



Quarterly Activities Report For the period ending 30 September 2015

Exploration

Expiration of Mission and Cables Project (EL 37/747)

Further to the announcements dated 16 April 2015 and 16 July 2015, the Board of Leopard Resources NL (**Company**) confirms that Exploration Licence 37/747 (**EL37/747**) expired as a result of the Company's failure to apply for an extension of time. The Company contends that the reason for it failing to apply for the extension was a result of a purportedly misleading notice and associated information provided by the Department of Mines to the Company. The Company was unable to apply for a new exploration licence over the same ground as EL37/747 for a period of 3 months in accordance with the *Mining Act 1978 (WA)*. Four third parties have subsequently applied for exploration licences over the same ground as EL37/747. The Company, through its legal advisers, has made submissions to the Minister for Mines and Petroleum that, in the public interest, he should use his discretion to refuse the four competing exploration licence applications and instead grant a new exploration licence to the Company over the same ground as EL37/747.

The Company will continue to keep the market updated on the above matters.

Corporate

The Company entered an agreement to complete 100% of all rights and title in all the issued capital of G8 Communications Holdings Limited ("G8") ("Acquisition"), the 100% owner of Connected IO ("CIO"), a highly prospective next generation wireless technology business.

A summary of the key terms of the Acquisition Agreement and associated transactions is set out below.

- **Consideration:** the Company has agreed to issue 200 million fully paid shares in LRR on a post consolidation basis (60:1) for 100% interest, subject to the satisfactory completion of due diligence, shareholder and regulatory approval ("**Consideration**").

Pursuant to the terms of the Acquisition Agreement, Milestone shares will be issued to the vendors on the satisfaction of certain milestone revenue targets.

- Milestone (1) \$15,000,000 in revenues during the years 2016, 2017 or 2018 the vendors will be issued 100,000,000 fully paid ordinary shares @ \$0.02; and
- Milestone (2) \$25,000,000 in revenues during the years 2016, 2017 or 2018 the vendors will be issued 50,000,000 fully paid ordinary shares @ \$0.02.

- **Conditions:** The Acquisition is subject to the satisfaction of the following key conditions:
 - **Formal agreement:** Entry into formal documentation in relation to the Acquisition and associated issue of the prospectus (further information in respect of the Prospectus is outlined below);
 - **Shareholder and regulatory approvals:** the Company obtaining all necessary shareholder and regulatory approval; and
 - **Due diligence:** The Company completing due diligence in respect of the Acquisition to its satisfaction within 30 days

Funding for Acquisition

- Leopard is also pleased to advise that it is seeking to raise up to \$1,000,000 by way of a convertible note raising which is to be completed in two tranches of \$500,000. The notes will convert at a rate of \$0.01 per share (on a post consolidation basis) and are subject to escrow and shareholder approval. The first tranche of \$500,000 will be utilised to pay outstanding creditors, re-compliance costs and for general working capital. The second tranche of \$500,000 will be utilised for G8's working capital.
- The company will also undertake completing a capital raising of \$3,000,000 to fund the ongoing operation and expansion of G8 Communications and provide additional general working capital.

The Company proposes to convene a general meeting to seek shareholder approval in respect of (among other things) the above capital raisings.

Yours faithfully

Damon Sweeny
Company Secretary
Leopard Resources N.L

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