



31 January 2019

ASX ANNOUNCEMENT

Manager of Company Announcements
ASX Limited
Level 40, Central Park
152-158 St George's Terrace
PERTH WA 6000

By E-Lodgement

QUARTERLY REPORT

Period Ended 31 December 2018

Aldoro Resources Ltd (**Aldoro** or **the Company**) (ASX: ARN) provides the following commentary and Appendix 5B for the Quarter ended 31 December 2018.

HIGHLIGHTS

- **Strong EM anomalies detected in ground geophysical surveys at Leinster Nickel Projects, along strike from Talisman Mining's Sinclair Nickel Project and BHP's Leinster Nickel Operations**
- **Firefly anomaly comprises a very strong, potentially high conductance, response within a longer, 1km scale anomaly**
- **Modelling of bedrock conductors to delineate targets for drilling in 2019**
- **High resolution aeromagnetic survey completed at Aldoro's Cathedral Belt Project, immediately adjacent to St George Mining's Mt Alexander Project**
- **Data interpretation underway to create a robust geological and structural interpretation and identify targets such as prospective ultramafic units to aid initial on ground exploration activities**
- **Orientation survey completed at the Kalgarin Project, along strike from the Quicksilver Nickel-Cobalt Project (owned by Golden Mile Resources)**
- **Work to commence at Ryans Find Project in Q1 2019**

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Leinster Project

During the quarter, the Company commenced a ground electromagnetic (**EM**) survey at its Leinster Nickel Project. Moving loop EM surveys were carried out at the Firefly, Sinclair North, Pink Well and Camel Bore Prospects. Initial results from the Firefly and Sinclair North Prospects were received in December with strong EM anomalies detected (refer ASX Announcement 19 December 2018).

At the **Firefly** Prospect, an intense EM anomaly has been detected within a large, 1km scale anomaly which appears to be associated with the contact of a high magnetic response unit (Figure 1). The strength of this anomaly implies it is likely to have a high conductance and therefore a higher probability of a result of accumulations of sulphide minerals.

At the **North Sinclair** Prospect a broad linear anomaly was detected which correlates well to the interpreted position of the Weebo Ultramafic, the host unit for nickel mineralisation at the Sinclair Project along strike (owned by Talisman Mining). Given the broad nature of this feature, geochemical and geological data will be reviewed in detail to prioritise zones for further investigation.

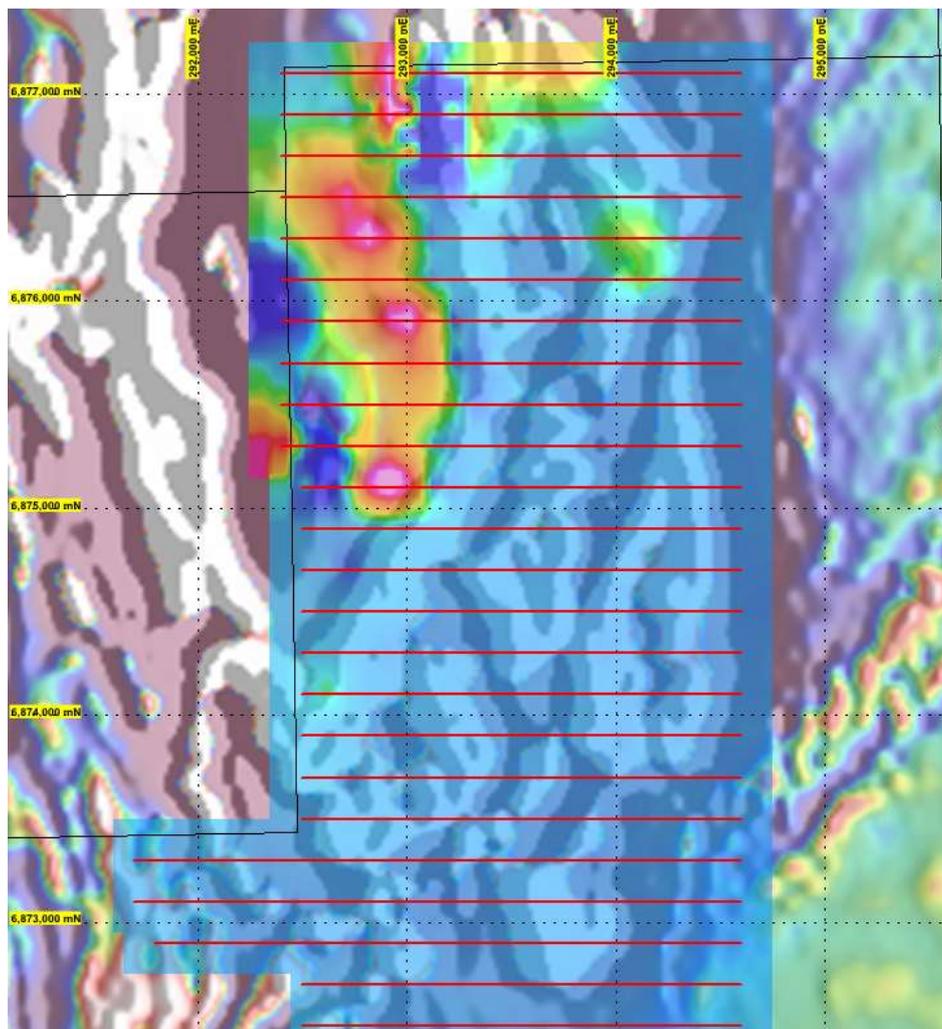


Figure 1. MLTEM EM image (Channel 30 B-field Z Component) over regional RTP1VD aeromagnetics at Firefly.



The Leinster Nickel Project covers mapped and interpreted ultramafic units located along strike from Talisman Mining's Sinclair Nickel Project and BHP's Leinster Nickel Operations, which include the Perseverance, Rockys Reward and Venus Deposits (Figure 2). The current EM survey plans to use modern, high powered EM techniques to detect conductive bodies within these prospective lithologies and define targets for drilling during 2019.

The survey was recently completed with interpretation and data processing in progress. Further results will be announced once all data has been processed, validated and modelled. This will also enable follow up programmes, including drill testing, to be designed.

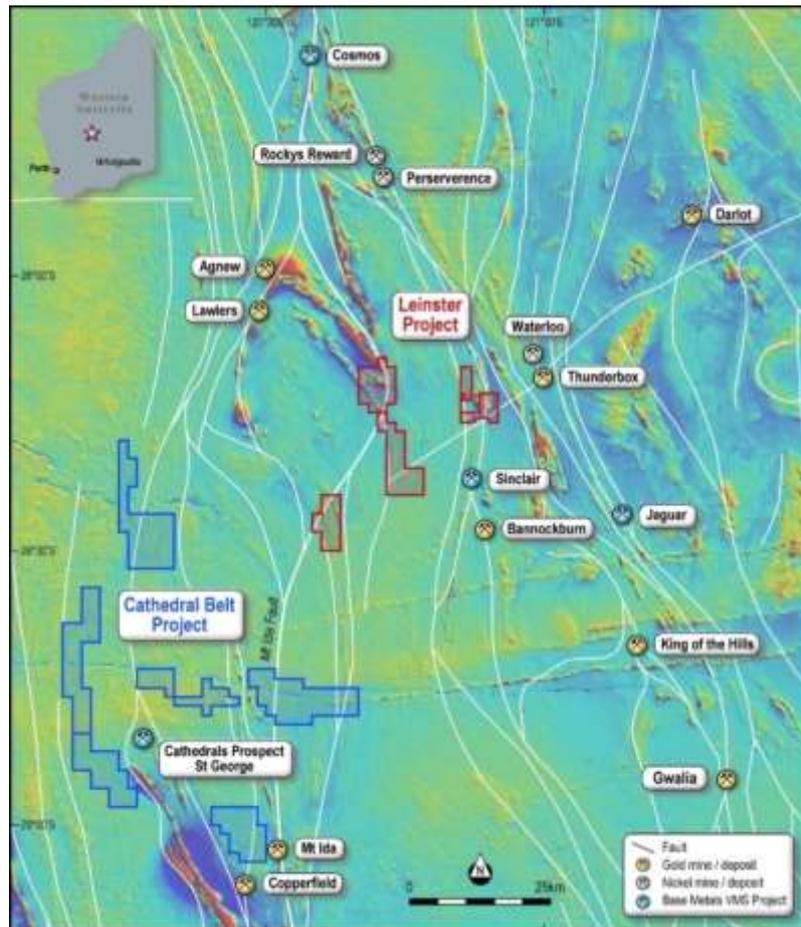


Figure 2. Aeromagnetic Image showing the Cathedral Belt and Leinster Projects.

Cathedral Belt Project

The Cathedral Belt Project comprises 7 tenement applications located 250km northwest of Kalgoorlie (Figure 2), adjacent to nickel sulphide discoveries made by St George Mining Ltd (**St George**) at the Cathedrals, Strickland and Investigators Prospects. St George has released further outstanding results from the Investigators Prospect including assay results of 7.86m at 5.70%Ni, 2.11% Cu & 0.18% Co from 184m and 8.49m at 5.78%Ni, 2.64% Cu & 0.18% Co from 183.9m (refer ASX Announcement ASX.SGQ 30 November 2018)



In November 2018, the Company completed a high resolution aeromagnetic survey at the Cathedral Belt Project, south of Leinster in the Goldfields region of Western Australia. The interpretation of the data from the survey commenced in December 2018, following receipt of the first block of processed data from the survey contractor.

The Company's tenements lie to the east, and west, of St George's tenure (Figure 2) and the Company's interpretation is that the greenstones hosting the nickel-sulphide mineralisation extend into Aldoro's tenure. Extensions to the prospective ultramafic unit which hosts the nickel-copper mineralisation within St George's Mt Alexander Project would represent high priority targets for further exploration.

The newly acquired aeromagnetic data will enable a robust geological interpretation to be completed by highly respected independent consultant Dr Brett Davis of Olinda Gold Pty Ltd. Dr Davis is widely regarded in the exploration and mining industry for his application of applied structural geology to numerous commodity types and mineral deposit styles and has extensive experience in the Goldfields region of Western Australia.

Kalgarin Project

The Company completed an orientation geochemical sampling at the Kalgarin Project during the Quarter. Results are awaited and will dictate the sampling protocols for a larger programme to be completed in coming months.

The Kalgarin Project is located along trend from Golden Mile Resources' Quicksilver Nickel-Cobalt Project (Figure 1) where drilling has defined a Mineral Resource of 26.3Mt at 0.64% Ni and 0.04% Co (Indicated and Inferred category, refer ASX.G88 Announcement 19 November 2018). Golden Mile recently announced the identification of new EM targets along strike from the Quicksilver Project, which is an encouraging sign for the potential of Aldoro's Kalgarin Project (refer ASX.G88 Announcements 8 August 2018 and 17 October 2018).

Ryans Find Project

The Ryans Find Project is located 100km northwest of Southern Cross with exploration focussing on the nickel-cobalt potential of ultramafic rocks within the Watt Hills Greenstone belt.

Due to persistent rain in the area, no on-ground exploration was carried out during the Quarter. The Company plans to complete an orientation geochemical survey and geological reconnaissance in Q1 2019 aiming to confirm historical results and potential sampling protocols for future geochemical surveys.

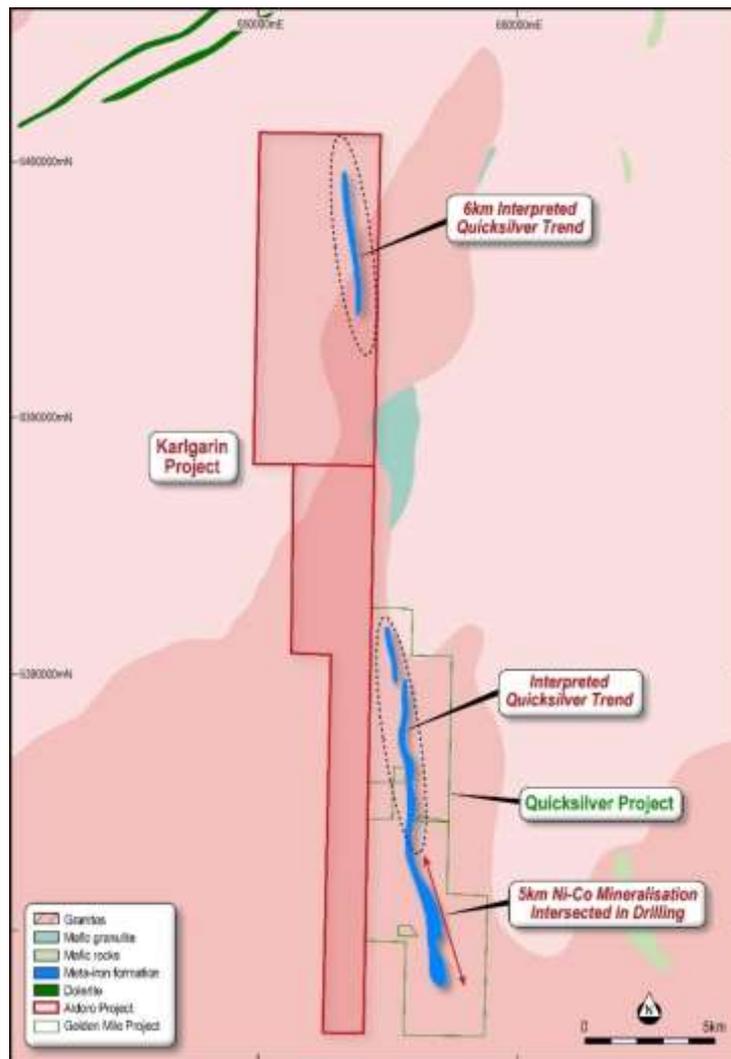


Figure 3. Geology of the Kalgarin Project.

Corporate

During the quarter, the Company issued 1,000,000 fully paid ordinary shares to Blue Ribbon Mining Pty Ltd being the deferred consideration shares for the acquisition of an 80% interest in tenements comprising the Kalgarin and Cathedral Projects, in accordance with the Heads of Agreement (HOA) and subsequent Variation to the HOA.

The Company held its first Annual General Meeting (AGM) of shareholders on 27 November 2018. All resolutions put to the AGM were passed on a show of hands.



For and on behalf of the board:

Sarah Smith
Company Secretary

Competent Persons Statement

The information in this announcement that relates to Exploration Results and other technical information complies with the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) and has been compiled and assessed under the supervision of Mr Bill Oliver, a Director of Aldoro Resources Ltd. Mr Oliver is a Member of the Australasian Institute of Mining and Metallurgy and the Australasian Institute of Geoscientists. He has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the JORC Code. Mr Oliver consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

Disclaimer

Some of the statements appearing in this announcement may be in the nature of forward looking statements. You should be aware that such statements are only predictions and are subject to inherent risks and uncertainties. Those risks and uncertainties include factors and risks specific to the industries in which Aldoro operates and proposes to operate as well as general economic conditions, prevailing exchange rates and interest rates and conditions in the financial markets, among other things. Actual events or results may differ materially from the events or results expressed or implied in any forward looking statement. No forward looking statement is a guarantee or representation as to future performance or any other future matters, which will be influenced by a number of factors and subject to various uncertainties and contingencies, many of which will be outside Aldoro's control.

Aldoro does not undertake any obligation to update publicly or release any revisions to these forward looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events. No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions or conclusions contained in this announcement. To the maximum extent permitted by law, none of Aldoro, its Directors, employees, advisors or agents, nor any other person, accepts any liability for any loss arising from the use of the information contained in this announcement. You are cautioned not to place undue reliance on any forward looking statement. The forward looking statements in this announcement reflect views held only as at the date of this announcement.

This announcement is not an offer, invitation or recommendation to subscribe for, or purchase securities by Aldoro. Nor does this announcement constitute investment or financial product advice (nor tax, accounting or legal advice) and is not intended to be used for the basis of making an investment decision. Investors should obtain their own advice before making any investment decision.



Tenement Table: ASX Listing Rule 5.3.3

Mining tenement interests held at the end of the quarter and their location

Western Australia

TENEMENT	REGISTERED HOLDER / APPLICANT	Permit Status	GRANT DATE (APPLICATION DATE)	EXPIRY DATE	AREA SIZE (Blocks)	Interest / Contractual Right
E16/489	Aldoro Resources Ltd	Granted	27 January 2017	26 January 2022	15 BL	100%
E77/2502	Aldoro Resources Limited	Application	1 December 2017	N/A	21BL	100%
E77/2535	Aldoro Resources Limited	Application	17 April 2018	N/A	27BL	100%
E70/5061	Blue Ribbon Mines Pty Ltd	Granted	12 July 2018	11 July 2023	21BL	80%
E70/5068	Blue Ribbon Mines Pty Ltd	Granted	13 July 2018	12 July 2023	16BL	80%
E29/1029	Blue Ribbon Mines Pty Ltd	Application	17 November 2017	N/A	28BL	80%
E29/1030	Blue Ribbon Mines Pty Ltd	Application	20 November 2017	N/A	45BL	80%
E29/1031	Blue Ribbon Mines Pty Ltd	Application	20 November 2017	N/A	9BL	80%
E29/1032	Blue Ribbon Mines Pty Ltd	Application	20 November 2017	N/A	12BL	80%
E29/1033	Blue Ribbon Mines Pty Ltd	Application	20 November 2017	N/A	26BL	80%
E29/1035	Aldoro Resources Limited	Application	1 December 2017	N/A	37BL	100%
E36/910	Jindalee Resources Limited	Granted	16 March 2018	15 March 2023	21BL	80%
E36/895	Jindalee Resources Limited	Granted	11 April 2018	10 April 2023	20BL	80%
E36/931	Aldoro Resources Limited	Granted	28 November 2018	27 November 2023	43BL	100%
E36/930	Aldoro Resources Limited	Granted	27 September 2018	26 September 2023	23BL	100%
E36/929	Aldoro Resources Limited	Granted	3 July 2018	2 July 2023	14BL	100%



The mining tenement interests relinquished during the quarter and their location

Nil.

The mining tenement interests acquired during the quarter and their location

Acquired - None

Granted - E36/930, E36/931

Beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter

Not applicable.

Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter

Not applicable.

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

Aldoro Resources Limited

ABN

31 622 990 809

Quarter ended ("current quarter")

31 December 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(198)	(318)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(73)	(364)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	3	4
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(268)	(678)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment		
(b) tenements (see item 10)	-	(25)
(c) investments	-	-
(d) other non-current assets	-	-

+ See chapter 19 for defined terms

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
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)	-	-
2.6	Net cash from / (used in) investing activities	-	(25)
Explanation necessary for an understanding of the transactions.			

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	-	5,000
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from issue of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	-	(422)
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 (proceeds from unissued shares)	-	-
3.10	Net cash from / (used in) financing activities	-	4,578

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	4,349	206
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(268)	(678)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(25)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	4,578

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	4,081	4,081

5.	Reconciliation of cash and cash equivalents 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	4,081	4,349
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	4,081	4,349

6.	Payments to directors of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to these parties included in item 1.2	(85)
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	

Explanation necessary for an understanding of the transactions		
6.1	Fees paid to Directors and/or Director related entities	\$58,500
	Company secretarial and financial management fees paid to a Director related entity	\$26,775

7.	Payments to related entities of the entity and their associates	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	

Explanation necessary for an understanding of the transactions		

Mining exploration entity and oil and gas exploration entity quarterly report

8. Financing facilities available <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.		

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	(210)
9.2 Development	-
9.3 Production	-
9.4 Staff costs	-
9.5 Administration and corporate costs	(90)
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	(300)

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	N/A			
10.2 Interests in mining tenements and petroleum tenements acquired or increased	N/A			

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 January 2019

Print name: Sarah Smith

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.