

QUARTERLY ACTIVITIES REPORT

Quarter ending 30 June 2015

ASX RELEASE 29 July 2015

HIGHLIGHTS

- **Estrella raised approximately \$537,000 in share placement and rights issue.**
- **Agreement reached with SQM to restructure option terms for key Chile projects.**
- **Ongoing review of new opportunities.**

Estrella Resources Limited (ASX: ESR) (**Estrella** or **Company**) is pleased to provide its Activities Report for the quarter ended 30 June 2015.

Capital Raising

On 31 March 2015 the Company raised \$125,300 through the placement of 17,900,000 shares at \$0.007 per share.

The Company undertook a rights issue in April/May raising a further \$411,874 with the issue of 82,374,852 shares at \$0.005 per share.

The Company has sufficient funds to meet its immediate commitments, to assess new opportunities and provide working capital.

Restructure of Option Terms with SQM

During the quarter Estrella agreed with SQM de Chile S.A (**SQM**) to defer option fees and minimum exploration expenditure for Estrella's copper projects until 28 February 2016, increasing Estrella's 90% interest in all metal discoveries.

SQM will maintain 10% equity in each project plus a 2% net smelter return (NSR).

Estrella's Project's lie immediately adjacent to Antofagasta PLCs' (LON: ANTO) Antucoya copper mine (USD 1.9B Capex).

A table of key changes to Estrella's projects under option agreements with SQM is as follows:

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| Project | New Agreement | | |
|------------------------|---------------|-------------------|-----------------------|
| | ESR New Deal | SQM participation | SQM non-participation |
| Ivannia 1,000 ha | 90% | 10% +2%NSR | royalty |
| Dania 1,476 ha | 90% | 10%+2%NSR | royalty |
| Colupo 1,700 ha | 90% | 10%+2%NSR | royalty |
| Antucoya West 5,270 ha | 100% | 0% | royalty |

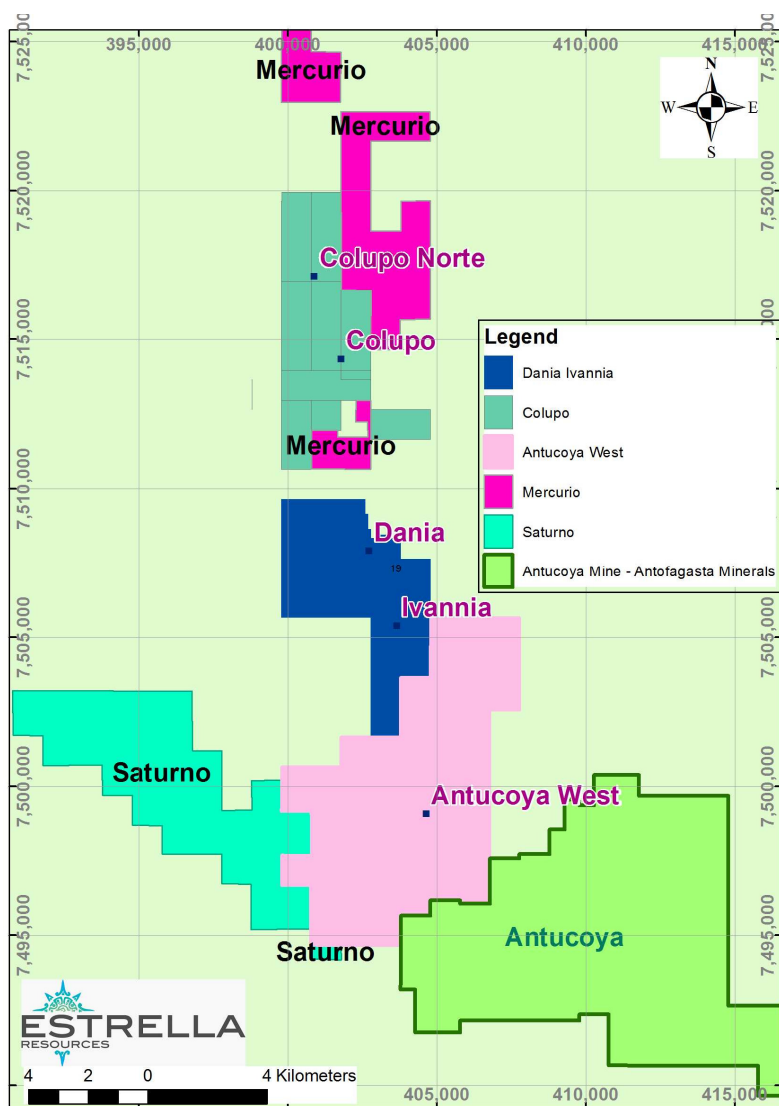


Figure 1: Estrella's Projects comprise 100% Estrella owned tenements (Saturno 3,450 ha and Mercurio 2,700 ha) and projects held under Option Agreement with SQM (Antucoya West, Ivannia, Dania and Colupo). Note the Antucoya Mine is not Estrella owned and is 100% owned by Antofagasta PLC.

New Opportunities

Estrella is assessing the Chilean exploration assets to determine a strategy that is appropriate for the Company in a subdued climate for exploration, including consideration of a joint venture for the project.

Simultaneously the Company is reviewing new opportunities with a view to increasing shareholder wealth.

Board and Management Restructure

During the quarter Mr Julian Bavin resigned as a Director of the Company. The Board take this opportunity to thank Mr Bavin for his contribution to Estrella.

Mr Ray Shorrocks was appointed a director on 25 June 2015.

Mr Guy Robertson replaced Mt Heath Roberts as Company Secretary on 17 July 2015. The Board takes this opportunity to thank Mr Roberts for his contribution to Estrella.

TENEMENT HOLDINGS

Pursuant to ASX Listing Rule 5.3.3, the Company provides the following information:

Estrella's Tenement holdings in Chile

| Description | Tenement Size (hectares) | Tenement Size (km ²) |
|---|--------------------------|----------------------------------|
| Option Agreements held with SQM | | |
| Option Agreement One | 1,700 | 17.00 |
| Option Agreement Two (Ivannia and Dania) | 2,476 | 24.76 |
| Option Agreement Three (Antucoya West) | 5,270 | 52.70 |
| 100% Owned by Estrella Resources Limited | | |
| Mercurio (100% owned by Estrella) | 2,700 | 27.00 |
| Saturno (100% owned by Estrella) | 3,450 | 34.5 |
| Total tenement holdings in Chile | 15,596 | 155.96 |

Competent Person's Statement:

Exploration information in this announcement is based upon and fairly represents, information, supporting documentation and work undertaken by Dr. Jason Berton, the Managing Director and a full-time employee of Estrella Resources Limited whom is a Member of the Australasian Institute of Metallurgy and Mining (AusIMM). Dr Berton has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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' (JORC Code). Dr Berton consents to the inclusion in this presentation of the statements based on his information and context in which they appear.

About Estrella Resources

Estrella Resources Limited is an ASX listed, Chilean focused copper-gold exploration company. Estrella has a number of exploration projects in Chile.

The Company continues to seek ways to increase shareholder value through acquisitions.

Directors and Management

Managing Director:
-Dr Jason Berton

Independent Non-Executive
Director:
- Ray Shorrocks

Director
-Guy Robertson

Company Secretary
-Guy Robertson

ESTRELLA RESOURCES LIMITED
ACN 151 155 207
ASX CODE: ESR

ORDINARY FULLY PAID SHARES:
220,999,713

UNLISTED OPTIONS:
17,151,427

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