

**ASX ANNOUNCEMENT**  
31 October 2016

**ASX Code:** FRN  
**Shares on Issue:** 250,000,000  
**Cash:** \$3.14 million

**Chairman:** Josh Puckridge  
**Director:** Ian Prentice  
**Director:** Glenn Whiddon

**Secretary:** Loren Jones

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**ACN:** 098 236 938

**Fraser Range Metals Group Limited**

Fraser Range Metals Group is an early stage explorer of nickel, copper and gold in the Fraser Range region of Western Australia.

Fraser Range Metals Group recommenced trading on 15 March 2016 under the ASX code: FRN.

The Company is committed to the exploration of its Fraser Range project located approximately 215km east of Kalgoorlie, Western Australia.

**For enquiries please contact:**

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## QUARTERLY ACTIVITIES REPORT & APPENDIX 5B

For the three months ending 30 September 2016 (Period)

Fraser Range Metals Group Limited (**Fraser Range Metals Group**) (**Company**) (ASX: **FRN**) is pleased to present its Activities Report and Appendix 5B for the Period.

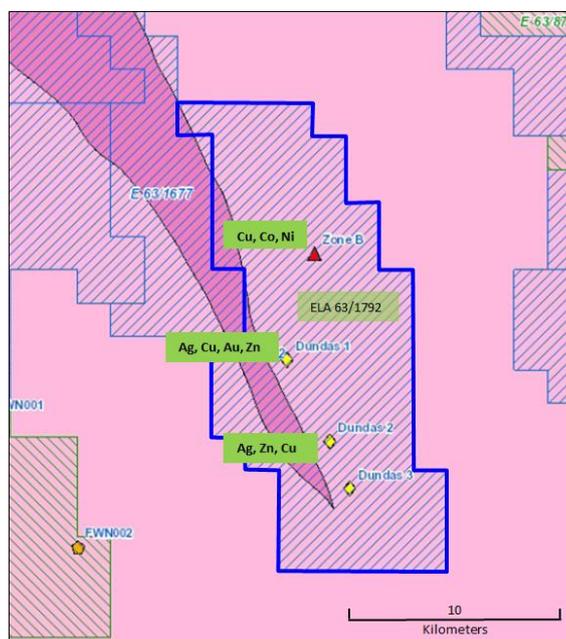
### EXPLORATION ACTIVITIES

#### Dundas Project – ELA 63/1792

The Company lodged an application for a full-sized exploration licence, covering an area of approximately 202km<sup>2</sup>, approximately 100km south south-west of Independence Group's Nova nickel – copper deposit during the previous period for the three months ending 30 June 2016.

ELA 63/1792 covers metagranitic and gneissic rocks of the Biranup Zone adjacent to a structurally emplaced sequence of metamorphosed mafic rocks; Archean granite and greenstone of the Northern Foreland. Cobalt, base metal and precious metal occurrences have been identified by previous explorers within ELA 63/1792.

During the current Period, the Company has continued with the further collation and review of historic exploration data to identify drill targets for testing, on the tenement being granted. The Company has begun its environmental planning proposal to the Department of Mines and Petroleum and expects to have completed and submitted this within the three months ending 31 December 2016.



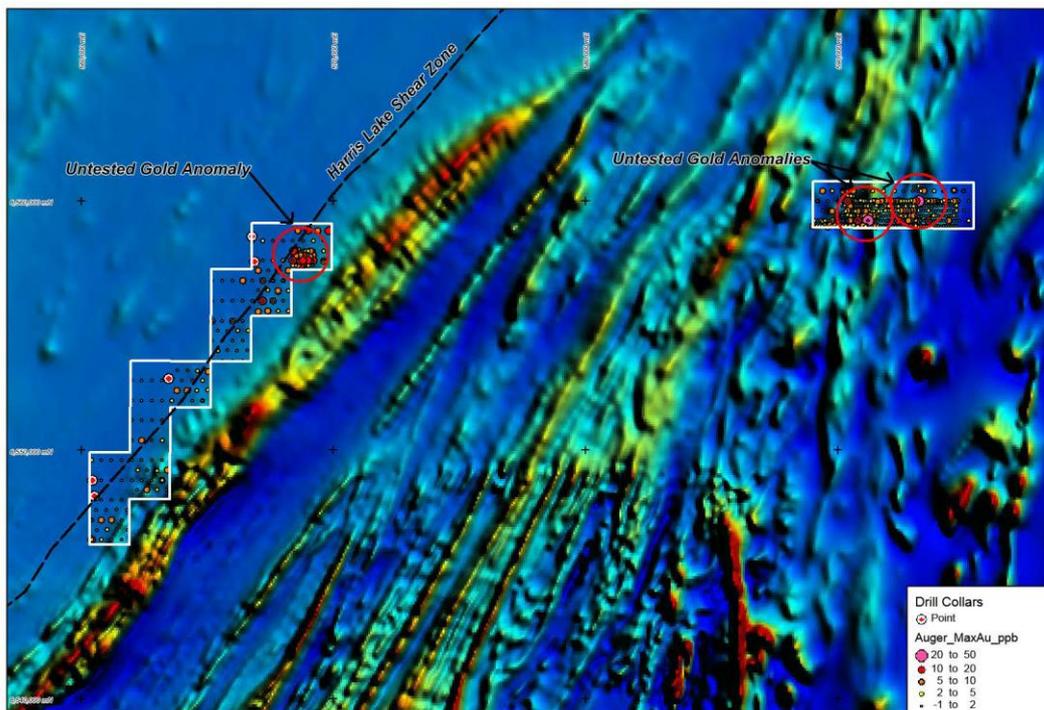
**Figure 1:** ELA 63/1792

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## Fraser Range Project - E28/2385, E28/2390 & E28/23922

The Fraser Range Project, situated within the Albany-Fraser Orogen, is divided into a Western set of tenements (E28/2390 and E28/2392) and a single Eastern tenement (E28/2385) (**Project**). The Project is located on a major tectonic suture between the Eastern Biranup Zone and the Fraser Complex on the Western edge of the major Fraser Range Gravity High and is positioned within a major north West trending linear structural corridor that creates a distinct break in the Fraser Range Gravity High. The Western tenements are located on, or adjacent to, the regionally extensive Harris Lake Shear Zone which hosts Segue Resources Limited's Corvette gold prospect, approximately 140km to the North of the Project.

During the Period, the Company further developed its exploration strategy for the Project. As outlined in the Company's activities report for the previous period; four moderate tenor geochemical anomalies have been identified from shallow auger drilling over the Project; one nickel and two gold anomalies on E28/2385 and a gold anomaly on E28/2392, which sits within the Harris Lake Shear Zone. The geology of this area consists of weakly vegetated aeolian dunes and intervening alluvial and colluvial deposits seen as a thin (1-10m) covering unit across the Project area, underlying flat-lying Palaeogene and Neogene age semi to unconsolidated sediments that are expected to be 20-40 metres thick in the Project area and Proterozoic basement rocks that are interpreted to consist of orthogneiss, metagabbro, and paragneiss lithologies.



**Figure 2:** Auger Drilling – Gold Anomalies

The Company has further assessed the targeting of ground based surveying and truthing to confirm the reliability of the auger results of Figure 2. The Company has concluded that a heliborne survey is premature and would not be the most efficient exploration activity at this juncture without the benefit and confirmation of the Company conducting its own ground based surveying campaign.

The Company has begun planning a ground based surveying campaign to be conducted during the current period and will advise of the exact timing associated with this survey on the Company finalising agreements with contractors and ensuring safe and reliable land access.

## **CORPORATE ACTIVITIES**

### **Further Project Acquisition**

During the Period the Company assessed other potential projects that could be acquired by the Company to be managed and explored in conjunction with the Company's current projects.

The Company will continue to assess such other projects in the current three month period ending 31 December 2016.

### **FOR FURTHER INFORMATION, PLEASE CONTACT:**

#### **Fraser Range Metals Group Limited**

Mr. Josh Puckridge  
Executive Chairman  
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#### **Forward-Looking Statements**

*This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Fraser Range Metals Group Limited's planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward-looking statements. Although Fraser Range Metals Group Limited believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.*

#### **Competent person statement**

*Exploration or technical information in this release has been prepared by **Mr Ian Prentice BSc**, who is a director of Fraser Range Metals Group Limited and a Member of the Australian Institute of Mining and Metallurgy. Mr Prentice has sufficient experience which is relevant to the style of mineralisation 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" (the JORC Code). Mr Prentice consents to the report being issued in the form and context in which it appears.*

**-END-**

## Appendix 5B

### Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

**Name of entity**

Fraser Range Metals Group Limited

**ABN**

65 098 236 938

**Quarter ended ("current quarter")**

30 September 2016

<b>Consolidated statement of cash flows</b>	<b>Current quarter (Sept 2016) \$A'000</b>	<b>Year to date 3 (months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(57)	(57)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(26)	(26)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	5	5
1.5 Interest and other costs of finance paid	(0)	(0)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	16	16
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(62)</b>	<b>(62)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	-	-
(c) investments	-	-

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<b>Consolidated statement of cash flows</b>		<b>Current quarter (Sept 2016) \$A'000</b>	<b>Year to date 3 (months) \$A'000</b>
	(d) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	-	-
<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	-	-
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	-	-
<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	3,209	3,209
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(62)	(62)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>3,147</b>	<b>3,147</b>

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5. <b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	3,147	3,209
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>3,147</b>	<b>3,209</b>

6. <b>Payments to directors of the entity and their associates</b>	Current quarter \$A'000
6.1 Aggregate amount of payments to these parties included in item 1.2	(32)
6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2	

Payment of director's fees, rent, administration expenses and reimbursements.

7. <b>Payments to related entities of the entity and their associates</b>	Current quarter \$A'000
7.1 Aggregate amount of payments to these parties included in item 1.2	-
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

-

8. <b>Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

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## Mining exploration entity and oil and gas exploration entity quarterly report

9. Estimated cash outflows for next quarter		\$A'000
9.1	Exploration and evaluation	80
9.2	Development	-
9.3	Production	-
9.4	Staff costs	27
9.5	Administration and corporate costs	60
9.6	Other (provide details if material)	-
<b>9.7</b>	<b>Total estimated cash outflows</b>	<b>167</b>

10.	Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1	Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	-	-	-	-
10.2	Interests in mining tenements and petroleum tenements acquired or increased	-	-	-	-

### Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Sign here:

  
 .....  
 Company Secretary

Date: 31 October 2016

Print name: Loren Jones

### 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 that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.

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