

8 September 2016



ACN 114 175 138

POSITIVE SCOPING STUDY – TAMPPIA GOLD PROJECT

Explaurum Limited (“Explaurum”, “EXU” or “the Company”) is pleased to advise it has completed a Scoping Study (“Study”) based on the Inferred mineral resource at its 90% owned Tampia Gold Project (“the Project”), located approximately 300km east of Perth in the wheat belt of Western Australia.

Explaurum was assisted by the following reputable industry consultant groups; Kenex Pty Ltd (3D geological modelling), Entech Pty Ltd (resource estimation and mining), Mintrex Pty Ltd (process flow sheet and plant design), ALS Metallurgy Pty Ltd (metallurgical test work), Mintap Services Pty Ltd (metallurgical program), Martinick Bosch Sell Pty Ltd (MBS Environmental) (baseline environmental, heritage) and Rockwater Pty Ltd (groundwater).

The results of the Study were positive and importantly provides strong encouragement for the Company to commit to the next stage of its exploration and development program.

Highlights

- **The results of the Scoping Study are positive and provide confidence to advance the Project to the next level, with a significant program of infill, extension and exploration drilling to commence shortly.**
- **The results provide a clear direction for the Company to pursue as well as strongly favourable indications of the Project’s future potential.**
- **A Pre-feasibility Study has also commenced and is due to be completed in late H2 2017 – which will deliver an updated mineral resource estimate.**
- **The Study has highlighted the particular activities, required for planning purposes, to develop the Pre-feasibility program and budget, and to optimise both the mine and process design.**
- **Near resource and regional exploration is at a very early stage - providing significant potential upside to the scale of the Project that will improve the positive findings from the Study.**
- **The Study has also established a ‘checklist’ of criteria required to focus further exploration, metallurgy and mining studies required for development.**

Immediate focus now is the undertaking of major exploration and drilling programs, scheduled to commence shortly, to unlock the significant upside potential of the known Gault deposit, which is open in all directions, and through regional exploration, of the Project.

Cautionary Statement

The Scoping Study referred to in this announcement is based on low-level technical and economic assessments, and is insufficient to support the estimation of Ore Reserves or to provide assurance of an economic development case at this stage, or to provide certainty that the conclusions of the Scoping Study will be realised. There is a low level of geological confidence associated with Inferred Mineral Resources and there is no certainty that further exploration work will result in the determination of Indicated or Measured Mineral Resources.

Registered Office: Level 16, Waterfront Place, 1 Eagle Street, Brisbane QLD 4000

Postal Address: GPO Box 3249, Brisbane QLD 4001

Contact Details: Telephone +61 7 3333 2722 Email: info@explaurum.com

www.explaurum.com

Commenting on the Scoping Study, Explaurum's Managing Director, John Lawton:

"The principal purpose of the Study was to clearly justify commitment to the next stage of exploration and development. The Project has substantially grown in its potential over the past 6 months following the past two drilling campaigns and as such we were required to expand the study to determine the preferred development option of either establishing a predominantly standalone operation at the Project site, or have the high-grade mineralisation treated at another producer's operation nearby ("toll treatment").

Pleasingly, whilst the recent success in exploration drilling has led us away from the toll treatment option the Study clearly established that a stand-alone operation is the preferred long-term development scenario based on what we believe is the true potential of the Project.

The Company, under the ASX Listing Rules, is unable to report any production assumptions and financial modelling used in this Study based upon an Inferred resource. However, Explaurum believed it was prudent and in the best interest of shareholder long-term value creation to complete the Study, as promised to shareholders, despite the Project having only an Inferred mineral resource based on limited drilling.

All of the Company's exploration activities have been highly encouraging, both in the resource area and regionally, and strongly support the case for an increased effort towards the Project's development. Although the Scoping Study could be considered premature, given the potential upside scale of the Project, the results have provided a sensible and well informed development pathway to progress the Project.

Now that the Scoping Study has been completed we can move on to our immediate focus of undertaking major exploration and drilling programs, scheduled to commence shortly, to unlock the significant upside potential of the known Gault deposit, which is open in all directions, and through regional exploration, of the Project."

Next Steps

The immediate focus now is the undertaking of major exploration and drilling programs, scheduled to commence shortly, to unlock the significant upside potential of the known Gault deposit, which is open in all directions, and through regional exploration, of the Project. These programmes are aimed at delivering an updated mineral resource in H2 2017.

The planned updated mineral resource will feed into a Pre-feasibility Study has also commenced and is due to be completed in H2 2017.

The Pre-feasibility study that has now commenced will aim to develop a 2012 JORC compliant measured and indicated resource, establish and optimise the mining schedule, production rate and process flow sheet while reducing capital and operating costs.

The exploration program over the next 12 months will include:

- Comprehensive metallurgical test work to optimise plant design (currently in progress),
- Regional soil geochemistry to define near surface mineralisation along the greenstone trend,
- Structural geology to interpret the regional structure and its controls on mineralisation,
- Infill ground gravity over the 4km long trend surveyed in early 2016,
- Exploration drilling of gravity targets,

- Infill and extension drilling to upgrade the Gault resource area to Pre-feasibility standards,
- Groundwater resource test work,
- Environmental flora and fauna surveys, and characterisation of waste and tailings material required for development approval,
- Airborne gravity survey of the Company's tenements to assist mapping of mafic gneiss.

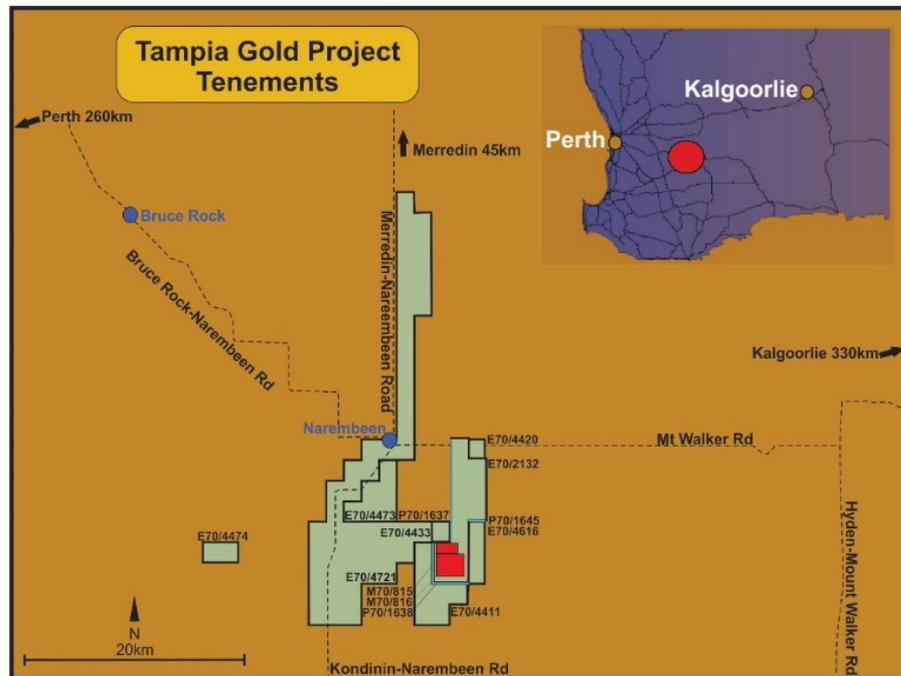


Figure 1. Tampia Gold Project location plan (mining leases shown in red)

Summary

Study Managers / Consultants

To complete the Study, Explaurum was assisted by the following reputable industry consultant groups; Kenex Pty Ltd (3D geological modelling), Entech Pty Ltd (resource estimation and mining), Mintrex Pty Ltd (process flow sheet and plant design), ALS Metallurgy Pty Ltd (metallurgical test work), Mintap Services Pty Ltd (metallurgical program), Martinick Bosch Sell Pty Ltd (MBS Environmental) (baseline environmental, heritage) and Rockwater Pty Ltd (groundwater). Compilation of the study data received, summarizing and reporting of the results was completed by the Company.

Tenements

The Tampia Gold Project consists of 13 tenements covering an area of approximately 240km². The original acquisition consists of two granted Mining Leases (over the known Inferred Resource) surrounded by an Exploration Licence. Explaurum holds a 90% interest in the two granted Mining Leases and 'original' Exploration Licence, and 100% interest in the others.

Geology

The Tampia Gold Project covers an under-explored greenstone belt in the South West Terrane of the Yilgarn Craton. Dominant lithologies are mafic and felsic gneiss and later granite intrusives. Gold

mineralisation is hosted by the mafic gneiss and there is an association of gold with arsenic (predominantly arsenopyrite) with minor pyrite and pyrrhotite. The depth of weathering appears variable, but in the area of the starter pit it is shallow (<20m).

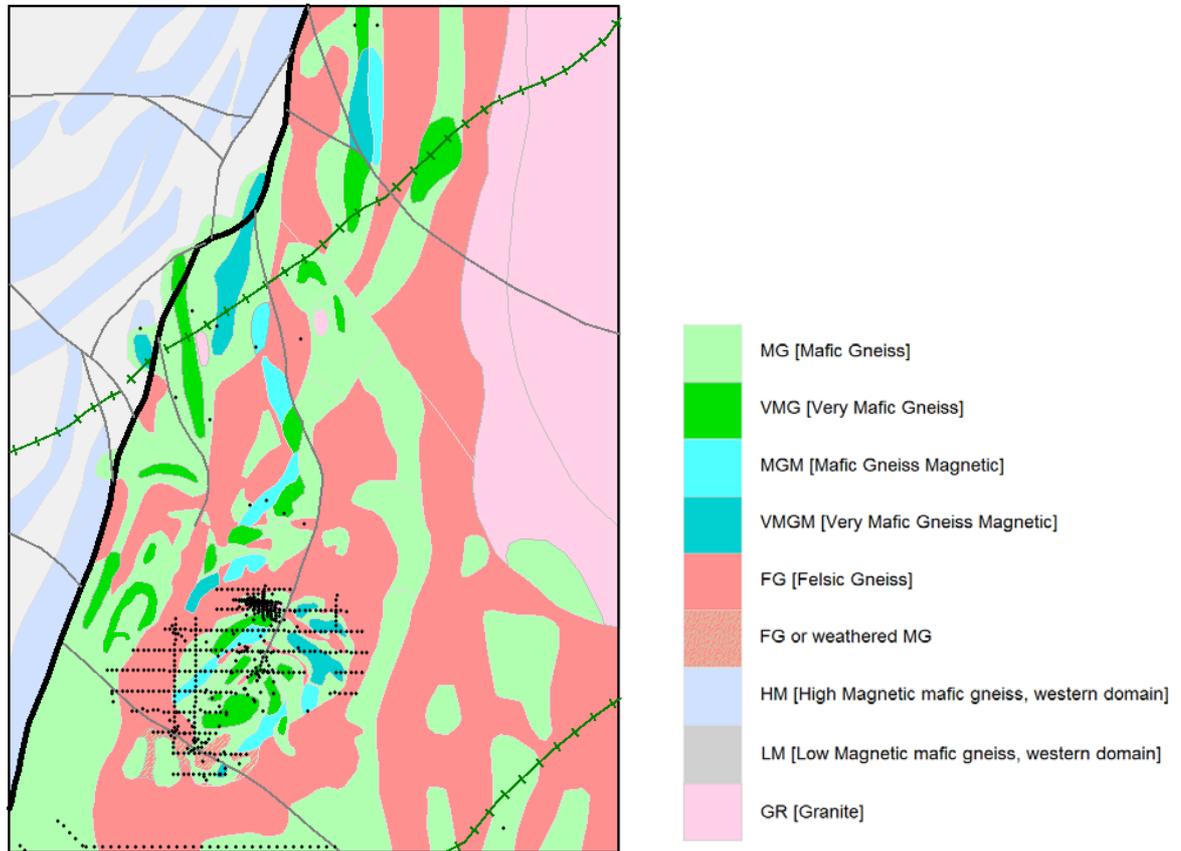


Figure 2. Geology interpretation showing mafic gneiss units in relation to granite, felsic gneiss and the geology west of the western fault.

Mineral Resource and Mining

The current Inferred Resource (Table 1) was used as the basis for the Study. It was determined by the consultant that an updated resource estimate that conformed with the JORC Code was not possible, due in part to the view that no suitable geological constraint on the mineralisation could be established (open in all directions), and further infill drilling is required (outside of the starter pit area) to establish Indicated and Measured Resource categories. Consequently, the Company is prevented under the Corporations Law (Ch 5), ASX Listing Rules (Ch 5) and ASIC reporting guidelines (Information Sheet 214) from discussing production targets and forecasting financial information.

The Study assumed a standard drill and blast, load and haul mining methodology commonly used in open pit mining operations, and undertaken on a contract basis.

Infrastructure

The Tampia Gold Project is located approximately 300km east of Perth in the wheat belt of Western Australia, and 12km SE of Narembreen township, which would be the base for any future operation. The Project is well serviced by infrastructure, can be accessed by air, and with grid power accessible approximately 11km away.

Processing

The metallurgical flow sheet design was undertaken by an engineering contractor based on test work programs undertaken by the Company. The design includes primary crushing, milling and classification, flotation and regrind, leaching and adsorption, elution circuit and gold room. An average metallurgical recovery of 85% has been assumed for this study.

A correlation between gold and arsenic was noted early in diamond drilling within the resource area, and subsequently confirmed through metallurgical test work (see ASX announcement 30 March 2016). Flotation test work successfully recovered 97% to 99% of all sulphides to concentrate, from which 92-94% of the gold was recovered following fine grinding and intensive leaching. This positive result encouraged the Company to assess a greater degree of on-site processing than initially envisaged with the toll treatment option. Tampia gold appears to be consistently fine grained and is grind sensitive although the optimum grind sizing has not as yet been determined.

Environment, Groundwater and Heritage

A desk top environmental review has been undertaken by environmental consultants. The resource area is within a cultivated paddock. The principal environmental issue to be addressed in future studies is associated with waste rock and tailings storage, and the possible effect on groundwater. These are standard issues for development and will be addressed during the Pre-feasibility program.

Groundwater has been found during drilling programs with total dissolved salts (TDS) of approximately 5000mg/L (classified as brackish) at a depth of less than 50m. The extent and flow rates of this resource will be established during Pre-feasibility.

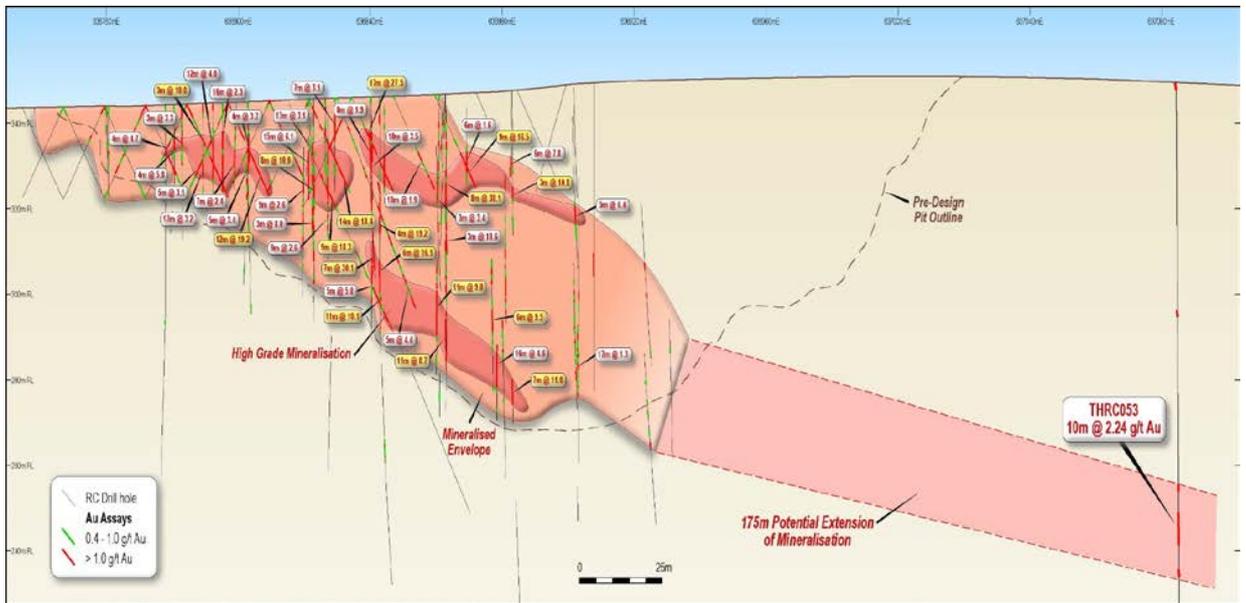
All land in the Project area is freehold land therefore not subject to Native Title. However, heritage surveys will be required to be undertaken.

Significant Exploration Upside

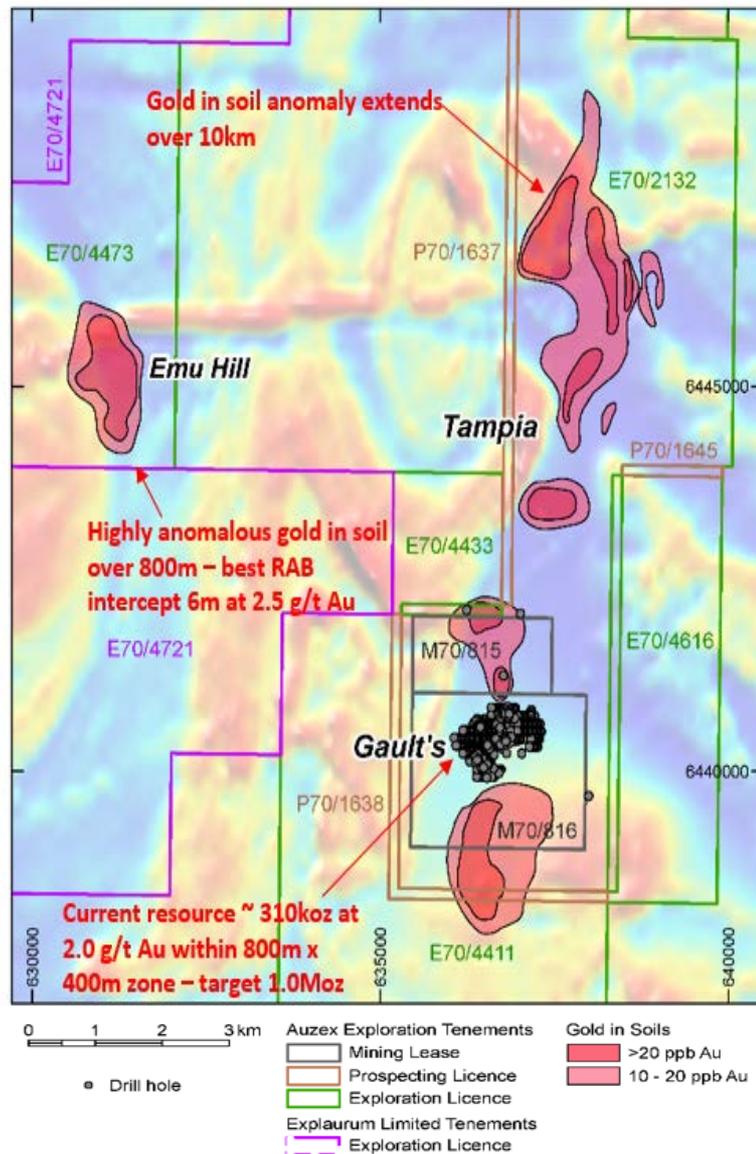
The early stage and limited drilling programmes undertaken to date to define the established 2012 JORC compliant Inferred Resource of 310,000oz gold at a grade of 2.0g/t Au (Table 1) has provided considerable encouragement to Explaurum that significant exploration upside exists near deposit and more regionally.

The initial upside potential to the current resource is through a comprehensive infill drilling program within the area of the current resource, as well as down plunge and at depth (the current resource remains open in all directions). This drilling is expected to both increase the size of the resource and upgrade the resource to the Indicated and/or Measured category.

In addition, the current Inferred Resource covers a small segment (approximately 5%) of a regionally extensive gold in soil anomaly. Previous exploration has been largely confined to this area where high grade gold mineralisation is exposed at surface due to land access. It is the Company's intention to also assess the regional potential during the Pre-feasibility program.



Long Section showing the intersection in THRC053 that potentially extends the high grade northern shoot 175m to the south east.



Tampia gold in soil anomaly trend highlighting the Gault resource area

Forward Looking Statements

This announcement may contain certain “forward-looking statements” which may not have been based solely on historical facts, but rather may be based on the Company’s current expectations about future events and results. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. However, forward looking statements are subject to risks, uncertainties, assumptions and other factors which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements. Such risks include, but are not limited to Resource risk, metal price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks in the countries and states in which we sell our product to, and government regulation and judicial outcomes. For more detailed discussion of such risks and other factors, see the Company’s Annual Reports, as well as the Companies other filings. Readers should not place undue reliance on forward looking information. The Company does not undertake any obligation to release publicly any revisions to any “forward-looking statement” to reflect events or circumstances after the date of this announcement, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.

No New Exploration Information or Data

This announcement contains references to exploration results and Mineral Resource estimates, all of which have been cross referenced to previous market announcements made by the Company. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and, in the case of the Mineral Resource estimate, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

For further information contact:

John Lawton
Managing Director
Explaurum Limited
+61 7 3333 2722

Peter Taylor
NWR Communications
+61 0 412 036 231

About the Company

Explaurum Limited (ASX code: EXU) is an Australian-based gold exploration company focused on the exploration and development of the Tampia Gold Project, located 300km east of Perth in the wheat belt of Western Australia near the township of Naremben. The prospect was discovered in 1987 during a regional stream sediment sampling program. Regional gold in soil geochemistry (over 15km in length) and geophysics (airborne and ground magnetics, IP and EM) were undertaken but most follow up drilling (totalling 23,353m of which 68% was RAB) was focussed on the Gault prospect where high grade mineralisation outcrops at surface. Drilling was largely confined to an area of approximately 800m x 400m due to access. A JORC Inferred resource estimate of 324,100 oz gold (3,491,800 tonnes grading 2.89g/t Au at a 1.0g/t Au cut-off) was completed in 2000. There has been no previous production at Tampia.

The property received only minor exploration attention from the mid-1990s until Explaurum acquired an 80% (now 90%) interest in April 2012. At that time, although the Project is located within an under-explored greenstone belt, technical aspects of the deposit such as geology, structure, controls on mineralisation and metallurgy were poorly understood, but what was known regarding the mineralisation (open-pittable resource with near surface, high grade mineralisation open in all directions) was highly attractive to the Company. Some of the notable previous drilling intercepts include 19m at 9.2g/t Au from 15m, 12m at 13.4g/t Au from 41m, 25m at 10.7g/t Au from 0m, 25m at 10.4g/t Au from 0m, 9m at 16.49g/t Au from 16m, 18m at 24.6g/t Au from 7m and 13m at 23.6g/t Au from 21m.

Since acquiring the Project in 2012, the Company has:

- Established a 2012 JORC compliant Inferred Resource of 310,000oz gold at a grade of 2.0g/t Au (Table 1) based on previous drilling results;
- Undertaken QAQC and infill drilling campaigns that increased the confidence in the Resource and the structural controls on the mineralisation;
- Commenced regional exploration based on gravity survey data that has resulted in significant new drill intercepts and wide scale ; and
- Undertaken a range of metallurgical, processing, mining, baseline environmental and groundwater studies with the aim of establishing a preferred development strategy

The Company established a new JORC 2012 Inferred Mineral Resource (Table 1) in April 2015 following the acquisition of new diamond drilling data and a review of all previous exploration information.

Table 1: JORC 2012 Inferred Mineral Resource (gold), Gault Prospect, Tampia Project

| Cut off g/t Au | Tonnes (,000) | Au (cut) g/t Au | Contained gold Ounces | Au (uncut) g/t Au |
|---------------------------|--------------------------|----------------------------|----------------------------------|------------------------------|
| 0.7 | 7,100 | 1.6 | 370,000 | 2.0 |
| 1.0 | 4,700 | 2.0 | 310,000 | 2.5 |
| 2.0 | 1,600 | 3.4 | 170,000 | 4.6 |

Notes:

- i) Inferred Resource ASX announcement 30 April 2015 based on previous exploration data; details of estimation set out in Appendix 1
- ii) about 90% of the resource (at 0.7g/t) in the upper 100m and 73% in the upper 80m
- iii) oxide Resources are not significant at about 15,000 ounces at a 0.7g/t cut off.

The Company's vision is to focus on the exploration and development of the Tampia Gold Project, with the aim of establishing a production base from which the Company may grow for the benefit of shareholders.