

QUARTERLY ACTIVITIES STATEMENT

For the quarter ended 31 March 2017

HIGHLIGHTS

Slate Dam Gold Project

- EL 25/553 Granted on 4th April (82.6km²)
- Complete Geological Review underway

Corporate

Exploration Manager appointed

Glandore Hub Projects

Previous exploration of the Glandore Project identified several adjacent exploration areas and these are referred to as the Glandore Hub and include the new flagship project at Slate and Mulga Dams.

The tenements cover highly anomalous gold ground within the geology that hosts the Majestic and Imperial Gold Deposits. The Slate Dam lease was granted on the 4th of April and the adjacent Mulga Dam lease is scheduled for granting in mid-May.

The Slate Dam and Mulga Dam exploration licences (EL25/553 and ELA25/556) were applied for (26 and 20 graticular blocks, 142.6km²) in 2016 over a large belt of covered felsic sediments to the north and east of the Glandore Gold Project. The intention was to investigate the gold potential in sulphidic sediments associated with granites and mineralisation similar to the Invincible Deposit at Kambalda.

Statutory requirements for programs of work (PoW) and Heritage Surveys were arranged and the existing exploration databases and geology are being validated in preparation for drilling.

This increased activity has required an increase in the Company's personnel and Ms Kathryn Cutler has been appointed as Exploration Manager to drive the exploration effort in the coming year on these new projects.

ASX: AAJ

Capital Structure

352M Shares

\$3.2Market Cap

Cash: \$1.5M at 31st of March 2017

Corporate
Peter Schwann
Managing Director

Paul Boyatzis Non-Executive Chairman

K.K Cheong Non-Executive Director

Phillip Macleod
Company Secretary

Kathryn Cutler Exploration Manager

Active Gold Projects

Slate Dam Glandore JV Goddards Dam Clinker Hill



Research Driven Exploration

Aruma will be using the effective HyVista mapping technique and magnetics to confirm the large drill defined gold anomaly at Slate Dam and identify other areas that may have the same alteration pattern. This will accelerate exploration in the prospective rock types of the Black Flag Group (BFG) and the interpreted major granite center to drive mineralisation.

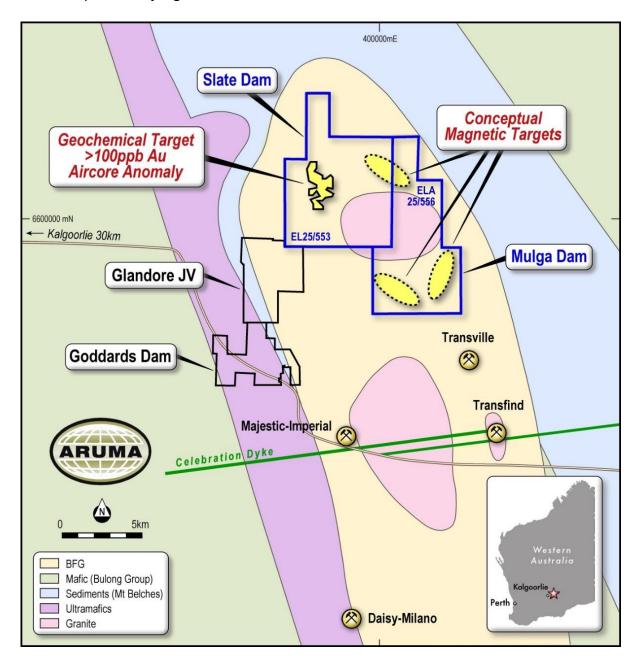


Figure 1. Aruma's Kalgoorlie Projects cover 200km² of highly prospective gold geology of the Black Flag Group (BFG).





Slate Dam Program

The Slate Dam Exploration Licence covers 82.6km² of the felsic sediments suggested to be the Black Flag Group as mapping indicates to the north and east of the Glandore Project.

Aruma Resources aims to rapidly explore and extend the high (200ppb Au) tenor 7km² drill defined gold anomaly at Slate Dam. Evaluation of magnetics has identified a ring structure indicating a granite body, similar in structure to Majestic-Imperial, south of this anomaly. In house expertise and experience will allow focussed and detailed exploration on this and the adjacent tenements in the area.

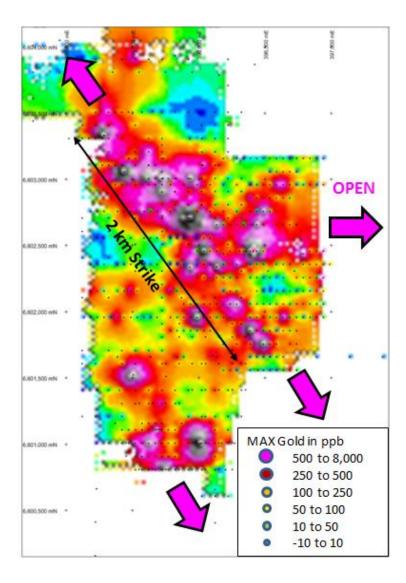


Figure 2. Slate Dam drilling generated gold anomaly from previous figure showing the drilling values and contoured with the red >250ppm Au. Note the anomaly is controlled by the drilling and remains open in all directions.

ASX ANNOUNCEMENT



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Corporate

The appointment of an Exploration Manager allows the Company to develop the new exploration projects capable of hosting a successful gold discovery. Ms Kathryn Cutler is a geologist with experience in the Eastern Goldfields working in near-mine exploration at Jundee and the Matilda-Wiluna gold mine. This experience will be a good fit with the research based targeting that Aruma uses and will be concentrating on sediment hosted orebodies similar to high tenor Invincible and Baloo Deposits in the Black Flag Group sediments.

The Company had a cash balance at 31 March of \$1.5M. An R&D tax rebate of \$323,586 was received in early January 2017.

Projects Summary

Table 1. Project Status and Activity Table

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GOLDFIELDS	e Hub	 Glandore Gold Project - JV underway with Southern Gold Limited (SAU) and is completing the first year's work
EASTERN GO	Glandore	 Goddards Dam PoW is approved and cleared for RC drilling Slate and Mulga Dams 142.6km² ELs applied for over anomalous areas Clinker Hill has the PoW approved for south east extensions

Proposed Exploration Activities for Q4 FY2017

- Glandore JV underway and Stage one is being completed
- Mulga Dam data compilation and approvals on grant of lease
- Slate Dam:
 - Database compilation and evaluation.
 - Reprocessing of existing close-spaced aeromagnetic data.
 - Data acquisition and evaluation of HyVista survey data.
 - Mapping and rock chip sampling.
 - RC drilling.

Aruma will also be appraising leases that are becoming available in the Kalgoorlie terrain, especially where adjacent to current projects or with resources or intersections.



For further information please contact:

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Competent Person's Statement

The information in this release that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Peter Schwann who is a Fellow of the Australian Institute of Geoscientists and the Australasian Institute of Mining and Metallurgy. Mr Schwann is a full time employee of the Company. Mr Schwann has sufficient relevant experience to qualify as a Competent Person as defined in the JORC Code (2012) and consents to the inclusion of this information in the form and context in which it appears. All exploration results reported have previously been released to ASX and are available to be viewed on the Company website www.arumaresources.com.au. The Company confirms it is not aware of any new information that materially affects the information included in the original announcement. The Company confirms that the form and context in which the Competent Person's findings are present have not been materially modified from the original announcements



SUMMARY OF TENEMENTS

Glandore (Gold)	Interest at beginning of Quarter	Interest at end of Quarter
M25/327		
M25/329		
M25/330		
P25/2073		
P25/2074		
P25/2075		
P25/2076		
P25/2103	Southern Gold Limited JV	Southern Gold Limited JV
P25/2117	Southern Gold can earn up to 90%	Southern Gold can earn up to 90%
P25/2118		
P25/2119		
P25/2154		
P25/2215		
P25/2216		

Goddards Dam (Gold)	Interest at beginning of Quarter	Interest at end of Quarter
P25/2089		
P25/2090		
P25/2091		
P25/2092		
P25/2093		
P25/2094	100% Aruma Exploration Pty Ltd	100% Aruma Exploration Pty Ltd
P25/2153		
P25/2202		
P25/2203		
P25/2204		
P25/2388		
PLA25/2389		
PLA25/2400	Under application by Aruma Exploration Pty Ltd	Under application by Aruma Exploration Pty Ltd
PLA25/2401		
PLA25/2402		



Slate Dam (Gold)	Interest at beginning of Quarter	Interest at end of Quarter
E25/553	Under application by Aruma Exploration Pty Ltd	Under application by Aruma Exploration Pty Ltd

Mulga Dam (Gold)	Interest at beginning of Quarter	Interest at end of Quarter
E25/556	Under application by Aruma Exploration Pty	Under application by Aruma
	Ltd	Exploration Pty Ltd

Hickman's Find (Gold)	Interest at beginning of Quarter	Interest at end of Quarter
P25/2426		
P25/2427	Nil	100% Aruma Exploration Pty Ltd Under Application
P25/2428		

White Foil South Gold)	Interest at beginning of Quarter	Interest at end of Quarter
P15/6145	Nil	100% Aruma Exploration Pty Ltd
P15/6146		Under Application