



## Anchor Resources Limited

ABN: 49 122 751 419

ASX Code: AHR

Website: anchorresources.com

17<sup>th</sup> April 2015

# QUARTERLY ACTIVITY REPORT – MARCH 2015

- Anchor continues to explore its Blinks project in the New England Fold Belt of north eastern New South Wales. The project is considered prospective for large multi-metal porphyry molybdenum-tungsten, porphyry copper-molybdenum and intrusion-related gold systems (IRGS).
- Work also continues with the aim of defining new targets on the Birdwood (Cu-Mo) project in New South Wales and Aspiring (Cu-Au-Ag-Pb-Zn) project in Queensland.

#### Directors

Mr Ian Price	Managing Director
Mr Jianguang Wang	Chairman
Mr Vaughan Webber	Director
Mr R N (Sam) Lees	Director

#### Address

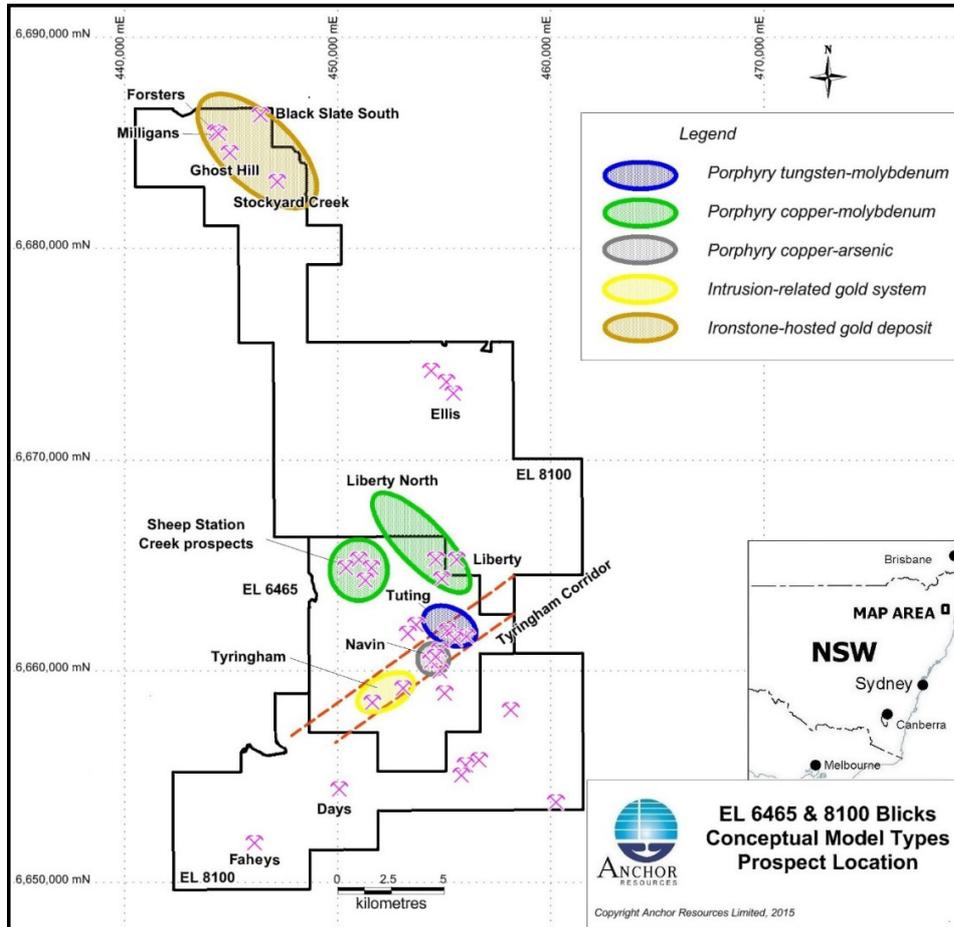
6 Chepstow Drive CASTLE HILL NSW 2154

#### Investor & Media Enquiries

Mr Ian Howarth | Ph.: +61 407 822 319

**Blicks Project, EL 6465 and EL 8100 (Anchor 100%)  
New South Wales - molybdenum, tungsten, copper & gold**

The Blicks project is located in the southern segment of the New England Fold Belt in northeast New South Wales, 90km northeast of the major regional center of Armidale. Anchor’s key target areas and reported historic mineral occurrences within the Blicks project are shown in Figure 1.



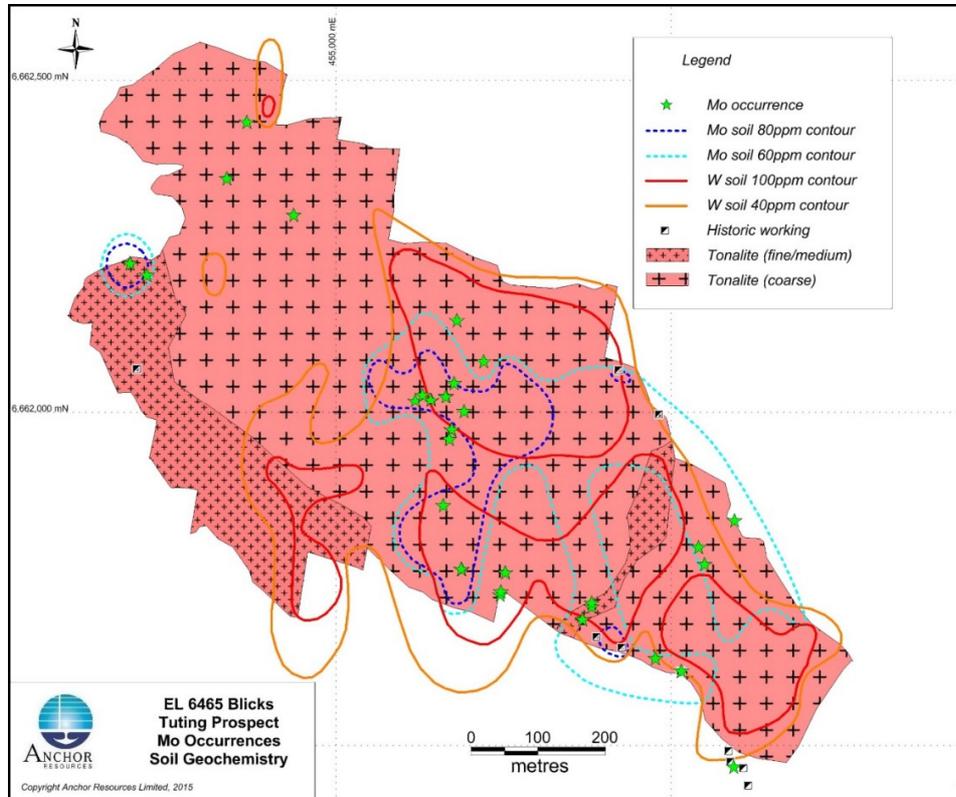
**Figure 1: Blicks project showing Anchor’s priority target areas and reported mineral occurrences**

Field work during the current Quarter was carried out at the Tuting molybdenum-tungsten prospect, Tyringham West gold prospect, Days gold prospect and Faheys gold prospect.

**Tuting Molybdenum-Tungsten±Copper Prospect**

At Tuting a select rock chip sample containing visible molybdenite in monzogranite assayed 2,820ppm Mo (0.28% Mo), 30.8ppm W, 35ppm Cu and <0.001g/t Au. This encouraging result prompted additional follow-up rock chip sampling to be completed in areas where molybdenite in outcrop is visible with samples assayed by ALS in Brisbane. A total of 15 rock chip samples containing molybdenite as disseminations and in veins and fractures were collected. ALS reported assay results up to 589ppm Mo with 7 samples assaying >135ppm Mo and 520ppm W with 4 samples assaying >100ppm W. The highest gold value reported was 0.15g/t Au and this sample also contained 2,510ppm Bi. During a review of this rock chip sampling program several textural variants which collectively form the Tuting monzogranite intrusion were noted. Molybdenite mineralisation is not homogenous throughout the intrusion however its distribution in relation to rock texture is not known at this

time. It is now planned to map these textural variants as a matter of priority with the objective of developing a better understanding of the different phases of intrusive history and related mineralisation at Tuting.



**Figure 2: Tuting molybdenum-tungsten-copper prospect showing sites where molybdenite has been observed in outcrop (shown as green stars)**

A reverse circulation drilling program at the Tuting prospect has been approved by the NSW Trade & Investment – Division of Resources and Energy (DRE). Drilling will proceed following Board approval.

### **Liberty Copper-Molybdenum Prospect**

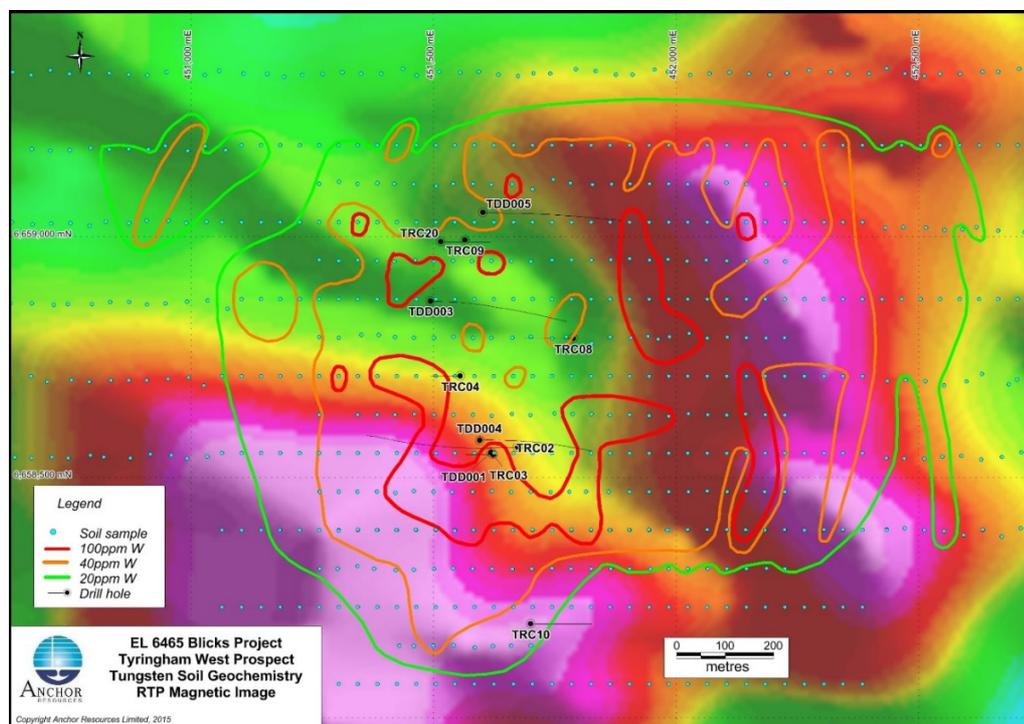
A road reconnaissance traverse confirmed the host rocks at Liberty extend for over 6km and these rocks contain disseminated pyrite, pyrrhotite, chalcopyrite and molybdenite in various amounts. During the road reconnaissance traverse a rock chip sample containing visible chalcopyrite and molybdenite in “tonalite” from outcrop at Liberty North assayed 487ppm Cu, 2.79ppm Mo, 5.3ppm W and 0.004g/t Au using ALS Laboratories in Brisbane. A soil sampling program has been planned to cover accessible sections of this mineralised host rock and land access is being negotiated and regulatory approvals obtained.

Reconnaissance soil sampling has been completed in an area located between Tuting and Liberty. A total of 142 samples were collected for assay using the field portable Niton XRF analyser. No anomalous values are reported. Gold was not assayed. Samples are retained for later gold analytical work.

### **Tyringham Gold Prospect**

At Tyringham West a program of additional infill and duplicate check soil sampling (68 B-C horizon soil samples collected) was completed to try and better define the soil tungsten geochemical anomaly (Figure 3). Tungsten is closely associated with gold and was used as a pathfinder element. Samples were air dried and sieved to - 80 mesh prior to analysis using the field portable Niton XRF analyser. Niton XRF tungsten values were found to be broadly similar to ALS tungsten values although differences were noted in some samples. This program

confirmed the Tyringham West tungsten anomaly and facilitated minor refinements to the original tungsten anomaly. Gold was not assayed. Samples are retained for later gold analytical work.



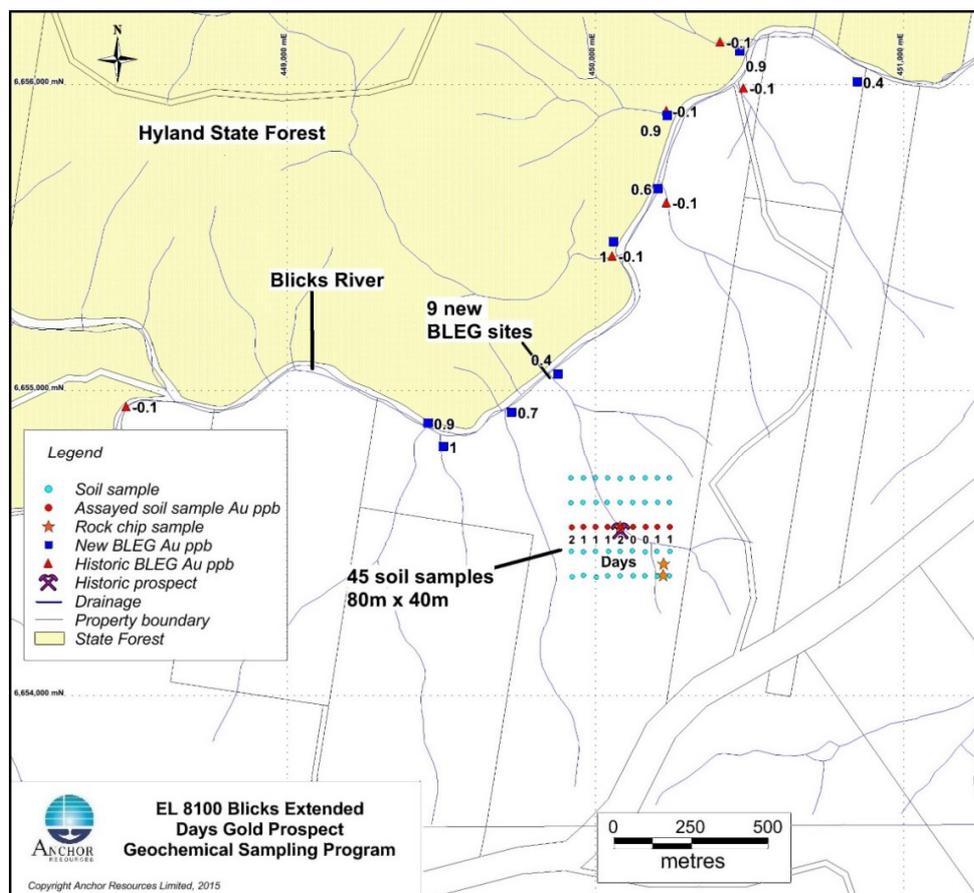
**Figure 3: Tyringham West -80 mesh B-C soil tungsten anomaly overlying RTP magnetics**

Approval was given to drill Tyringham by the Department on 9 March 2015 and drilling will proceed following Board approval.

**Regional Exploration and Prospect Evaluation (Days and Faheys Gold Prospects)**

Evaluation of reported historic mineral occurrences at the Days gold prospect and an unnamed gold prospect called Faheys gold prospect (Figure 1) by Anchor was completed during the reporting period. No anomalous gold or base metal geochemistry was identified at these two prospects.

Day’s gold prospect is reported to be a quartz vein 0.2m wide containing gold, arsenopyrite and chlorite, striking 132° TN and dipping southwesterly within fine grained metasediments. The workings consist of a shaft 8m deep and a shallow prospecting pit and trench sunk on the quartz vein. A detailed evaluation program incorporating soil sampling on a small 80m x 40m grid covering the Days workings (45 soil samples), 5 rock chip samples and 9 stream sediment BLEG samples was completed. Niton XRF analysis of 45 soil samples reported no anomalous elements of interest for arsenic, tungsten, molybdenum, tellurium, bismuth, copper, lead and zinc. Gold was not analysed. Seven -80 mesh B-C horizon soil samples, 5 rock chip samples and 9 BLEG samples were subsequently analysed by ALS in Brisbane. Rock chip sample assay results from ALS reported a highest gold value of 0.037g/t Au and a high arsenic value of 1,115ppm As in another sample assaying 0.036g/t Au. No BLEG gold anomalies were detected with the highest BLEG value being 1ppb gold in 2 isolated samples. A traverse of seven soil samples across the main workings at Days gold prospect (Figure 4) were also analysed by ALS (Brisbane) for gold and other elements. Gold, silver, arsenic, bismuth, copper, molybdenum, lead, tellurium tungsten and zinc assay results were not anomalous.

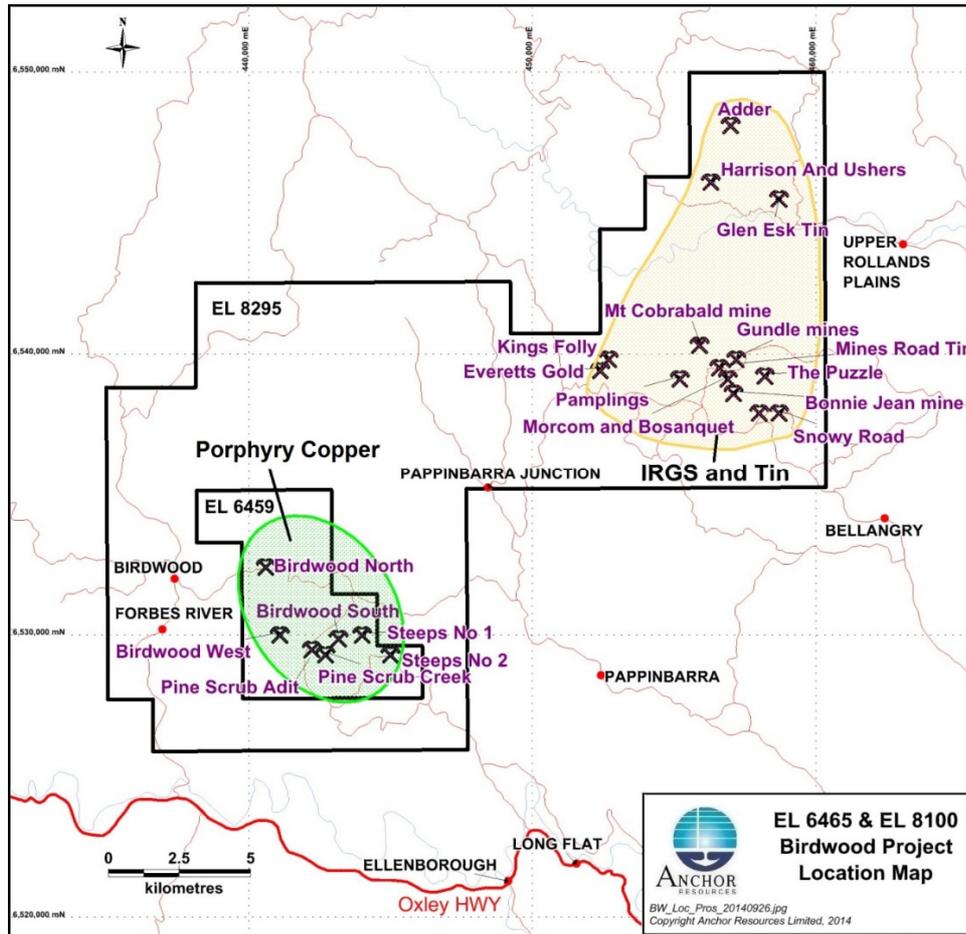


**Figure 4: Days gold prospect showing location of geochemical sampling completed**

Faheys gold prospect, an unnamed historic alluvial gold prospect shown on published maps located 5km southwest of Days gold prospect, was investigated. No evidence of this mineral occurrence was found in the general area where it was reported however the recorded location was noted as approximate only. No prospect pits or other workings were observed in an expanded search area radiating from the recorded location. Five rock chip samples and 2 stream sediment samples for BLEG analysis were collected and analysed by ALS in Brisbane. All rock chip samples assayed <0.0.001g/t Au and other elements are not anomalous. No anomalous gold, silver or palladium assay values are reported in the BLEG samples.

**Birdwood Project, EL 6459 and EL 8295 (Anchor 100%)  
New South Wales – copper, molybdenum, tin & gold**

The Birdwood project is located in the southern portion of the New England Fold Belt in northeast New South Wales, centred 50km west of Port Macquarie. Anchor's key target areas and reported historic mineral occurrences in the Birdwood project are shown in Figure 5.



**Figure 5: EL 6459 (Birdwood) and EL 8295 (Birdwood Extended) showing location of known mineral occurrences and target areas**

Work during the current Quarter included compilation of historic open file company exploration data relating to the area covered by EL 8295 (Birdwood Extended) into the Company's GIS with the objective of defining targets for detailed exploration in the field. At Quarter end work is incomplete however several interesting areas have been identified including an old adit where high grade tin values (>1% Sn) are reported over narrow intervals. The area is considered prospective for granite-related tin deposits, including tin-copper skarn deposits and intrusion-related gold systems.

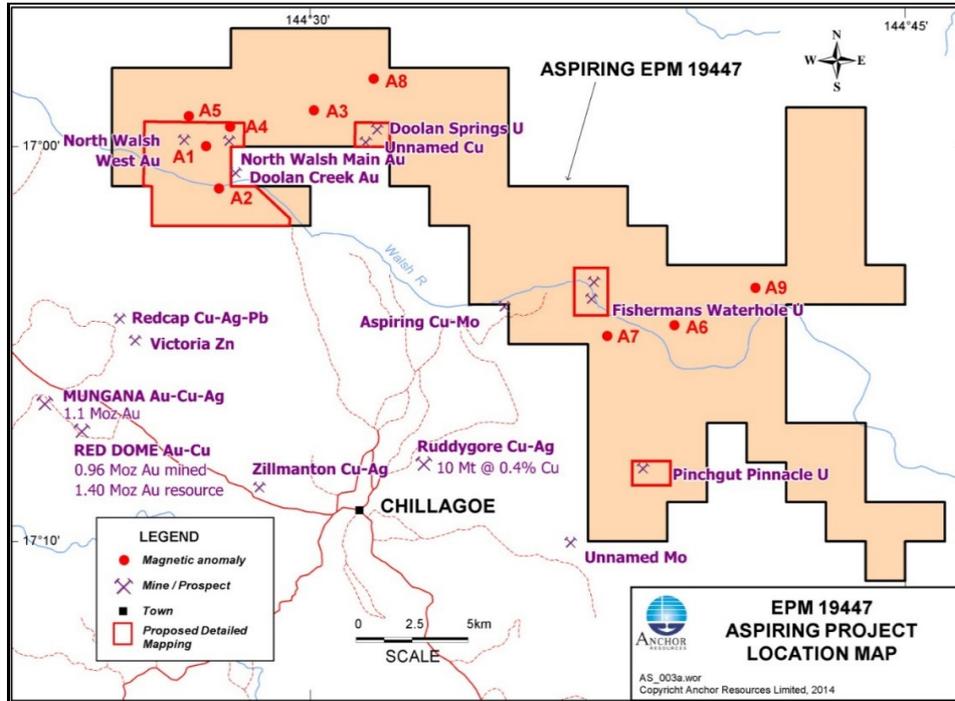
Land access work is progressing prior to planning drilling at Birdwood North.

**Bielsdown Project, EL 6388 (Anchor 100%)  
New South Wales - antimony**

Land access to complete remediation at 3 former drill sites, as directed by the Environmental Sustainability Unit, Department of Primary Industries in January 2012, is currently being negotiated with the landowner.

**Aspiring Project, EPM 19447 (Anchor 100%)  
Queensland – copper, gold, silver, lead & zinc**

The Aspiring project is located in the Chillagoe mining district which forms part of the Hodgkinson Province in Far North Queensland. Anchor’s key target areas and reported historic mineral occurrences in the Aspiring project are shown in Figure 6.



**Figure 6: Aspiring project showing location of known mineral occurrences and target areas**

A program to follow up a number of gold-rich polymetallic quartz veins coincident with mapped structures and magnetic lineaments is planned. These mesothermal gold-polymetallic veins typically have a gold-silver-arsenic-bismuth-lead-antimony±copper association. The highest gold values are associated with quartz veins controlled by northeast trending structures.

**New Ventures**

The generally subdued level of exploration activity has continued throughout Australia and Anchor continues to review opportunities to acquire an interest in new ventures.

**Corporate**

Mr Steven Yu resigned as a Non-executive Director in March 2015.

**Ian L Price  
Managing Director  
Anchor Resources Limited**

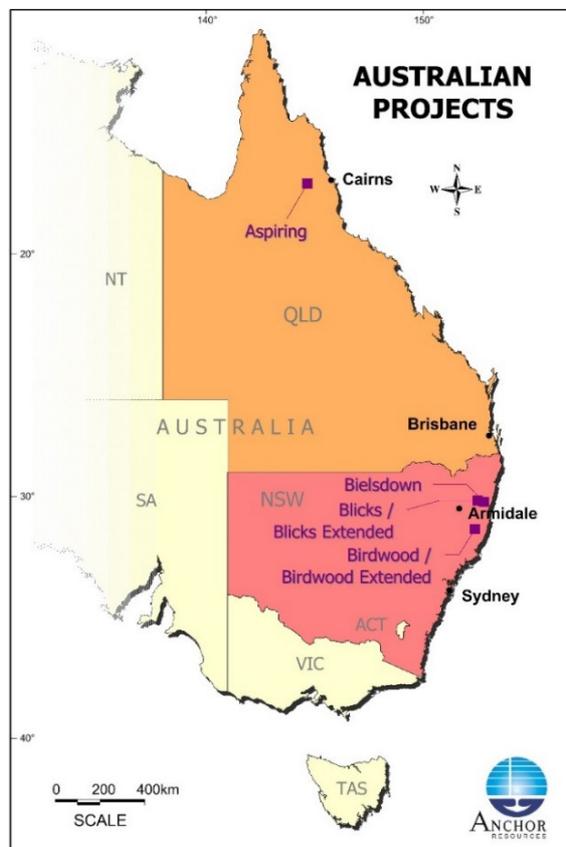
### Competent Person Statement

The information relating to the Exploration Results and geological interpretation for the Blicks project, Bielsdown project, Birdwood project and Aspiring project is based on information compiled by Mr Graeme Rabone, MAppSc, FAIG. Mr Rabone is Exploration Manager for Anchor Resources Limited and provides consulting services to Anchor Resources Limited through Graeme Rabone & Associates Pty Ltd. Mr Rabone has sufficient experience relevant to the assessment and of these styles of mineralisation to qualify as a Competent Person as defined by the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves – The JORC Code (2012)". Mr Rabone consents to the inclusion of the information in the report in the form and context in which it appears.

### TENEMENT SCHEDULE as at 31 March 2015

TENEMENT NUMBER	NAME	LOCATION	HOLDER	DATE OF FIRST GRANT	DATE RENEWED	TERM OF RENEWAL	AREA km <sup>2</sup>
EL 6388	BIELSDOWN	NSW	Anchor Resources Limited	04.03.05	08.07.13	3 Years	35
EL6465	BLICKS	NSW	Scorpio Resources Pty Ltd	29.09.05	06.11.13	3 Years	80
EL 8100	BLICKS EXTENDED	NSW	Scorpio Resources Pty Ltd	11.06.13	-	3 Years	299
EL 6459	BIRDWOOD	NSW	Scorpio Resources Pty Ltd	08.08.05	30.10.13	2 Years	36
EL 8295	BIRDWOOD EXTENDED	NSW	Scorpio Resources Pty Ltd	12.08.14	-	2 years	293
EPM 19447	ASPIRING	QLD	Sandy Resources Pty Ltd	08.07.13	-	3 Years	291

*Note: Scorpio Resources Pty Ltd and Sandy Resources Pty Ltd are wholly owned subsidiaries of Anchor Resources Limited*



## Reporting of Exploration Results - Blicks Project

### JORC Code, 2012 Edition – Table 1 Report

The following section is provided to ensure compliance with the JORC (2012) requirements for the reporting of Exploration Results for the Blicks project.

#### Section 1 - Sampling Techniques and Data

Criteria	JORC Code Explanation	Commentary
<p><i>Sampling techniques</i></p>	<ul style="list-style-type: none"> <li><i>Nature and quality of sampling (e.g. cut channels, random chips, or specific specialised industry standard measurement tools appropriate to the minerals under investigation, such as down hole gamma sondes, or handheld XRF instruments, etc). These examples should not be taken as limiting the broad meaning of sampling.</i></li> <li><i>Include reference to measures taken to ensure sample representivity and the appropriate calibration of any measurement tools or systems used.</i></li> <li><i>Aspects of the determination of mineralisation that are Material to the Public Report. In cases where 'industry standard' work has been done this would be relatively simple (e.g. 'reverse circulation drilling was used to obtain 1 m samples from which 3 kg was pulverised to produce a 30 g charge for fire assay'). In other cases more explanation may be required, such as where there is coarse gold that has inherent sampling problems. Unusual commodities or mineralisation types (e.g. submarine nodules) may warrant disclosure of detailed information.</i></li> </ul>	<ul style="list-style-type: none"> <li>Surface rock chip, -80 mesh B-C horizon soil samples and stream sediment BLEG samples were collected for standard analysis at a commercial laboratory. A field portable Niton XRF analyser is used as a preliminary and reconnaissance tool to identify areas where further work is warranted. Niton results are not reported.</li> <li>Soil samples collected by Anchor are systematic and grid based on east-west sampling lines. B-C horizon soil samples are collected manually using a "clam shell" post hole digger to sample ~200g of uncontaminated material generally 10-20 cm below surface. Samples are then securely bagged.</li> <li>Rock chip samples are selected on the basis of contained mineralisation.</li> <li>Stream sediment BLEG samples are collected by standard procedures.</li> <li>Soil samples are representative and collected in a consistent manner at each sample location.</li> </ul> <p>Sample locations were surveyed using a hand held GPS unit. Sampling was carried out by two experienced field technicians and supervised by an experienced geologist in accordance with Anchor protocols and QAQC procedures as per industry best practice.</p> <ul style="list-style-type: none"> <li>Soil sampling is a proven valid exploration tool for gold and base metal mineralisation in the area. Historic drill testing of gold geochemical anomalies has discovered gold in bedrock coincident with the soil gold anomaly.</li> </ul>
<p><i>Drilling techniques</i></p>	<ul style="list-style-type: none"> <li><i>Drill type (e.g. core, reverse circulation, open-hole hammer, rotary air blast, auger, Bangka, sonic, etc) and details (e.g. core diameter, triple or standard tube, depth of diamond tails, face-sampling bit or other type, whether core is oriented and if so, by what method, etc).</i></li> </ul>	<ul style="list-style-type: none"> <li>n/a.</li> </ul>

Criteria	JORC Code Explanation	Commentary
<p><i>Drill sample recovery</i></p> <p><i>Drill sample recovery (continued)</i></p>	<ul style="list-style-type: none"> <li>• <i>Method of recording and assessing core and chip sample recoveries and results assessed.</i></li> <li>• <i>Measures taken to maximise sample recovery and ensure representative nature of the samples.</i></li> <li>• <i>Whether a relationship exists between sample recovery and grade and whether sample bias may have occurred due to preferential loss/gain of fine/coarse material.</i></li> </ul>	<ul style="list-style-type: none"> <li>• n/a.</li> <li>• n/a.</li> <li>• n/a.</li> </ul>
<p><i>Logging</i></p>	<ul style="list-style-type: none"> <li>• <i>Whether core and chip samples have been geologically and geotechnically logged to a level of detail to support appropriate Mineral Resource estimation, mining studies and metallurgical studies.</i></li> <li>• <i>Whether logging is qualitative or quantitative in nature. Core (or costean, channel, etc) photography.</i></li> <li>• <i>The total length and percentage of the relevant intersections logged.</i></li> </ul>	<ul style="list-style-type: none"> <li>• All rock chip samples have been described.</li> <li>• Rock chip samples are routinely qualitatively described by an experienced exploration geologist at the point of sample collection.</li> <li>• n/a.</li> </ul>
<p><i>Sub-sampling techniques and sample preparation</i></p>	<ul style="list-style-type: none"> <li>• <i>If core, whether cut or sawn and whether quarter, half or all core taken.</i></li> <li>• <i>If non-core, whether riffled, tube sampled, rotary split, etc and whether sampled wet or dry.</i></li> <li>• <i>For all sample types, the nature, quality and appropriateness of the sample preparation technique.</i></li> <li>• <i>Quality control procedures adopted for all sub-sampling stages to maximise representivity of samples.</i></li> <li>• <i>Measures taken to ensure that the sampling is representative of the in situ material collected, including for instance results for field duplicate/second-half sampling.</i></li> <li>• <i>Whether sample sizes are appropriate to the grain size of the material being sampled.</i></li> </ul>	<ul style="list-style-type: none"> <li>• n/a.</li> <li>• n/a.</li> <li>• Soil samples are oven dried at 105°C and sieved to -80 mesh (-180µm) in the laboratory prior to sample dissolution for assay.</li> <li>• Rock chip samples are dried, crushed and pulverised in the laboratory prior to sample dissolution for assay.</li> <li>• Stream sediment BLEG samples are collected in the field and samples are sealed in plastic bags.</li> <li>• Field QAQC procedures involve the use of standard reference material with a range of assay values as analytical standards and blanks randomly inserted into the sample stream.</li> <li>• Sampling is considered representative of <i>in situ</i> material collected. No field duplicate soil or rock chip samples have been collected.</li> <li>• Sample size is considered appropriate given the style of mineralisation and previous success in discovering gold mineralisation in bedrock at this region.</li> </ul>

Criteria	JORC Code Explanation	Commentary
<p><i>Quality of assay data and laboratory tests</i></p>	<ul style="list-style-type: none"> <li><i>The nature, quality and appropriateness of the assaying and laboratory procedures used and whether the technique is considered partial or total.</i></li> <li><i>For geophysical tools, spectrometers, handheld XRF instruments, etc, the parameters used in determining the analysis including instrument make and model, reading times, calibrations factors applied and their derivation, etc.</i></li> <li><i>Nature of quality control procedures adopted (e.g. standards, blanks, duplicates, external laboratory checks) and whether acceptable levels of accuracy (i.e. lack of bias) and precision have been established.</i></li> </ul>	<ul style="list-style-type: none"> <li>ALS, Brisbane. ALS Geochemistry is a leading full-service provider of analytical geochemistry services to the global mining industry. ALS Geochemistry is accredited to ISO/IEC 17025:2005 and ISO 9001:2001.</li> <li>For soil samples pulverise sample to 85% &lt;75µm with gold determination on a 50 gram fire assay with ICP-AES finish, and 48 other elements determined following a four acid “near total” digestion on a sample size of 1 gram with ICP-MS finish (technique for low level determination).</li> <li>For rock chip samples crush to &gt;70% passing -6mm then approximately 1kg pulverised to 85% passing 75 µm with gold determination on a 50 gram fire assay with ICP-AES finish, and 48 other elements determined following a four acid “near total” digestion on a sample size of 1 gram with ICP-AES finish (technique for higher grade samples).</li> <li>BLEG (Bulk Leach Extractable Gold) is a partial extraction procedure that involves leaching 1-3kg for geochemical purposes. Approximately 1-3kg of material is collected and leached with a cold cyanide solution for one or more days. The leachate is then concentrated in a solvent exchange type procedure and analysed by ICP-MS</li> <li>A handheld XRF instrument was used initially to locate potential areas or samples of interest however no handheld XRF analyser results are quoted in this report.</li> <li>Anchor has used a small number of certified reference materials inserted blindly and randomly into all batches of soil and rock chip samples. Laboratory QAQC involves the use of internal laboratory standards using certified reference material and blanks as part of their in house procedures.</li> </ul>
<p><i>Verification of sampling and assaying</i></p>	<ul style="list-style-type: none"> <li><i>The verification of significant intersections by either independent or alternative company personnel.</i></li> <li><i>The use of twinned holes.</i></li> <li><i>Documentation of primary data, data entry procedures, data verification, data storage (physical and electronic) protocols.</i></li> <li><i>Discuss any adjustment to assay data.</i></li> </ul>	<ul style="list-style-type: none"> <li>Graeme Rabone &amp; Associates Pty Ltd has supervised the soil, rock chip and stream sediment BLEG sampling programs.</li> <li>n/a.</li> <li>Primary data is recorded electronically into hand held GPS units and downloaded onto a PC each day. Data back-up is completed on a routine basis.</li> <li>No adjustments are made to assay data.</li> </ul>
<p><i>Location of data points</i></p>	<ul style="list-style-type: none"> <li><i>Accuracy and quality of surveys used to locate drill holes (collar and down-hole surveys), trenches, mine workings and other locations used in Mineral Resource</i></li> </ul>	<ul style="list-style-type: none"> <li>Sample points located by GPS with a ±5 meter error.</li> </ul>

Criteria	JORC Code Explanation	Commentary
	<p><i>estimation.</i></p> <ul style="list-style-type: none"> <li>• <i>Specification of the grid system used.</i></li> <li>• <i>Quality and adequacy of topographic control.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Anchor data is in MGA94 Zone 55.</li> <li>• Coordinate information includes easting, northing and elevation.</li> </ul>
<i>Data spacing and distribution</i>	<ul style="list-style-type: none"> <li>• <i>Data spacing for reporting of Exploration Results.</i></li> <li>• <i>Whether the data spacing and distribution is sufficient to establish the degree of geological and grade continuity appropriate for the Mineral Resource and Ore Reserve estimation procedure(s) and classifications applied.</i></li> <li>• <i>Whether sample compositing has been applied.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Soil sampling completed at 40 meter sample centres along north-south lines across the main areas of interest and provides good definition of gold and base metals in the underlying bedrock. Rock chip sampling undertaken on mineralised specimens. BLEG samples collected in tributaries above the confluence.</li> <li>• Soil data spacing is sufficient for reconnaissance exploration and detection of large mineralised systems for potential further work.</li> <li>• No sample compositing has been undertaken.</li> </ul>
<i>Orientation of data in relation to geological structure</i>	<ul style="list-style-type: none"> <li>• <i>Whether the orientation of sampling achieves unbiased sampling of possible structures and the extent to which this is known, considering the deposit type.</i></li> <li>• <i>If the relationship between the drilling orientation and the orientation of key mineralised structures is considered to have introduced a sampling bias, this should be assessed and reported if material.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Soil sampling achieves unbiased sampling of possible structures. Rock chip sampling along veins and structures used to determine potential of veins and structures to host mineralisation.</li> <li>• Soil sample grid layout not considered to bias results.</li> </ul>
<i>Sample security</i>	<ul style="list-style-type: none"> <li>• <i>The measures taken to ensure sample security.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Chain of custody is managed by Anchor staff. Samples are stored in a secure site office building which is locked at night. The office is surrounded by a perimeter fence with the entrance gate locked at night. Samples are removed on a regular basis to a TNT freight depot in Coffs Harbour as soon as possible. Samples are then delivered by TNT road freight to ALS (Brisbane). Samples are submitted to the laboratory using a standard "ALS Sample Submittal Form".</li> </ul>
<i>Audits or reviews</i>	<ul style="list-style-type: none"> <li>• <i>The results of any audits or reviews of sampling techniques and data.</i></li> </ul>	<ul style="list-style-type: none"> <li>• No audit or review completed.</li> </ul>

## Section 2 – Reporting of Exploration Results

(Criteria listed in the preceding section also apply to this section.)

Criteria	JORC Code Explanation	Commentary
<i>Mineral tenement and land tenure status</i>	<ul style="list-style-type: none"> <li>• <i>Type, reference name/number, location and ownership including agreements or material issues with third parties such as joint ventures, partnerships, overriding royalties, native title interests, historical sites, wilderness or national park and environmental settings.</i></li> <li>• <i>The security of the tenure held at the time of reporting along with any known impediments to obtaining a licence to operate in the area.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Exploration Licence 6465 (Blicks project) is held 100.0% by Scorpio Resources Pty Ltd, a wholly owned subsidiary of Anchor Resources Limited. The tenement is located 430km north of Sydney and 26km northwest of Dorrigo, the nearest service centre to the project area. It covers the small village of Dundurrabin. Dundurrabin is located approximately 56km west-northwest of Coffs Harbour, 92km northeast of Armidale and 68km south-southwest of Grafton in north-eastern NSW. The EL is for Group 1 metals. The main areas of interest are located on freehold land. The company has signed land access arrangements with the relevant landowners.</li> <li>• Tenement is current and in “good standing”.</li> </ul>
<i>Exploration done by other parties</i>	<ul style="list-style-type: none"> <li>• <i>Acknowledgement and appraisal of exploration by other parties.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Historic work completed by prospectors, NSW Geological Survey, North Broken Hill, Eastmet, Endurance Mining Corporation, International Mining Corporation, and more recently Caledonian Pacific Minerals and related parties. No resources were identified. Current tenure explored by Anchor with no other parties involved.</li> </ul>
<i>Geology</i>	<ul style="list-style-type: none"> <li>• <i>Deposit type, geological setting and style of mineralisation.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Conceptual porphyry molybdenum-tungsten model, porphyry copper-molybdenum model and intrusion-related gold system exploration model.</li> </ul>
<i>Drill hole Information</i>	<ul style="list-style-type: none"> <li>• <i>A summary of all information material to the understanding of the exploration results including a tabulation of the following information for all Material drill holes:</i> <ul style="list-style-type: none"> <li>○ <i>easting and northing of the drill hole collar</i></li> <li>○ <i>elevation or RL (Reduced Level – elevation above sea level in metres) of the drill hole collar</i></li> <li>○ <i>dip and azimuth of the hole</i></li> <li>○ <i>down hole length and interception depth</i></li> <li>○ <i>hole length.</i></li> </ul> </li> <li>• <i>If the exclusion of this information is justified on the basis that the information is not Material and this exclusion does not detract from the understanding of the report, the Competent Person should clearly explain why this is the case.</i></li> </ul>	<ul style="list-style-type: none"> <li>• Current work not undertaken in areas of previous drilling.</li> <li>• There is no exclusion of information. Recent exploration is “grass roots” in nature. Historic drilling may not relate to current work areas.</li> </ul>

Criteria	JORC Code Explanation	Commentary
<i>Data aggregation methods</i>	<ul style="list-style-type: none"> <li><i>In reporting Exploration Results, weighting averaging techniques, maximum and/or minimum grade truncations (e.g. cutting of high grades) and cut-off grades are usually Material and should be stated.</i></li> <li><i>Where aggregate intercepts incorporate short lengths of high grade results and longer lengths of low grade results, the procedure used for such aggregation should be stated and some typical examples of such aggregations should be shown in detail.</i></li> <li><i>The assumptions used for any reporting of metal equivalent values should be clearly stated.</i></li> </ul>	<ul style="list-style-type: none"> <li>n/a.</li> <li>n/a.</li> <li>No metal equivalents used.</li> </ul>
<i>Relationship between mineralisation widths and intercept lengths</i>	<ul style="list-style-type: none"> <li><i>These relationships are particularly important in the reporting of Exploration Results.</i></li> <li><i>If the geometry of the mineralisation with respect to the drill hole angle is known, its nature should be reported.</i></li> <li><i>If it is not known and only the down hole lengths are reported, there should be a clear statement to this effect (e.g. 'down hole length, true width not known').</i></li> </ul>	<ul style="list-style-type: none"> <li>n/a.</li> <li>n/a. Geometry of mineralised zones is currently not known.</li> <li>n/a.</li> </ul>
<i>Diagrams</i>	<ul style="list-style-type: none"> <li><i>Appropriate maps and sections (with scales) and tabulations of intercepts should be included for any significant discovery being reported. These should include, but not be limited to a plan view of drill hole collar locations and appropriate sectional views.</i></li> </ul>	<ul style="list-style-type: none"> <li>Plan of work areas shown in current report.</li> </ul>
<i>Balanced reporting</i>	<ul style="list-style-type: none"> <li><i>Where comprehensive reporting of all Exploration Results is not practicable, representative reporting of both low and high grades and/or widths should be practiced to avoid misleading reporting of Exploration Results.</i></li> </ul>	<ul style="list-style-type: none"> <li>Reporting of exploration results is balanced and comprehensive.</li> </ul>
<i>Other substantive exploration data</i>	<ul style="list-style-type: none"> <li><i>Other exploration data, if meaningful and material, should be reported including (but not limited to): geological observations; geophysical survey results; geochemical survey results; bulk samples – size and method of treatment; metallurgical test results; bulk density, groundwater, geotechnical and rock characteristics; potential deleterious or contaminating substances.</i></li> </ul>	<ul style="list-style-type: none"> <li>Soil sampling has proved to be a successful technique in locating gold and base metals in bedrock. Geological mapping, structural analysis and geophysical survey results are used in conjunction with soil geochemical results and are important attributes in selecting potential targets.</li> </ul>
<i>Further work</i>	<ul style="list-style-type: none"> <li><i>The nature and scale of planned further work (e.g. tests for lateral extensions or depth extensions or large-scale step-out drilling).</i></li> <li><i>Diagrams clearly highlighting the areas of possible extensions, including the main geological interpretations and future drilling areas, provided this information is not commercially sensitive.</i></li> </ul>	<ul style="list-style-type: none"> <li>Follow up work is planned to determine the prospectivity of the preliminary targets identified. Additional regional soil sampling is planned to identify additional prospective areas.</li> <li>Insufficient work completed to determine possible mineralisation extensions.</li> </ul>

Rule 5.3

## Appendix 5B

### Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

**ANCHOR RESOURCES LIMITED**

ABN

**49 122 751 419**

Quarter ended ("current quarter")

**31 March 2015**

#### Consolidated statement of cash flows

	Current quarter	Year to date ( 9 months)
	\$A'000	\$A'000
<b>Cash flows related to operating activities</b>		
1.1 Receipts from product sales and related debtors		
1.2 Payments for		
(a) exploration & evaluation	(227)	(892)
(b) development		
(c) production		
(d) administration	(176)	(582)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	2	11
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other		
<b>Net Operating Cash Flows</b>	<b>(401)</b>	<b>(1,463)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of: (a) prospects		
(b) equity investments		
(c) other fixed assets	-	(1)
1.9 Proceeds from sale of: (a) prospects		
(b) equity investments		
(c) other fixed assets		
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other (security deposit)	-	(10)
<b>Net investing cash flows</b>	<b>-</b>	<b>(11)</b>
1.13 Total operating and investing cash flows (carried forward)	<b>(401)</b>	<b>(1,474)</b>

1.13	Total operating and investing cash flows (brought forward)	(401)	(1,474)
<b>Cash flows related to financing activities</b>			
1.14	Proceeds from issues of shares, options, etc.		
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings	450	1,100
1.17	Repayment of borrowings		
1.18	Dividends paid		
1.19	Other - Share issue costs		
	<b>Net financing cash flows</b>	450	1,100
<b>Net increase (decrease) in cash held</b>			
		49	(374)
1.20	Cash at beginning of quarter/year to date	396	819
1.21	Exchange rate adjustments to item 1.20		
1.22	<b>Cash at end of quarter</b>	445	445

**Payments to directors of the entity and associates of the directors****Payments to related entities of the entity and associates of the related entities**

		Current quarter
		\$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	89
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil

1.25 Explanation necessary for an understanding of the transactions

Directors fees, salaries, and consulting fees on normal terms and conditions.

**Non-cash financing and investing activities**

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

Nil

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Nil

**Financing facilities available**

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities		
Loan facility with China Shandong Jinshunda Group	13,000	9,000
3.2 Credit standby arrangements	Nil	Nil

**Estimated cash outflows for next quarter**

	\$A'000
4.1 Exploration and evaluation	230
4.2 Development	Nil
4.3 Production	Nil
4.4 Administration	180
<b>Total</b>	<b>410</b>

**Reconciliation of cash**

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	45	9
5.2 Deposits at call	400	387
5.3 Bank overdraft	-	-
5.4 Other (bills receivable and bank accepted bills)	-	-
<b>Total: cash at end of quarter (item 1.22)</b>	<b>445</b>	<b>396</b>

**Changes in interests in mining tenements**

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	Nil			
6.2 Interests in mining tenements acquired or increased	Nil			

**Issued and quoted securities at end of current quarter**

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 <b>Preference securities</b> (description)				
7.2 Changes during quarter	Nil			
(a) Increases through issues				
(b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>Ordinary securities</b>	52,535,296	52,535,296		
7.4 Changes during quarter	Nil			
(a) Increases through issues - exercise of options				
(b) Decreases through returns of capital, buy-backs				
7.5 <b>Convertible debt securities</b> (description)	Nil			
7.6 Changes during quarter				
(a) Increases through issues				
(b) Decreases through securities matured, converted				
7.7 <b>Options</b> (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
- Unquoted Options (ESOP)	1,590,000	Nil	\$0.305	20 Nov 2016
7.8 Issued during quarter				
- Unquoted Options (ESOP)	Nil	Nil		
7.9 Exercised during quarter				
- Unquoted Options (ESOP)	Nil	Nil		
7.10 Expired during quarter				
- Unquoted Options (ESOP)	400,000	Nil	\$0.305	20 Nov 2016
7.11 <b>Debentures</b> (totals only)	Nil			
7.12 <b>Unsecured notes</b> (totals only)	Nil			

## Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here:



Date:

17-Apr-15

(Director/Company Secretary)

Print name: Grahame Clegg

## Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.