

29th January 2015

## **QUARTERLY REPORT FOR THE PERIOD ENDING 31 December 2014**

### **HIGHLIGHTS**

Major events for Australasian Resources Ltd. ("Australasian" or "Company") (**ASX: ARH**) during the quarter were as follows:

### **CORPORATE**

The Company has continued to receive financial support from its major shareholder.

During the quarter the company relocated its registered office; new contact details are available on the company website.

### **HEALTH AND SAFETY**

There were no Health or Safety incidents to report for the Quarter.

### **FINANCES**

There has been ongoing support of the company by its major shareholder. This has been further supported by an additional working capital loan of \$502,863 during the period; the provider of the loan has also reserved the right to convert any loans via the issue of company shares at market price in order to settle any outstanding amounts. This takes the financial support provided to the company to \$2,717,620 to the end of December 2014.

The loan has been provided on an interest free basis; this ongoing financial support via loans has the benefit of not further diluting existing shareholders present holdings

### **COMMERCIAL**

Arbitration proceedings were required due to the refusal of the Minister of State Development to consider the Project Proposal that was submitted in August 2012.

The arbitrator found that the proposal was valid one and should have been considered by the Minister. Work has continued during the quarter in regards to a potential damages claim against the state by the Mineralogy legal team. This is due to the fact that Mineralogy have the available resources to

**ASX Code: ARH**

### **Company overview**

Australasian Resources is an iron ore company currently developing the world-class Balmoral South Iron Ore Project in the Pilbara region of Western Australia.

### **Fast Facts**

ASX Code: ARH  
Shares on Issue: 489M

### **Board of Directors**

Mr Domenic Martino	Chairman
Mr Vimal Sharma	Director
Mr Paul Piercy	Director
Mr Clive Mensink	Director

### **Company Secretary**

Mr Mark Oliver

### **Chief Executive Officer**

Mr Grant Ryan

### **Major Shareholding**

Professor Clive Palmer and Associates	69.83%
Timefull Investments (Shougang Concord)	5.72%
JP morgan Nominees Australia Limited (APAC Resources)	4.27%
Australian Minerals (Hong Kong) Holding Ltd	3.16%

### **Balmoral Project Highlights**

- JV arrangement with Mineralogy increased BSIOP to 2 billion tonnes of magnetite iron ore;
- Feasibility Study Completed;
- Federal Ministerial Approval;
- State Ministerial Approval.

### **Media contact**

PPR (WA) Mr David Tasker  
Tel:+61 8 9388 0944

**COMMERCIAL CONTINUED**

complete this task. ARH is provided with progress and updates from Mineralogy on the status of this claim.

Mineralogy, on behalf of International Minerals, a 50/50 joint, venture has applied for a 5 year extension of its granted environmental approval from the Environmental Protection Agency (EPA), the EPA have acknowledged receipt of the application. The market will be provided with updates as they become available.

**EXPLORATION**

**SHERLOCK BAY NICKEL AND SHERLOCK EXTENDED PROJECT (BASE METALS)**

The Company's Sherlock Bay Nickel Project (100% Australasian) includes the Sherlock Bay Nickel Deposit and is located east of Karratha, in the Pilbara Region of Western Australia. The Sherlock Extended Project (70% Australasian) surrounds the main Sherlock Bay nickel deposit.

The Sherlock Extended Project is a joint venture between Australasian and Metals Australia Ltd (30% interest). Australasian are the managers of the project, with Metals Australia being 'free-carried' through to the completion of a bankable feasibility study and the decision to commence commercial mining.

The Company has had ongoing negotiations with the Ngarluma Aboriginal Corporation (NAC) to conduct a heritage survey in preparation for a RAB drilling program on areas which have previously identified as prospective via a vegetation sampling program carried out on the main Sherlock Bay Nickel tenement, M47/0567. A proposed set of charge out rates by Ngarluma is awaiting confirmation in order to finalise the costs for the heritage survey. Once agreement has been reached work on finalising terms and conditions of the survey can be concluded.

All results from the sampling program conducted on the Sherlock Extended Project have been received and are now awaiting analysis and interpretation. Further analysis will occur once the company is in a better working capital position.

**BULLABULLING ROYALTY**

In light of recent announcements by Norton Gold Fields Limited ("Norton") the company would like to inform shareholders that it holds a royalty agreement over tenements M15/503 and M15/1414. These tenements form part of the Bullabulling Gold Project ("Bullabulling") recently acquired by Norton. The royalty entitles the company to \$10 per fine ounce of gold taken from the tenements after the first 100,000 ounces are mined. As detailed in Nortons

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latest quarterly work is progressing on the projects Feasibility Study with metallurgical test work planned for the first quarter of 2015. Shareholders should also be aware of the conditional proposal to Norton from Chines Zijin Ming Group Co. Ltd. (Nortons major shareholder) to acquire the remaining shares in Norton.

### **SIGNIFICANT UPCOMING ACTIVITIES**

Significant activities for the period March 2015 will include:

- Finalisation of a heritage survey agreement with Ngarluma
- Continued work on a potential damages claim against the state
- A planned RAB drilling program at the Sherlock Bay Nickel Project

For and on behalf of Australasian Resources Limited



Grant Ryan  
Chief Executive Officer

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