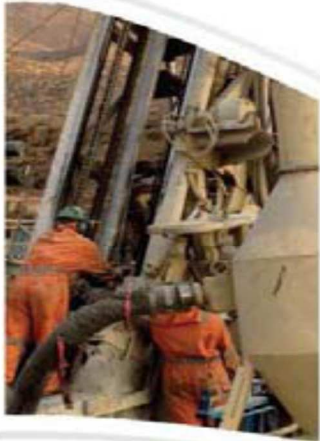




Quarterly Activities Report for the quarter ended 30 June 2013

Admiralty Resources NL (ASX: ADY) is pleased to report its activities for the June 2013 quarter on the Company's mineral projects in Chile and Australia.

Highlights

- **Bulman:** Drill samples showed widespread zinc anomalism in the target Dook Creek Formation at the Dingo Argentus prospect. These results highlight the prospectivity of this area for future exploration. Bulman Resources will be completing preliminary exploration in anticipation of further drilling early in the 2014 field season.
- The quarter ended with cash on hand of \$2,191,661 (previous quarter: \$1,497,854).
- New Board of Directors and Executive Management

(ASX:ADY)

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ADMIRALTY RESOURCES

Activities for the Quarter

Harper South District

Background

The Harper South District (“Harper South”) lies 15km south of the city of Vallenar in Region III of Chile. The district covers an area of 2,498 hectares, where exploration to date has identified six targets: Mariposa, Soberana, La Chulula, Negrita, Mal Pelo and La Vaca (Figure 1).

Harper South is the most advanced district in respect of the Company’s exploration portfolio, with the three most important projects on Admiralty’s exploration pipeline being Mariposa, Soberana and La Chulula.

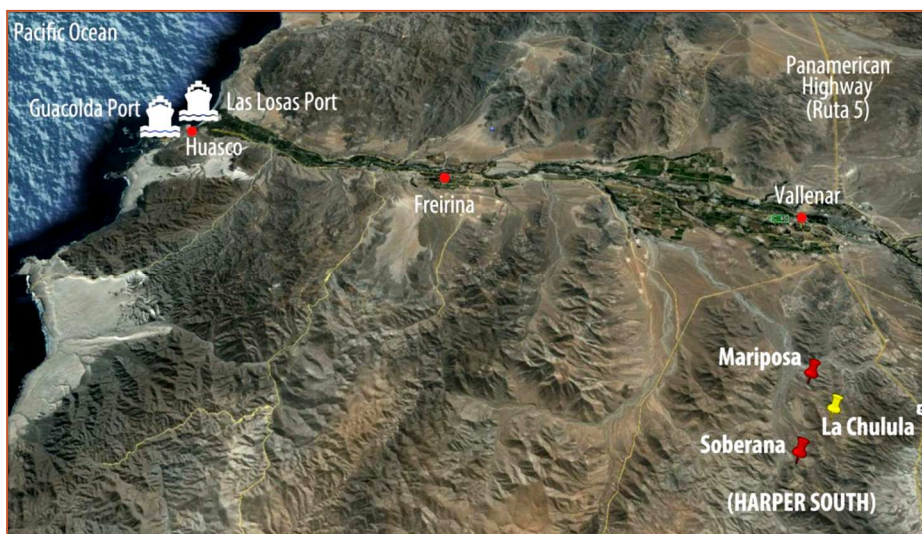


Figure 1: Location Map showing Admiralty’s Main Projects

Mariposa

Sedgman S.A. have provided the Pre-Feasibility Study however the new Board of Directors have not made a decision on any of the recommendations. The Board will advise in due course of its intended future actions relating to this site.

Other than stated above no activity took place during the period.

Soberana

As mentioned in the March 2013 Quarterly Activity Report, the Company has submitted its Environmental Impact Declaration and was expecting an assessment in June 2013. However it is now expected that that the Company will receive a response during the September Quarter.

Other than stated above no activity took place during the period.

La Chulula

Last Quarter the Company reported that the results of a 600m drilling programme were being compiled and it was expected that this analysis would be completed during the June Quarter. In June 2013 the Company commissioned this report from its geologist and it is now expected to be released in August 2013.

Other than stated above no activity took place during the period.

Negrita, La Vaca & Mal Pelo

Currently a geological mapping and sampling programme is being completed to assist future exploration. This activity should be finalised in August 2013.

Other than stated above no activity took place during the period.

Pampa Tololo District

A detailed surface geological mapping and sampling programme was carried out during the Quarter and the results are expected to be released in August 2013.

Other than stated above no activity took place during the quarter.

El Cojin District

No activity took place during the quarter.

Bulman Resources Pty Ltd (“Bulman”), Northern Territory

Following a programme of Reverse Circulation drilling and ground electromagnetic (“EM”) surveying in 2012 (Figure 2), Bulman Resources engaged Geos Mining geological consultants and Mitre Geophysics to interpret the drilling results and ground electromagnetic data, respectively.

Assay results from drill samples showed widespread zinc anomalism in the target Dook Creek Formation at the Dingo Argentus prospect. Values up to 0.11% zinc were returned with better intersections being:

- BM007 - 13m @ 592 ppm Zn from 11m, including 4m @ 1125 ppm Zn from 15m;
- BM009 - 40m @ average 387 ppm Zn from 5m, including 13m @ 616 ppm Zn from 26m; and 21m @ 358 ppm Zn from 113m, including 7m @ 509 ppm Zn from 127m;
- BM006 - 5m @ 1052 ppm Zn and 190 ppm Pb from 19m.

These results highlight the prospectivity of this area for future exploration.

The ground electromagnetic data did not confirm the anomalies identified from the 2011 airborne EM survey and results suggest that responses are due to weak flat lying conductors. One deeper conductor was recognised at Dingo Argentus and is of notable interest.

Bulman Resources will be completing preliminary exploration in anticipation of further drilling early in the 2014 field season.

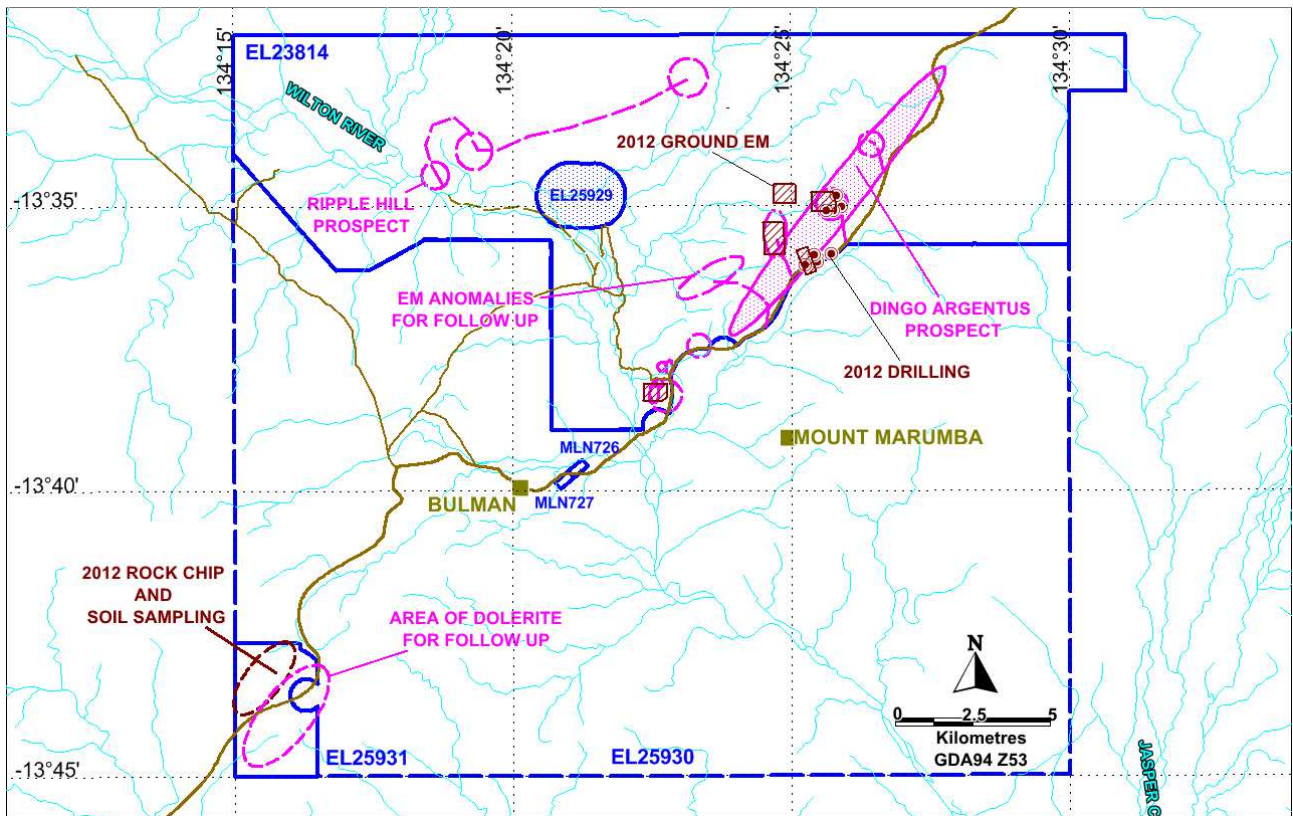


Figure 2: Location of 2012 Drilling/ EM and Proposed Exploration 2013-2014

Pyke Hill Resources Pty Ltd (“Pyke Hill”), Western Australia

No activity took place during the quarter.

Royalty stream from SCM Vallenar Iron Company (“VIC”)

Australis Mining Ltd (“Australis”) currently has an outstanding debt of US\$1,700,000 to Admiralty under the share sale agreement relating to the sale of VIC to Australis.

This debt relates to the default of the mutually agreed deferred payment plan in 5 of the 8 instalments in respect of US\$1 million that was payable on 16 March 2012. The first three instalments of US\$100,000 were received; however the remaining US\$700,000 has been overdue since 16 October 2012. On 16 November 2012, Australis also defaulted on the fourth and last instalment of US\$1m for the cash consideration in respect of the sale of VIC. Corsair Capital Ltd (“Corsair”) and Base Resources Ltd (“Base”), shareholders of Australis, are guarantors in respect of Australis' obligations.

No payment was received from Australis, Corsair or Base, which triggered an 'event of default' under the terms of the share mortgage over the Australis shares and that security became enforceable.

As a consequence, Admiralty instructed its legal counsel to proceed with legal action in order to recover the amounts due, and proceedings were filed in the Supreme Court of Victoria in late November 2012.

In May 2013, each of Australis, Corsair and Base filed defences to Admiralty's claim. Australis and Corsair also filed detailed counter-claims against Admiralty in which they allege Admiralty breached various warranties and engaged in misleading and deceptive conduct in respect of the sale of VIC from Admiralty to Australis. Admiralty is currently considering these allegations and will file its defence to Australis' and Corsair's counter-claims by 31 July 2013. The Court has ordered the parties to attend a mediation (which is scheduled to occur by 31 August 2013) in order to try to resolve the dispute. If the mediation does not result in a resolution of the proceeding, the parties will attend Court in September 2013 to have orders made regarding the remaining steps that need to be completed before the trial.

Change in Company Management

Admiralty Resources NL has undergone major changes with respect to its Board of Directors and executive management. At a General Meeting of members held on 21 May 2013, Mr Stephen Prior was removed as Managing Director and two new Directors were appointed. Since that date the remaining Directors and the Company Secretary have also resigned, and new Directors and a Company Secretary have been appointed by the Board.

The Board of Directors of Admiralty Resources NL is now comprised of an impressive group of professionals, who combined with the new Executive Management Team, have extensive experience in mining, corporate governance, operations and sales.

The new Board and Executive Management Team are as follows:

- Mr David Karpin – Chairperson, Non-Executive Director
- Mr Hanrui Zhong – Managing Director
- Mr Scott Bennison – Non-Executive Director
- Mr Zexing Ling – Non-Executive Director
- Ms Aiping Wang – Non-Executive Director
- Mr Blair Lucas – Company Secretary

- Mr Hongbiao Xu – Chief Operations Officer
- Mr Yulong Liu – Chief Geologist
- Mr Lei Feng – Deputy Officer Shanghai
- Mr Claudio Ferrada Vargas – Legal Counsel and Agent in Chile
- Mrs Jian Barclay – Administration Officer

Yours faithfully,

A handwritten signature in black ink, appearing to be 'H. Zhong', written in a cursive style.

Hanrui Zhong
Managing Director
31 July 2013

About Admiralty

Admiralty Resources NL (ASX: ADY) is a public diversified mineral exploration company listed on the Australian Securities Exchange with mineral interests in Chile and in Australia.

Admiralty's flagship projects are the iron ore districts in Chile: Harper South (2,498 Ha), Pampa Tololo (3,455 Ha) and El Cojin (600 Ha). The districts are located in prime locations, with close and easy access to the Pan-American Highway (a major route), a railway and power line and operating shipping ports.

Admiralty's projects in Australia are the Bulman Project, a lead and zinc project located in the Northern Territory and the Pyke Hill Project, a cobalt and nickel project in Western Australia, whose mining lease is 50% owned by Admiralty.

Admiralty in Chile

The **Harper South district** ("Harper South") is the most advanced district in respect to exploration. To date, six targets have been confirmed as carriers of iron mineralisation: Mariposa, La Chulula, Soberana, Negrita, La Vaca and Mal Pelo.

- **Mariposa** has a JORC compliant resource of 174.5 Mt (*as per ASX announcement on 25/1/2013*). An engineering mine plan (or Prefeasibility Study) for an initial production of one million tonnes of finished product per annum has been commissioned to Redco Mining Engineers and final reports are expected in early 2013. An update will be provided in the next Quarterly Activity Report, following a review by the Company.
- **La Chulula.** A high resolution ground magnetic survey carried out in 2011 showed it as the ore body with highest susceptibility and depth within Harper South. Since then, a 600m diamond test drill hole was sunk in February 2012 and three reverse circulation drilling campaigns totalling 8,262m have been conducted since then. A resource statement was expected in the March 2013 quarter, but has now been delayed to August 2013.
- **Soberana** has a JORC compliant resource of 90.2 Mt as 24.5% Fe (at a cut-off grade of 15% Fe) (*as per ASX announcement on 15/1/2013*).

The Pampa Tololo district. A high resolution ground magnetic survey carried out in 2011 identified three targets: Cochrane, O'Brien and Simpson. A reverse circulation drilling campaign of 3,311m took place at Simpson in July/August 2012. The results of this campaign are currently being evaluated by the Company. An update will be provided in the next Quarterly Activity Report, following a review by the Company.

El Cojin district. It is the least advanced of the Admiralty's projects in Chile, with the first piece of exploration work being a high resolution ground magnetic survey carried out in 2012. The survey identified 5 targets in total with 3 of them showing great depth and high susceptibility.

Admiralty in Australia

Bulman Project

The Bulman Project is located within Arnhem Land, approximately 320km northeast of Katherine, in the NT and it comprises two exploration licences and two mineral leases. Targets identified by the 2011 airborne electromagnetic survey have been drill tested in part and anomalous zinc geochemistry recorded. Further exploration is planned to explore both geochemical and geophysical anomalies.

Pyke Hill Project

The Pyke Hill Project comprises a single granted Mining Lease which covers an area of 5.37km² and it is located near Leonora, in WA, approximately 40km southeast of the Murrin Murrin Nickel Operation operated

by Minara Resources Limited. The Pyke Hill Project has a publicly available JORC compliant nickel and cobalt mineral resource. The project is 50% owned by Admiralty and is leased to Cougar Metals NL (ASX: CGM).

Issued capital

727,822,759 shares (as at 30 June 2013)

727,822,759 shares (previous quarter)

Top 20 shareholders: 66.99% (as at 30 June 2013)

Top 20 shareholders: 65.74% (previous quarter)

Board

Chairman

Mr David Karpin

Managing Director

Mr Hanrui Zhong

Non-Executive Directors

Mr Scott Bennison

Mr Zexing Ling

Ms Aiping Wang

Company Secretary

Mr Blair Lucas

Contact

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Website: www.ady.com.au

Competent Person's Statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Jeff Randell, who is a Member of the Australian Institute of Geoscientists and a Registered Professional Geoscientist.

Mr Randell is employed by Geos Mining and has sufficient experience which 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 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

Mr Randell consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.



Mr Jeff Randell, Geos Mining