

ASX Announcement

31 January 2020

Quarterly Activities Report for December Quarter 2019

Operational Highlights During the Quarter

In the December Quarter 2019, Focus Minerals Ltd ("Focus", "FML" or the "Company") completed 6,938.5m drilling, on Laverton Projects.

Four JORC 2012 open pit resources were compiled during the December Qtr comprising:

Karridale (Announced 28/01/2020) reported to 180m depth from surface using 0.6g/t Au cut-off:

- **Indicated Resource:** 14.4 Mt @ 1.39 g/t Au for 644,000 ounces – increase of 317%
- **Inferred Resource:** 2.3 Mt @ 1.32 g/t Au for 99,000 ounces – 81% inferred res. converted
- **Total Resource:** 16.7 Mt @ 1.38 g/t Au for 742,000 ounces – increase of 10%

Beasley Creek (Announced 25/10/2019) reported to 180m below surface using a 0.8g/t Au cut-off:

- **Indicated Resource:** 2.02 Mt @ 2.41 g/t Au for 156,500 ounces
- **Inferred Resource:** 0.64 Mt @ 1.71 g/t Au for 35,400 ounces
- **Total Resource:** 2.66 Mt @ 2.24 g/t Au for 191,900 ounces

Wedge (Announced 24/01/2020) reported to 140m below surface using a 0.8g/t Au cut-off grade:

- **Indicated Resource:** 2.66 Mt @ 1.65 g/t Au for 141,142 ounces
- **Inferred Resource:** 746 Kt @ 1.13 g/t Au for 27,108 ounces
- **Total Resource:** 3.4 Mt @ 1.54 g/t Au for 168,677 ounces

Telegraph (Announced 28/10/2019) reported to 185m below surface using a 0.8g/t Au cut-off:

- **Indicated Resource:** 0.64 Kt @ 2.13 g/t Au for 43,700 ounces
- **Inferred Resource:** 0.53 Kt @ 1.43 g/t Au for 24,600 ounces
- **Total Resource:** 1.17 Mt @ 1.81 g/t Au for 68,300 ounces

The updated and new resources have delivered combined OP indicated resources of 19.72Mt @ 1.55g/t Au for 985,000 ounces. Excluding non resource exploration these OP indicated ounces were compiled from 84,130.5m drilling with a breakdown of 76% RC and 24% HQ3.

This benchmark level of OP indicated resource is seen as the starting point for stage 1 mining and permitting studies. Drilling is currently advancing the Beasley Creek South project. An updated resource is expected from Beasley Creek South during the first half 2020.

Laverton Gold Project – Overview

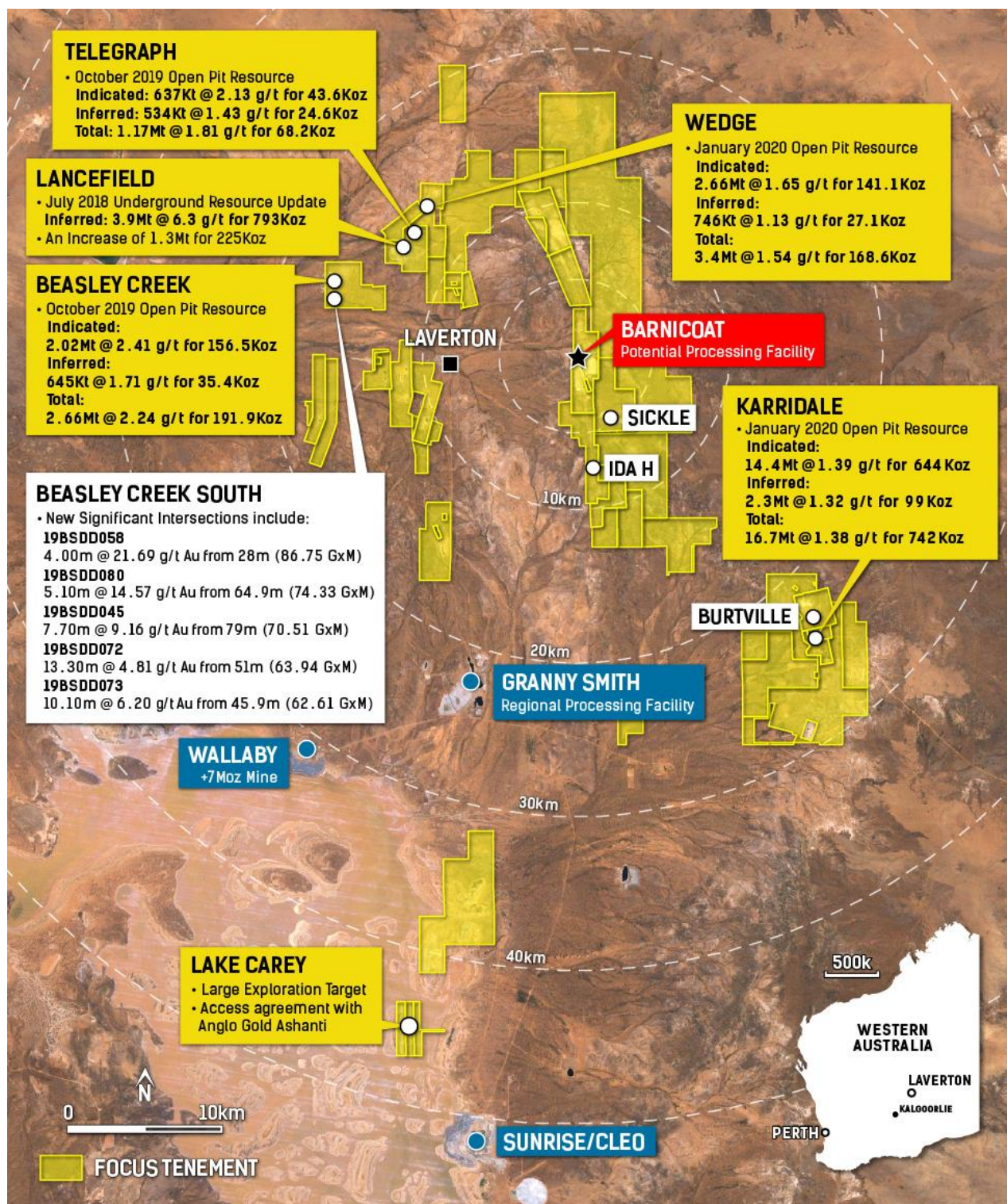


Figure 1: Summary map of Laverton Resource updates compiled during the December Qtr 2019. Beasley Creek South resource drilling intersections are also shown and calculated using 0.5 g/t Au cut off and up to 3m internal dilution. Furthermore, lost core in diamond drilling intersections at Beasley Creek South has been fully diluted and assigned a grade of 0.00g/t Au.

Project	Purpose	Drill Type	Spacing	Drill Meters	Hole Count
Beasley Creek South	Res Dev	DD HQ3	40m x 40m	2,612.50	25
Mt Lebanon	Exploration	RC	Reconnaissance	1,504	14
Gladiator West	Exploration	RC	40m x 40m	886	7
Prendegast Well	Exploration	RC	Reconnaissance	726	6
Burtville West	Exploration	RC	Reconnaissance	708	4
Karridale West	Exploration	RC	Reconnaissance	340	2
Telegraph	Res Dev	RC	20m x 20m	162	1
Total				6,938.50	59

Table 1: Summary of drilling completed at Laverton prospects during the June Quarter 2019

Beasley Creek South

Beasley Creek South is located around 10km northwest of the Laverton township and only 400m south of the Beasley Creek Deposit (See Announcement 25/10/2019).

The project has been drilled historically with RC by several companies including: WMC, Metex, Delta Gold, Crescent. During 2018/2019 Focus determined that previous RC results were unreliable (See announcement 30/01/2020).

In September 2019 it was determined that the significance of the gold mineralisation at Beasley Creek South had been under estimated and that, a full drill out with HQ3 would be required. The results to date have been outstanding.:

Very high grades were intersected at Beasley Creek South from near surface to 130m depth (Announced 30 Jan 2020). All listed intersections were calculated using 0.5g/t cut off and up to 3m internal dilution. Furthermore, any core loss has been fully diluted with assigned grade of 0.00 g/t Au.

- **19BSDD058 - 4.0m @ 21.69g/t Au from 28m (86.75 GxM)**
- **19BSDD080 - 5.1m @ 14.57g/t Au from 64.9m (74.33 GxM)**
- **19BSDD045 - 7.7m @ 9.16g/t Au from 79m (70.51 GxM)**
- **19BSDD072 - 13.3m @ 4.81g/t Au from 51m (63.94 GxM)**
- **19BSDD073 - 10.1m @ 6.20g/t Au from 45.9m (62.61 GxM)**

Focus will complete an updated resource at Beasley Creek South in the first half of 2020.

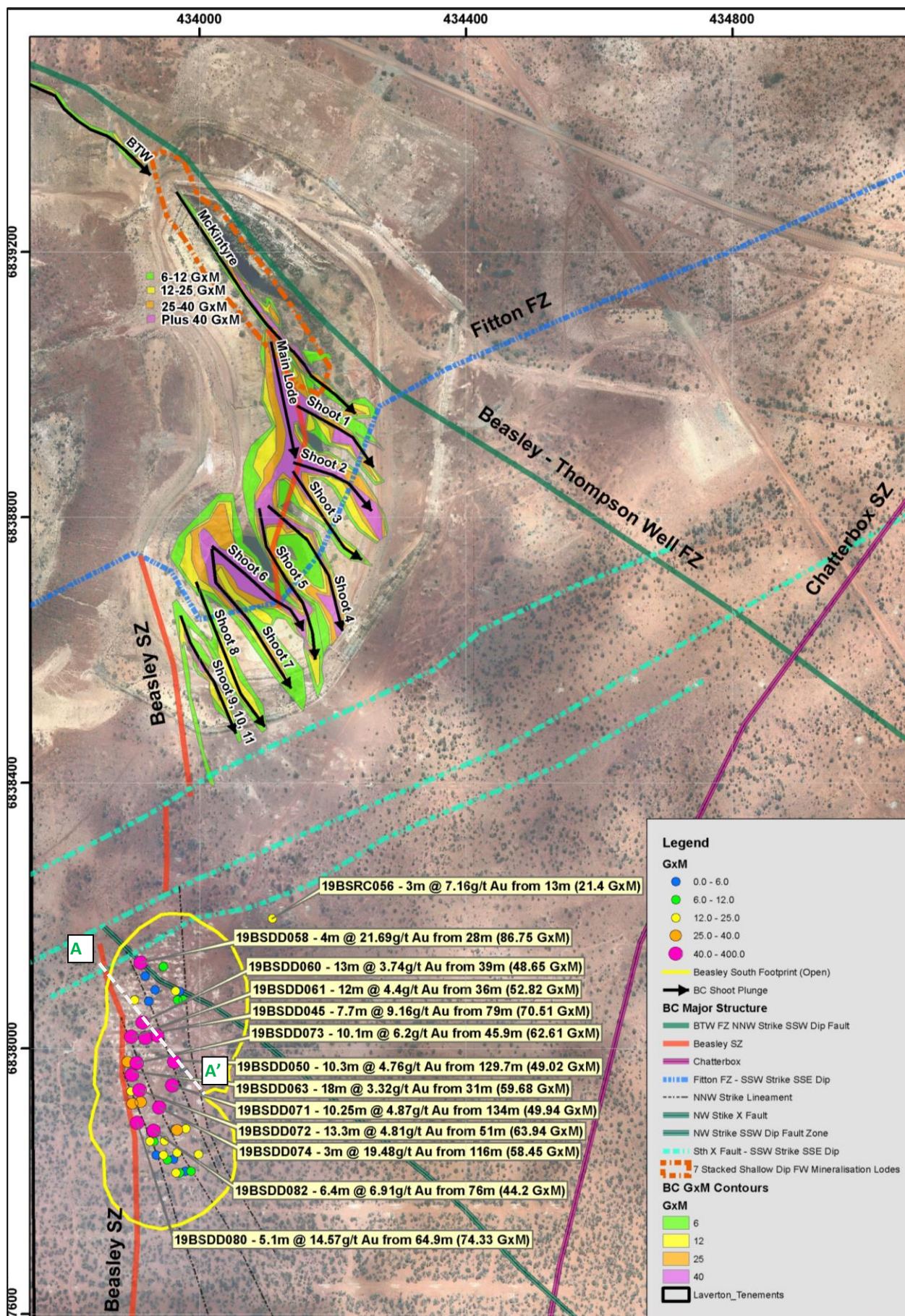


Figure 2: Beasley Creek to Beasley Creek South major structure and contoured Beasley Creek GxM as per inset legend. The outline of the current footprint for Beasley Creek South is shown (yellow) with 2019 HQ3 diamond drill Intersections coloured by GxM as per inset legend. The location of Section A-A' at Beasley Creek South is also shown

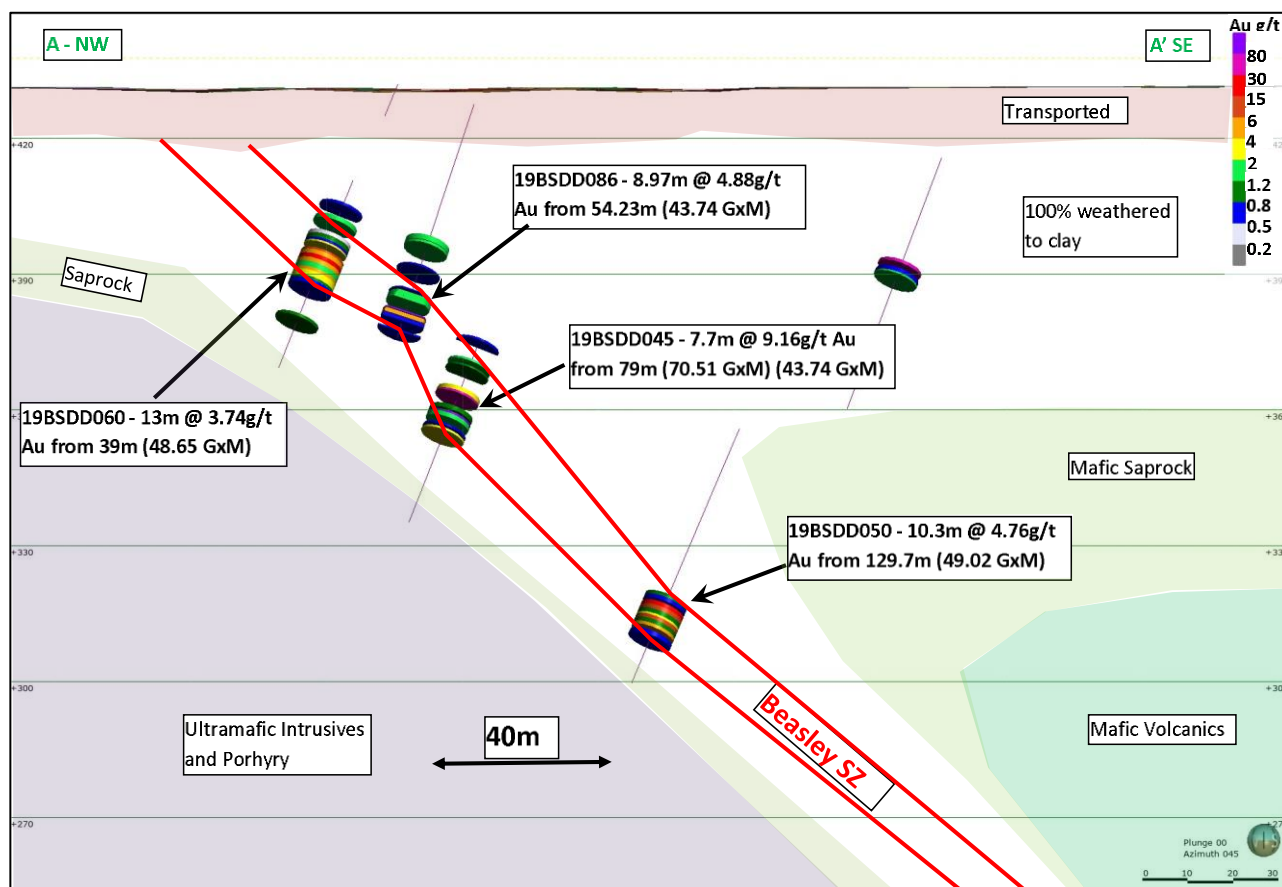


Figure 3 View towards the NE of NW – SE section A-A' at Beasley South (see Figure 2) Showing 2019 HQ3 drill Intersections with grades as per inset legend

Laverton Regional Exploration

During the December Qtr Focus completed limited exploration at several prospects and notably Gladiator West and Mt Lebanon (Announced 28/1/2020).

Gladiator West is located on Focus tenement P38/4163 and adjacent tenement application. The target location is 4 km West of Laverton town. The area is accessed from Laverton by Korong Rd, with minor existing tracks being used to access the locality from Korong Rd. The project is located NW and West of the historic Gladiator UG mine which produced 60Koz @ 13.5g/t Au.

Mt Lebanon is located 2-3 km SSE of Karridale and covers a large area of under explored greenstone stretching from the western margin of the Karridale – Burtville Mine Corridor to the Apollo FZ in the East.

Focus hold tenements E38/2032, E38/3050 and E38/3051 which cover the Mt Lebanon project and each of these were targeted with wide spaced reconnaissance RC in the December Qtr 2019.

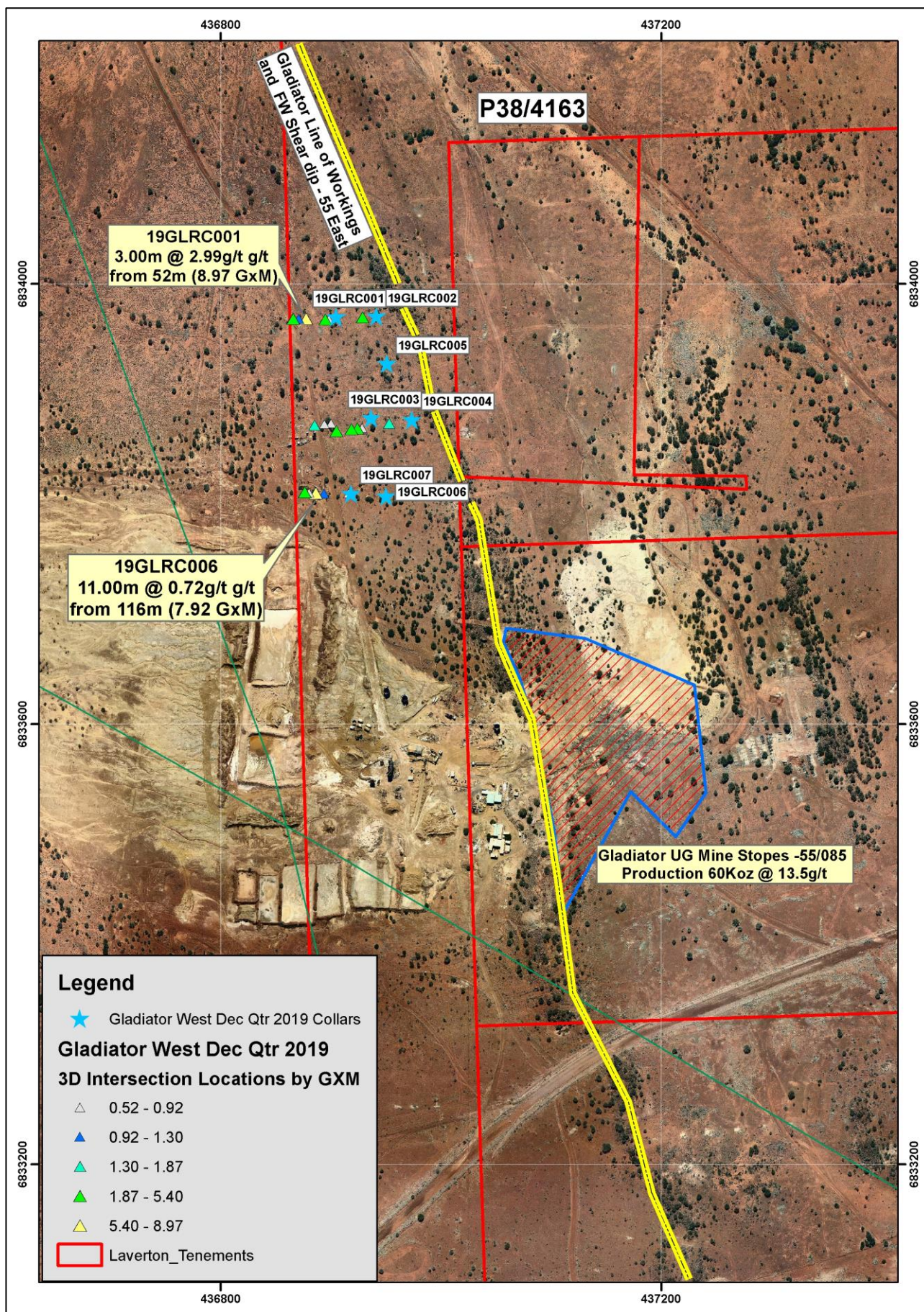


Figure 5 Location of Gladiator West drilling relative to structures and the historic Gladiator UG mine

The results at Mt Lebanon were also encouraging with reconnaissance spaced RC locating relatively shallow mineralisation associated with broad under drilled geochemical anomalies.

The target is within the southern part of Karridale - Burtville Mine Corridor. Interpretation of regional geophysics indicates many similarities to Karridale and Burtville. Mt Lebanon may host similar styles of mineralisation to that at Karridale and Burtville.

Significant Mt Lebanon drilling intersections calculated using 0.5 g/t Au cut off and up to 3m internal dilution include:

- 19MTRC017- 9.0m @ 1.64g/t Au from 74m (14.76 GxM)
- 19MTRC012 - 4.0m @ 1.12g/t Au from 44m (4.48 GxM)
- 19MTRC010- 2.0m @ 2.01g/t Au from 84m (4.02 GxM)
- 19MTRC006- 3.0m @ 1.32g/t Au from 51m (3.96 GxM)

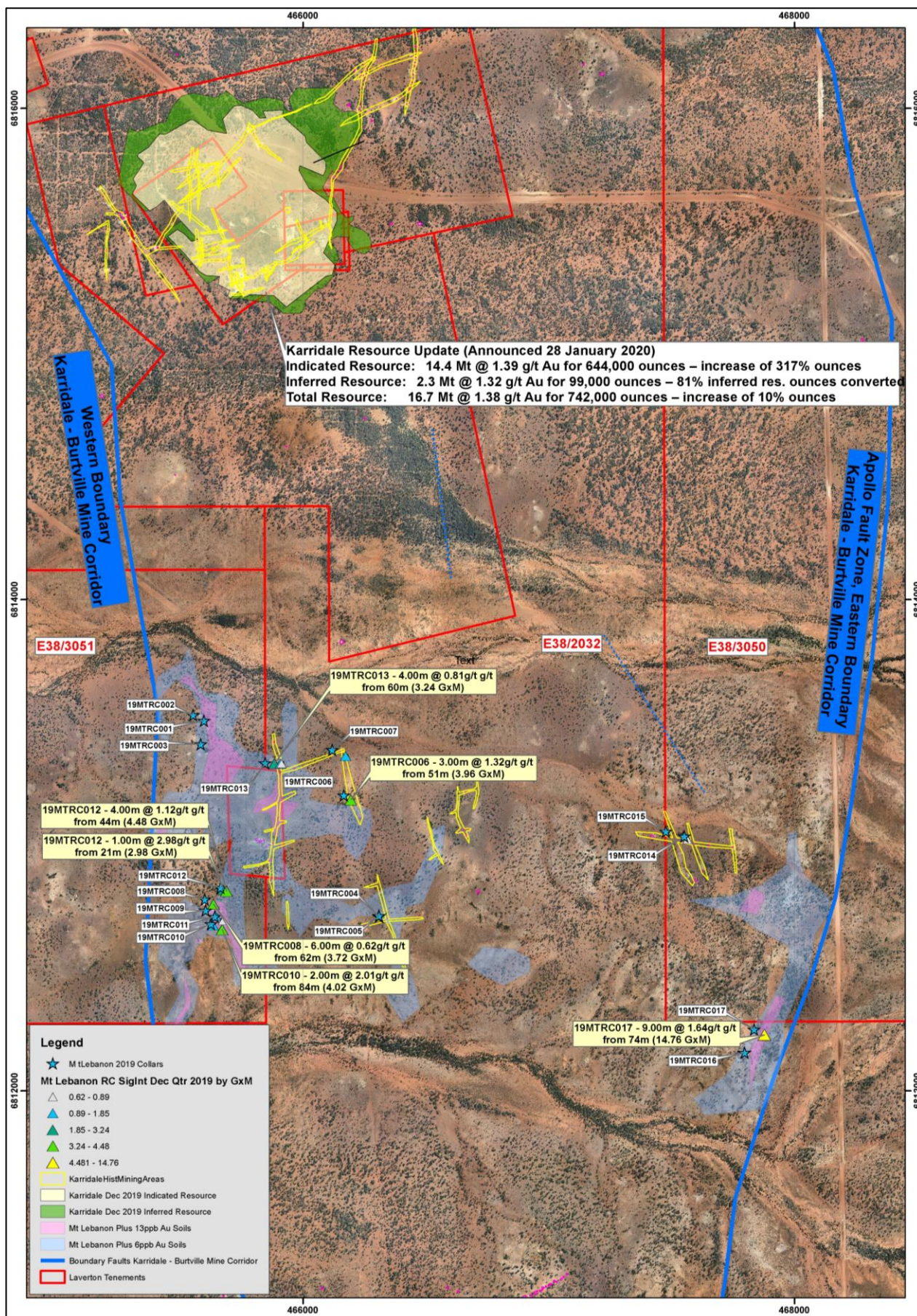


Figure 6 Location of Mt Lebanon drilling relative to structures, historic mine workings and geochemical anomalies

Coolgardie Gold Project

Focus conducted an air-borne geophysics survey during the quarter. The results and interpretation are expected to be completed in the March quarter of 2020.

Corporate Activities

On 29 November 2019, Focus advised Horizon Minerals Ltd (**Horizon**; ASX:HRZ) that it was unlikely that Focus would receive necessary approvals before the expiry of the Exclusivity Period (17 December 2019) for potential sale of the Coolgardie Gold Project. Focus and Horizon subsequently terminated the Exclusivity Deed.

Focus remains committed to the development strategy of its priority Laverton Gold Project. The Focus Board is considering the Company's options in respect of the non-core Coolgardie Gold Project.

Cash Position as at 31 December 2019

Cash at Bank and Deposits	\$13.935m
Cash held on bond	\$13.631m
Total Cash and Equivalents	\$27.566m

Tenements Held at 31 December 2019

Laverton Gold Project

Tenement Description	Tenement Number	Percentage Interest
ADMIRAL HILL - BARNICOAT	E38/1864	100
ADMIRAL HILL - BARNICOAT	E38/3232	100
ADMIRAL HILL - BARNICOAT	E38/3238	100
ADMIRAL HILL - BARNICOAT	M38/0264	100
ADMIRAL HILL - BARNICOAT	M38/0318	100
ADMIRAL HILL - BARNICOAT	M38/0376	100
ADMIRAL HILL - BARNICOAT	M38/0377	100
ADMIRAL HILL - BARNICOAT	M38/0387	100
ADMIRAL HILL - BARNICOAT	M38/0401	100
ADMIRAL HILL - BARNICOAT	M38/0507	100
ADMIRAL HILL - BARNICOAT	M38/1032	100
ADMIRAL HILL - BARNICOAT	M38/1042	100
BURTVILLE	E38/1642	100
BURTVILLE	E38/2032	100
BURTVILLE	E38/3050	100
BURTVILLE	E38/3051	100
BURTVILLE	E38/3088	100
BURTVILLE	E38/3217	100
BURTVILLE	M38/0008	100
BURTVILLE	M38/0073	91
BURTVILLE	M38/0089	91
BURTVILLE	M38/0261	100
BURTVILLE	M38/1281	100
CENTRAL LAVERTON	E38/3424	0 (Under Application)
CENTRAL LAVERTON	M38/0143	100
CENTRAL LAVERTON	M38/0236	100
CENTRAL LAVERTON	M38/0270	100
CENTRAL LAVERTON	M38/0342	100
CENTRAL LAVERTON	M38/0345	100
CENTRAL LAVERTON	M38/0363	100
CENTRAL LAVERTON	M38/0364	100
CENTRAL LAVERTON	M38/1187	100
CENTRAL LAVERTON	P38/4163	100
CHATTERBOX	M38/0049	100
CHATTERBOX	M38/0101	100
CHATTERBOX	M38/0535	100
CHATTERBOX	M38/0693	100
INFRASTRUCTURE	G38/0020	100
INFRASTRUCTURE	G38/0024	100
INFRASTRUCTURE	G38/0025	100
INFRASTRUCTURE	G38/0033	100
INFRASTRUCTURE	L38/0034	100
INFRASTRUCTURE	L38/0052	100
INFRASTRUCTURE	L38/0053	100
INFRASTRUCTURE	L38/0054	100
INFRASTRUCTURE	L38/0055	100
INFRASTRUCTURE	L38/0056	100
INFRASTRUCTURE	L38/0057	100
INFRASTRUCTURE	L38/0063	100
INFRASTRUCTURE	L38/0075	100
INFRASTRUCTURE	L38/0076	100
INFRASTRUCTURE	L38/0078	100

Tenement Description	Tenement Number	Percentage Interest
INFRASTRUCTURE	L38/0092	100
INFRASTRUCTURE	L38/0101	100
INFRASTRUCTURE	L38/0108	100
INFRASTRUCTURE	L38/0152	100
INFRASTRUCTURE	L38/0153	100
INFRASTRUCTURE	L38/0160	100
INFRASTRUCTURE	L38/0165	100
INFRASTRUCTURE	L38/0166	100
INFRASTRUCTURE	L38/0173	100
INFRASTRUCTURE	L38/0177	100
INFRASTRUCTURE	L38/0179	100
INFRASTRUCTURE	L38/0183	100
INFRASTRUCTURE	L38/0231	100
LAKE CAREY	E38/2873	100
LAKE CAREY	P38/4099	100
LAKE CAREY	P38/4100	100
LAKE CAREY	P38/4102	100
LANCEFIELD	E38/1861	100
LANCEFIELD	E38/3186	100
LANCEFIELD	M38/0037	100
LANCEFIELD	M38/0038	100
LANCEFIELD	M38/0159	100
LANCEFIELD	M38/0547	100
LANCEFIELD	M38/1272	100
LANCEFIELD	P38/4347	100
LANCEFIELD	P38/4348	100
LANCEFIELD	P38/4349	100
PRENDERGAST	E38/1725	100
PRENDERGAST	E38/1869	100
PRENDERGAST	E38/2862	100
PRENDERGAST	P38/4091	100
MURRIN MURRIN/GLENMURRIN	M38/0425	Au Fe
MURRIN MURRIN/GLENMURRIN	M38/0505	Au Fe

Coolgardie Gold Project

Tenement Description	Tenement Number	Percentage Interest
BAYLEYS	M15/0630	100
BAYLEYS	M15/1433	100
BAYLEYS	M15/1788	100
BAYLEYS	P15/5717	100
BAYLEYS	P15/5995	100
BAYLEYS	P15/6254	100
BAYLEYS	P15/6256	100
BONNIE VALE	M15/0277	100
BONNIE VALE	M15/0365	100
BONNIE VALE	M15/0595	100
BONNIE VALE	M15/0662	100
BONNIE VALE	M15/0711	100
BONNIE VALE	M15/0770	100
BONNIE VALE	M15/0852	100
BONNIE VALE	M15/0857	100
BONNIE VALE	M15/0877	100
BONNIE VALE	M15/0981	100
BONNIE VALE	M15/1384	100
BONNIE VALE	M15/1444	100
BONNIE VALE	M15/1760	100
BONNIE VALE	M15/1853	0 (Under Application)
BONNIE VALE	P15/5159	100
BONNIE VALE	P15/5702	100
BONNIE VALE	P15/5703	100
BONNIE VALE	P15/5704	100
BONNIE VALE	P15/5713	100
BONNIE VALE	P15/5714	100
INFRASTRUCTURE	G15/0007	100
INFRASTRUCTURE	L15/0027	100
INFRASTRUCTURE	L15/0028	100
INFRASTRUCTURE	L15/0034	100
INFRASTRUCTURE	L15/0042	100
INFRASTRUCTURE	L15/0051	100
INFRASTRUCTURE	L15/0059	100
INFRASTRUCTURE	L15/0063	100
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INFRASTRUCTURE	L15/0095	100
INFRASTRUCTURE	L15/0096	100
INFRASTRUCTURE	L15/0114	100
INFRASTRUCTURE	L15/0116	100
INFRASTRUCTURE	L15/0119	100
INFRASTRUCTURE	L15/0122	100
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INFRASTRUCTURE	L15/0127	100
INFRASTRUCTURE	L15/0130	100
INFRASTRUCTURE	L15/0161	100
INFRASTRUCTURE	L15/0164	100
INFRASTRUCTURE	L15/0168	100
INFRASTRUCTURE	L15/0169	100
INFRASTRUCTURE	L15/0171	100
INFRASTRUCTURE	L15/0172	100
INFRASTRUCTURE	L15/0173	100

Tenement Description	Tenement Number	Percentage Interest
INFRASTRUCTURE	L15/0174	100
INFRASTRUCTURE	L15/0175	100
INFRASTRUCTURE	L15/0177	100
INFRASTRUCTURE	L15/0179	100
INFRASTRUCTURE	L15/0186	100
INFRASTRUCTURE	L15/0193	100
INFRASTRUCTURE	L15/0194	100
INFRASTRUCTURE	L15/0200	100
INFRASTRUCTURE	L15/0211	100
INFRASTRUCTURE	L15/0283	100
INFRASTRUCTURE	L15/0294	100
INFRASTRUCTURE	L15/0371	100
INFRASTRUCTURE	L15/0403	0 (Under Application)
LAKE COWAN	E15/0986	100
LONDONDERRY	P15/5963	100
LONDONDERRY	P15/5964	100
LONDONDERRY	P15/5965	100
LONDONDERRY	P15/5966	100
LONDONDERRY	P15/5967	100
LONDONDERRY	P15/5968	100
LONDONDERRY	P15/5969	100
LONDONDERRY	P15/5970	100
LONDONDERRY	P15/5971	100
LONDONDERRY	P15/5972	100
LONDONDERRY	P15/6118	100
LONDONDERRY	P15/6119	100
LONDONDERRY	P15/6120	100
LONDONDERRY	P15/6121	100
LONDONDERRY	P15/6122	100
LONDONDERRY	P15/6123	100
LONDONDERRY	P15/6176	0 (Under Application)
LONDONDERRY	P15/6177	0 (Under Application)
LONDONDERRY	P15/6178	0 (Under Application)
LORD BOB	M15/0385	100
LORD BOB	M15/1789	100
LORD BOB	P15/5712	100
LORD BOB	P15/5731	100
LORD BOB	P15/5733	100
LORD BOB	P15/5735	100
LORD BOB	P15/5939	0 (Under Application)
LORD BOB	P15/6102	0 (Under Application)
NEPEAN	M15/0709	100
NEPEAN	M15/1809	100
NEPEAN	M15/1874	0 (Under Application)
NEPEAN	P15/5574	100
NEPEAN	P15/5575	100
NEPEAN	P15/5625	100
NEPEAN	P15/5629	100
NEPEAN	P15/5738	100
NEPEAN	P15/5739	100
NEPEAN	P15/5740	100
NEPEAN	P15/5741	100
NEPEAN	P15/5742	100
NEPEAN	P15/5743	100
NEPEAN	P15/5749	100
NEPEAN	P15/5750	100
NORRIS	M15/0384	100
NORRIS	M15/0515	100
NORRIS	M15/0761	100

Tenement Description	Tenement Number	Percentage Interest
NORRIS	M15/0791	100
NORRIS	M15/0871	100
NORRIS	M15/1153	100
NORRIS	M15/1422	100
NORRIS	M15/1793	100
NORRIS	P15/5729	100
NORRIS	P15/5730	100
NORRIS	P15/5732	100
NORRIS	P15/5734	100
NORRIS	P15/5736	100
NORRIS	P15/5756	100
NORRIS	P15/5807	100
NORRIS	P15/6002	100
NORRIS	P15/6033	100
THREE MILE HILL	M15/0150	100
THREE MILE HILL	M15/0154	100
THREE MILE HILL	M15/0636	100
THREE MILE HILL	M15/0645	100
THREE MILE HILL	M15/0781	100
THREE MILE HILL	M15/0827	100
THREE MILE HILL	M15/1341	100
THREE MILE HILL	M15/1357	100
THREE MILE HILL	M15/1358	100
THREE MILE HILL	M15/1359	100
THREE MILE HILL	M15/1432	100
THREE MILE HILL	M15/1434	100
TINDALS	M15/0023	100
TINDALS	M15/0237	100
TINDALS	M15/0410	100
TINDALS	M15/0411	100
TINDALS	M15/0412	100
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TINDALS	M15/1461	100
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TINDALS	P15/6006	100
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TINDALS	P15/6252	100
TINDALS	P15/6253	100
TINDALS	P15/6257	100
TINDALS	P15/6332	0 (Under Application)
TINDALS	P15/6333	0 (Under Application)

The release of this ASX announcement was authorised by Mr Zhaoya Wang, CEO of Focus Minerals Ltd.

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About Focus Minerals Limited (ASX: FML)

Focus Minerals is a Perth-based, ASX-listed gold exploration company focused on delivering shareholder value from its Laverton Gold Project, in Western Australia's north-eastern Goldfields. The Laverton project covers a 507km² area of highly prospective tenements that includes the historic Lancefield and Chatterbox Trend mines. Focus owns the centrally located 1.5Mtpa Barnicoat processing plant, which is shut.

Focus' priority target is to confirm sufficient gold mineralisation at Beasley sheer zone, Lancefield - Wedge Thrust, and Karridale to support a Stage 1 production restart at Laverton. In parallel, Focus is working to advance key Laverton resource growth targets including Sickle, Ida-H and Burtville South.

Focus also owns the non-core Coolgardie Gold Project, which includes a 1.2Mtpa processing plant at Three Mile Hill. The plant is on care and maintenance.

Competent Person Statement

The information in this announcement that relates to Exploration Results is based on information compiled by Mr Alex Aaltonen, who is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Aaltonen is an employee of Focus Minerals Ltd. Mr Aaltonen has sufficient experience that is relevant to the style of mineralization 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*.

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