

QUARTERLY ACTIVITIES REPORT

31 October 2018

For the quarter ended 30 September 2018

Admiralty Resources NL (ASX: ADY) is pleased to report its activities for the September 2018 quarter.

Exploration and Quarterly Activities

Soberana

The Company continued discussions with local mining companies in Chile to review the project on a contract mining basis or potential external investment in the project (as previously announced).

ADY is pleased to report progress with one counter party in particular throughout the quarter who is conducting their own testing and feasibility review of the Soberana project.

ADY will continue to keep the market informed as to any developments as the discussions progress.

Mariposa

Throughout the quarter the CEO travelled to Chile with representatives of CNI22 and subsequently held several meetings and discussions regarding the furtherance of the Mariposa Project.

The company subsequently signed an agreement with Aguas Chancar to supply water for the Mariposa project as it furthers its post DIA approval requirements to progress the project.

As announced on 11 April 2018 and evidenced by these events during the quarter the company's primary focus at present is to:

- Finalise the previously announced agreement negotiations with China Nuclear Industry 22nd Construction Co Ltd to fund the investment in the mine ("CNI22");
- Review and progress negotiations to engage with a local mining company to extract the minerals as an alternative to direct mining of the site;
- Complete precedent steps and finalise the project feasibility and mining plan.

ADY has appointed consultants to finalise the project feasibility and mining plan. The outcome of this review will be evaluated by CNI22 for the purpose of determining their interest in the project.

This is an exciting step for ADY as we further our investment commitment in the Mariposa project.

Australian Projects

No activity to report during the quarter.

Corporate Activities

2018 Annual General Meeting (AGM)

The Company has announced its AGM date and despatched the notice of meeting to shareholders. The meeting is scheduled for 28 November 2018.

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 2004 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.
- **La Chulula**. The Mineral Resource Estimate quantifies the resources at La Chulula at 96 Mt at 24% Fe for a 15% Fe cut-off in the inferred category. The La Chulula resource estimate is based on the results obtained from the reverse circulation and diamond drilling campaign completed in 2012
- **Soberana** has a JORC 2004 compliant resource of 90.2 Mt (*as per ASX announcement on 15/1/2013*).

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.

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.

Issued capital

1,154,115,564 shares (as of 31 October 2018)

Board**Managing Director**

Ms Qing Zhong

Non-executive Directors

Mr Hanrui Zhong

Mr Bin Li

Company Secretary

Mr Jarrod White

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