703	Kambalda West	Tychean Resources Ltd	25%
P15/4884	Kambalda West	Tychean Resources Ltd	25%
P15/4885	Kambalda West	Tychean Resources Ltd	25%
P15/4963	Kambalda West	Tychean Resources Ltd	25%
P15/5860	Kambalda West	Tychean Resources Ltd	25%
P15/5953	Kambalda West	Tychean Resources Ltd	25%
M15/1448	Hilditch	Tychean Resources Ltd & Bullabulling Pty Ltd	25%
M15/1449	Larkinville	Tychean Resources Ltd & Pioneer Resources Ltd	25%
P15/5912	Larkinville	Tychean Resources Ltd & Pioneer Resources Ltd	18.75%
M15/100	North Widgie	Salt Lake Mining Pty Ltd	25%
M15/101	North Widgie	Salt Lake Mining Pty Ltd	25%
M15/102	North Widgie	Salt Lake Mining Pty Ltd	25%
M15/1271	North Widgie	Salt Lake Mining Pty Ltd	25%
M15/653	North Widgie	Salt Lake Mining Pty Ltd	25%
M15/97	North Widgie	Salt Lake Mining Pty Ltd	25%
M15/99	North Widgie	Salt Lake Mining Pty Ltd	25%
M15/1101	Wattle Dam	Tychean Resources Ltd	25%
M15/1263	Wattle Dam	Tychean Resources Ltd	25%
M15/1264	Wattle Dam	Tychean Resources Ltd	25%
M15/1323	Wattle Dam	Tychean Resources Ltd	25%
M15/1338	Wattle Dam	Tychean Resources Ltd	25%
M15/1474	Wattle Dam	Tychean Resources Ltd	25%
M15/1769	Wattle Dam	Tychean Resources Ltd	25%
M15/1770	Wattle Dam	Tychean Resources Ltd	25%
M15/1771	Wattle Dam	Tychean Resources Ltd	25%
M15/1772	Wattle Dam	Tychean Resources Ltd	25%
M15/1773	Wattle Dam	Tychean Resources Ltd	25%
M15/1774	Wattle Dam	Tychean Resources Ltd	25%
M15/1775	Wattle Dam	Tychean Resources Ltd	25%
M15/1776	Wattle Dam	Tychean Resources Ltd	25%

SOUTH AUSTRALIA

ADELAIDE HILLS PROJECT

EL 5351	Mount Monster	Maximus Resources Ltd	100%
EL5135	Mount Rufus	Maximus Resources Ltd	100%

MILLERS CREEK PROJECT

EL 4463	Billa Kalina	Maximus Resources Ltd	100%
EL 4899	Bamboo Lagoon	Maximus Resources Ltd	100%
EL 4854	Millers Creek	Maximus Resources Ltd	100%
EL 4898	Paisley Creek	Maximus Resources Ltd	100%
ELA 2015/00051		Maximus Resources Ltd	100%

NORTHERN GAWLER CRATON PROJECT

EL 5248	Welbourn Hill	Maximus Resources Ltd	100%
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