

QUARTERLY REPORT

Review of Activities, Period ending 30th September 2018

OVERVIEW

Alt Resources Limited (“Alt” or “the Company”) is pleased to provide shareholders its Activity Report for the Quarter ending 30th September 2018.

During this period, the Company’s key focus has continued to be the establishment of a central gold mining hub at the Bottle Creek Mine Site in Western Australia. Of great significance this Quarter was the completion of all conditions to exercise the Option to Purchase the Bottle Creek Gold Project, with the final payment to be made in two tranches of \$1.875M in November 2018 and \$3M in November 2019.

The final condition of the Option was the release of the Maiden JORC Resource in August, which constituted the first modern resource for the Bottle Creek Project and the first resource estimate undertaken by Alt Resources within its larger Mt Ida Gold Project.

The Mt Ida Gold Project is rapidly evolving into a promising gold hub, with multiple exploration and mining targets throughout the vicinity.

KEY POINTS:

Bottle Creek, WA

Acquisition

- All conditions satisfied to complete and exercise the Option to Purchase Agreement for the Bottle Creek Gold Project
- Final payment for Bottle Creek to be made in 2 tranches
 - 1st tranche payment \$1.875M in November 2018
 - 2nd tranche payment \$3.0M in November 2019

Resource Upgrades

- **Bottle Creek JORC Resource estimate stands at 2.6Mt @ 1.9 g/t Au for 160,000 oz Au**
- **Greater Mt Ida Project combined resource inventory now stands at 3.9Mt @ 2.07 g/t Au for 257,000 oz Au and 900,000 oz Ag**
- **Measured + Indicated Resource for the global Mt Ida Project is 132,000 oz Au**
- Alt’s average discovery cost over the Bottle Creek project is now \$7.80 per ounce
- Third stage RC drilling has commenced at VB and Boags, testing mineralisation potential immediately along strike of the historical pits
- Mine planning, pit optimisation and metallurgical study currently underway ahead of Pre-Feasibility Study (“PFS”)

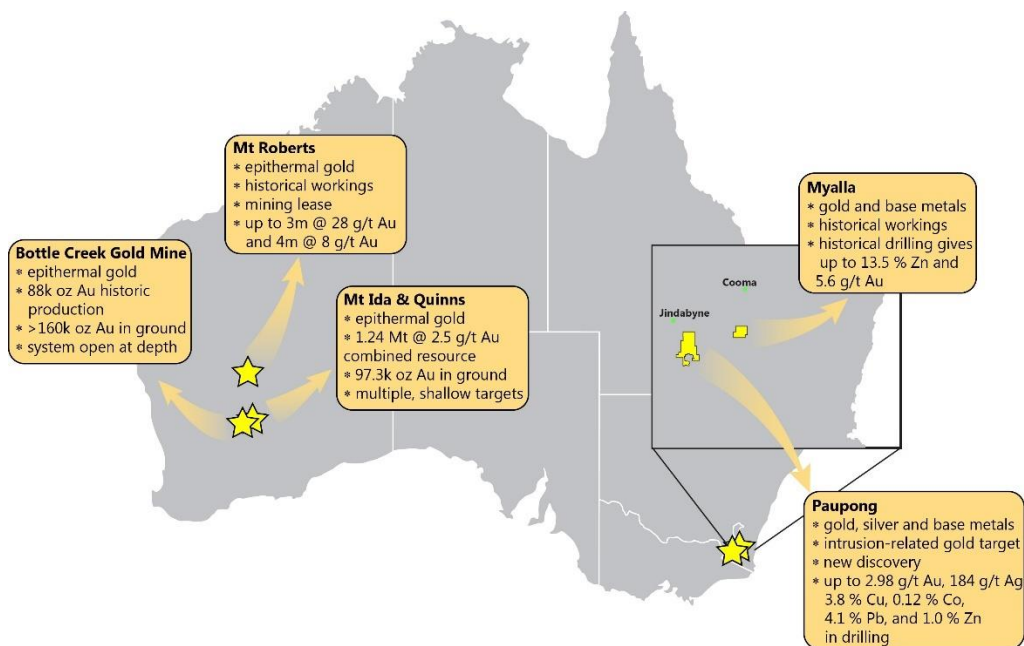


Figure 1. Location of Alt Resources' projects.

WESTERN AUSTRALIA

Bottle Creek Project - Acquisition

The Company entered into a binding Option to Purchase Agreement to acquire the Bottle Creek Gold Mine located 80 kilometres north west of Menzies in the Mt Ida gold belt WA in November 2017.

In August 2018, Alt delivered the maiden JORC resource for the Bottle Creek Project; the final condition precedent to satisfy all the terms contained in the Option agreement.

Under the amended settlement terms negotiated the Company will pay the Vendor;

- \$1.875M Initial instalment in November 2018
- \$3.0M Final Instalment in November 2019
- \$240,000 interest payment
- \$60,000 compensation payment
- \$25,000 rehabilitation security bond

Alt now will focus on moving Bottle Creek towards feasibility study and production planning.

Bottle Creek Resource Upgrades

Alt published its Maiden JORC Resource estimate for the Emu and Southwark Deposits at Bottle Creek on the 16th August 2018. The Maiden Resource stood at **1.65Mt @ 2.1 g/t Au, for 109,500 oz gold, including 1.55Mt @ 13.0 g/t Ag for 0.65 Moz silver**. This was followed by the release of an update to the Bottle Creek Mineral Resource estimate for the Emu and Southwark deposits, post period on 18th October.

A second round of RC drilling testing extensions to the north and south of the Emu deposit, as well as laterite-hosted mineralisation at Southwark provided an additional 50,000 oz Au and 246,000 oz Ag, bringing the total for Alt's Bottle Creek Gold Project to **2.6Mt @ 1.9 g/t Au, for 160,000 oz Au (Table 1), including 2.5Mt @ 10.7 g/t Ag for 900,000 oz Ag**.

Table 1. Summary of updated global Mineral Resource Estimate for the Bottle Creek Project, incorporating the new estimate for the north and south Emu extensions and laterite cap at Southwark, using 0.5 g/t cut-off for gold. Tonnes, grade and ounces have been rounded to the nearest 1,000*.

| Deposit | Category | Tonnes Au | Grade (g/t Au) | Oz (Au) | Tonnes Ag | Grade (g/t Ag) | Oz (Ag) |
|-----------------------|--------------|------------------|----------------|----------------|------------------|----------------|----------------|
| EMU | Indicated | 991,000 | 2.23 | 71,000 | | | |
| | Inferred | 93,000 | 1.60 | 5,000 | 1,031,000 | 13.29 | 441,000 |
| | Total | 1,084,000 | 2.18 | 76,000 | 1,031,000 | 13.29 | 441,000 |
| EMU EXTENSIONS | | | | | | | |
| | Inferred | 972,000 | 1.59 | 50,000 | 972,000 | 7.99 | 250,000 |
| SOUTHWARK | Inferred | 562,000 | 1.86 | 34,000 | 520,000 | 12.52 | 209,000 |
| TOTAL | | 2,618,000 | 1.89 | 160,000 | 2,523,000 | 10.68 | 900,000 |

*Rounding may result in apparent summation differences between tonnes, grade and contained metal content

The current upgrade constitutes an expansion of Alt's initial Bottle Creek Resource and thereby also expands Alt's overall inventory for the larger Mt Ida Gold Project. The Mt Ida Gold Project is rapidly evolving into a promising gold hub, with multiple exploration and mining targets throughout the Company's landholding. In combination with existing mineral resources within the Mt Ida Gold Project, at the Quinns and Mt Ida South projects, Alt's combined mineral resource Inventory now stands at 3.9 Mt @ 2.07 g/t Au, for 257,000 oz Au. See Table 2 for a summary of the existing Mt Ida Project resources.

The upgraded resource estimate includes 1,772 m new RC drilling immediately to the south and north of the Emu deposit (Figure 2). The north Emu extension fills in the gap between Emu and Southwark and proves continuity between the two deposits.

Table 2. Mineral Resource inventory for the Mt Ida Project at Au > 1 g/t. Tonnes and grade have been rounded. Data from Latitude Consolidated Ltd (LCD) Announcement, 14th September, 2016. Published by Alt Resources on the 16th January, 2018.

| Deposit | Measured | | | Indicated | | | Inferred | | | Total | | |
|--------------------------------|----------------|----------------|---------------|----------------|----------------|---------------|----------------|----------------|---------------|------------------|----------------|---------------|
| | Tonnes | Grade (Au g/t) | Oz (Au) | Tonnes | Grade (Au g/t) | Oz (Au) | Tonnes | Grade (Au g/t) | Oz (Au) | Tonnes | Grade (Au g/t) | Oz (Au) |
| QUINNS PROJECT | | | | | | | | | | | | |
| Boudie Rat | | | | 130,000 | 3.0 | 12,200 | | | | 130,000 | 3.0 | 12,200 |
| Forrest Belle | 130,000 | 2.5 | 10,300 | | | | 30,000 | 3.6 | 3,500 | 160,000 | 2.7 | 13,600 |
| Boudie West | | | | | | | 100,000 | 2.1 | 6,700 | 100,000 | 2.1 | 6,500 |
| Belvidere | | | | 30,000 | 3.8 | 3,300 | | | | 30,000 | 3.8 | 3,300 |
| Boudie Beach | | | | 10,000 | 2.5 | 600 | | | | 10,000 | 2.5 | 600 |
| Quinn Hills | | | | 20,000 | 5.7 | 3,900 | | | | 20,000 | 5.7 | 3,900 |
| Matisse East | | | | | | | 40,000 | 1.8 | 2,100 | 40,000 | 1.8 | 2,100 |
| Matisse West | | | | | | | 70,000 | 1.5 | 3,200 | 70,000 | 1.5 | 3,200 |
| MOUNT IDA SOUTH PROJECT | | | | | | | | | | | | |
| Tim's Find | | | | 360,000 | 2.6 | 30,900 | | | | 360,000 | 2.6 | 30,900 |
| Spotted Dog North | | | | | | | 250,000 | 1.9 | 15,200 | 250,000 | 1.9 | 15,200 |
| Spotted Dog South | | | | | | | 70,000 | 2.2 | 5,100 | 70,000 | 2.2 | 5,100 |
| Total | 130,000 | 2.5 | 10,300 | 550,000 | 2.9 | 50,900 | 560,000 | 2.0 | 36,100 | 1,240,000 | 2.5 | 97,300 |

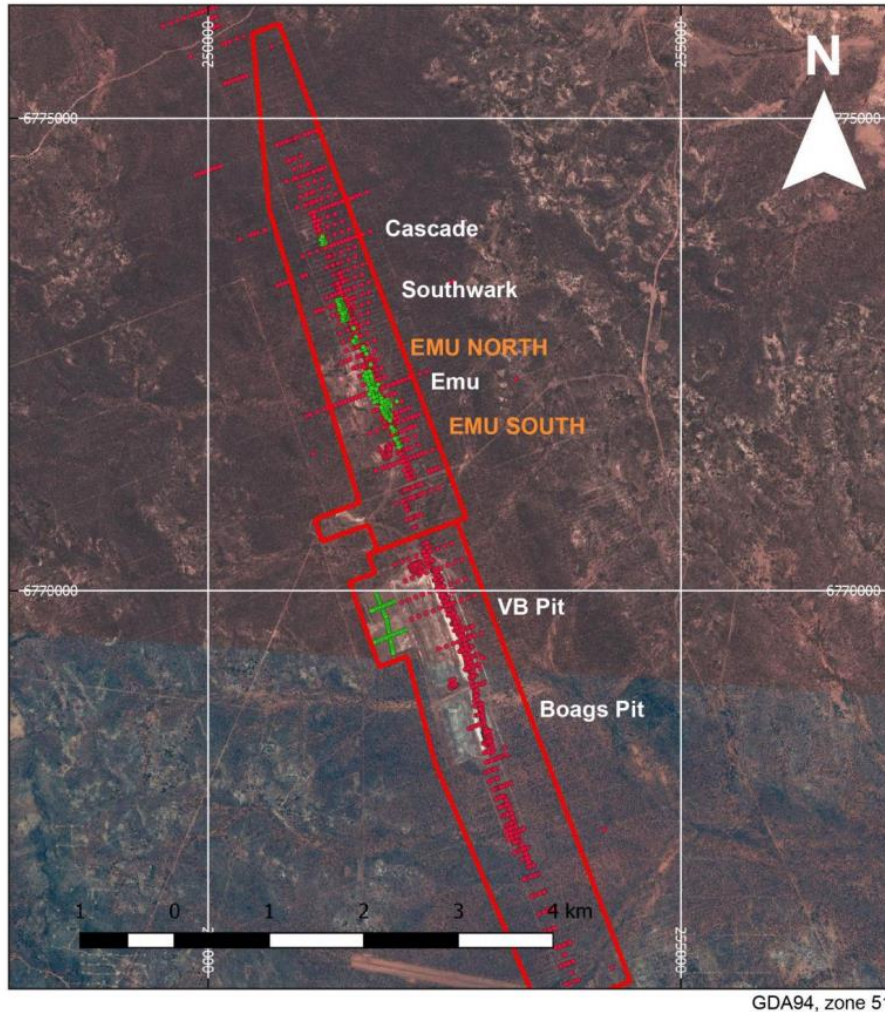


Figure 2. Location of modelled deposits at Bottle Creek, including Emu, Southwark, Cascade, as well as Boags and VB (previously mined pits, not included in Bottle Creek JORC Resource). Red dots represent historical drilling, whilst green dots represent Alt's drilling.

This is a significant advance in development of the Bottle Creek Project and will impact the scope of ongoing pit optimisation and mine planning studies.

In addition, Alt has ongoing drilling programs either completed or underway at the Cascade deposit, northward extensions of the Southwark deposit and defining a zone of surficial laterite-hosted gold mineralisation. Assay results from this additional drilling will be incorporated into a further resource upgrade once the programs are complete.

Drilling and Assay Summary

Alt commenced RC drilling at Bottle Creek in March 2018, completing a first phase program of 11,692 m (140 drillholes) in May 2018. The second phase of drilling was completed in July 2018, incorporating 1,772 m for 29 drillholes.

The second phase of drilling formed the basis of the updated component of the new JORC Mineral Resource for Bottle Creek. Full details of this drilling, including comprehensive reporting of assay results and intersections for all Alt drillholes used in the Resource have been previously reported.

Alt's drilling at Bottle Creek extends for approximately 1.4 km north-north-west/south-south-east. The main mineralised zones at Southwark and Emu were historically drilled on 25 m spaced sections, with Alt's new drilling infilling the historical drill fence spacing to between 10 and 25 m.

Within the Emu Extensions, historical drill fence spacing was 50 to 100 m. Similar to elsewhere, Alt's new drilling has infilled these areas to between 10 and 25 m drill fence spacing. Drillholes on the sections are 1 to 20 m apart. This density of drilling provides an excellent opportunity for constraint on geological and mineralisation interpretations.

Resources Estimation Upgrade Information

Alt Resources employed the services of Jorvik Resources to undertake both the Maiden Resource Estimate and the upgrade to the JORC Mineral Resource Estimate for the Bottle Creek Gold Project. The full details of methods and assumptions used in the Estimates are available in Alt's ASX Announcements^{1,2}.

The updated Mineral Resource incorporates all second phase drilling data undertaken by Alt Resources up to the 30th July, 2018, as well as historical drilling conducted by Electrolytic Zinc Company and Norgold Ltd between 1985 and 1989. The combined drillhole dataset includes 62,397 metres of drilling. Table 1 provides the summary Mineral Resource Estimate for Bottle Creek, including both first and second phase drilling. Table 3 provides a summary of the recently upgraded portion of the Mineral Resource. This Mineral Resource Estimate is in addition to the Maiden Resource for Alt Resources, published in August 2018.

Figure 3 shows the full mineralisation model (below) for the Bottle Creek project, as modelled by Alt thus far. Also shown is the recently updated portion (Emu North and Emu South). Drilling continues, and a second upgrade to the JORC Resource will be carried out in early 2019 to incorporate mineralisation along strike to the north and south of the existing resource.

¹ For Maiden Resource Estimate, see ARS ASX Announcement, 16th August, 2018: <https://www.altresources.com.au/wp-content/uploads/2018/08/Maiden-Gold-Resource-for-Emu-and-Southwark-increases-Bottle-Creek-Gold-Project-to-206800oz.pdf>

² For Resource Estimate Upgrade, see ARS ASX Announcement, 18th October, 2018: https://www.altresources.com.au/wp-content/uploads/2018/10/ASX_ARS-Resource-Upgrade-at-Bottle-Creek-18Oct18.pdf

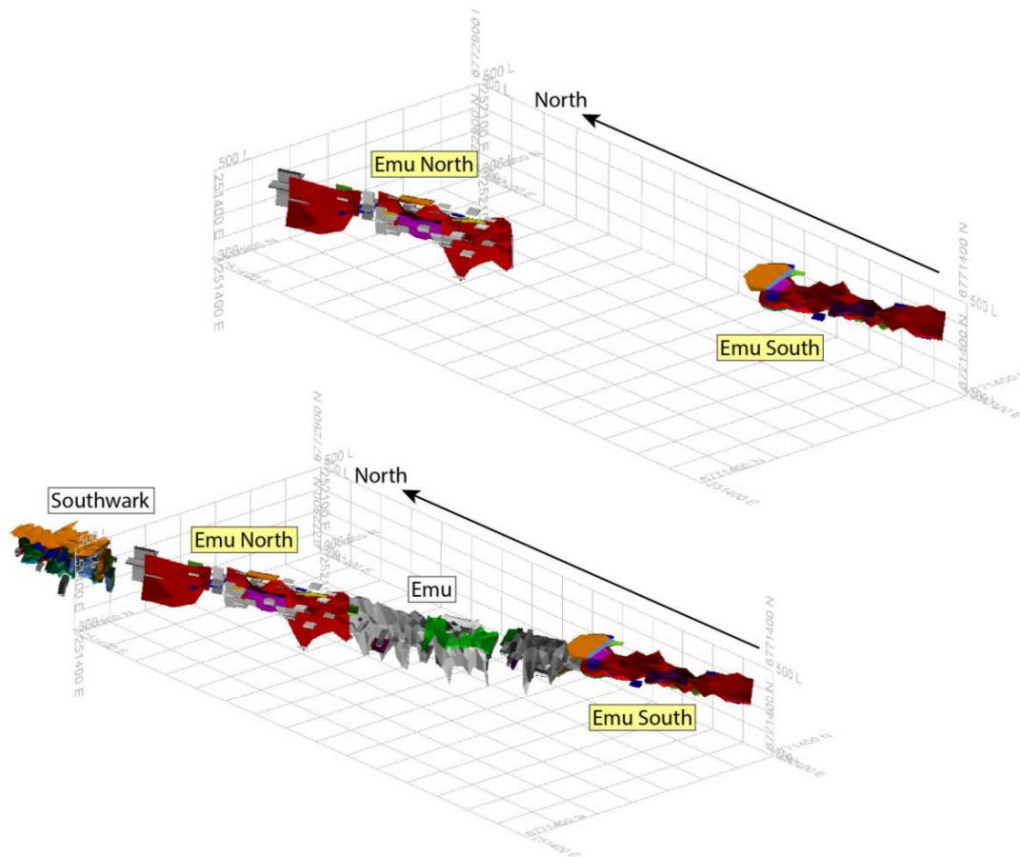


Figure 3. Mineralisation model for Emu Extensions (top) looking north east, with the complete mineralisation model (as wireframes) for the Bottle Creek Resource below.

Table 3. Upgrade to Bottle Creek Gold (Au) Mineral Resource at 0.5 g/t Au cut-off grade, including Emu North and South Extensions. Tonnes, grade and ounces have been rounded to the nearest 1,000*.

| Deposit | Classification | Material | Tonnes | Grade g/t Au | Oz Au | Grade g/t Ag | Oz Ag |
|-----------------------|----------------|-----------------------|----------------|---------------|---------------|----------------|----------------|
| Emu North | Inferred | Oxide | 260,000 | 1.67 | 14,000 | 3.73 | 31,000 |
| | | Transition | 285,000 | 1.51 | 14,000 | 10.37 | 95,000 |
| | | Fresh | 23,000 | 1.23 | 1,000 | 34.50 | 25,000 |
| | | Inferred Total | 568,000 | 1.57 | 29,000 | 8.29 | 152,000 |
| Emu South | Inferred | Laterite | 80,000 | 0.94 | 2,000 | 1.15 | 3,000 |
| | | Oxide | 54,000 | 1.53 | 3,000 | 4.59 | 8,000 |
| | | Transition | 264,000 | 1.84 | 16,000 | 10.06 | 85,000 |
| | | Fresh | 5,000 | 1.10 | 160 | 11.24 | 2,000 |
| Inferred Total | | 403,000 | 1.61 | 21,000 | 7.56 | 98,000 | |
| GRAND TOTAL | | 972,000 | 1.59 | 50,000 | 7.99 | 250,000 | |

*Rounding may result in apparent summation differences between tonnes, grade and contained metal content.

Diamond Drilling Results

14 diamond drillholes were completed during the Quarter at Emu and Southwark. The results from these reveal gold and silver continuity at depth beneath the shallow oxide mineralisation. Broad high-grade gold intercepts have extended the known downhole mineralisation encountered in previous RC holes, and gold and silver mineralisation remains open at depth. The location of the diamond drillholes is shown in Figure 5 as green collars, with sections in Figure 4.

Significant intercepts include:

- **EMDD004: 16m @ 5.3 g/t Au, 25.1 g/t Ag** from 61m
- **EMDD002: 15m @ 4.2 g/t Au, 11.2 g/t Ag** from 53m
- **EMDD003: 4m @ 10.8 g/t Au, 5.9 g/t Ag** from 43m, and **6m @ 2.6 g/t Au, 4.8 g/t Ag** from 54m
- **EMRCDD014: 6m @ 8.3 g/t Au, 9.2 g/t Ag** from 86m
- **EMRCDD080: 4.6m @ 5.5 g/t Au, 7.9 g/t Ag** from 101m
- **EMDD001: 4.3m @ 2.1 g/t Au, 26.4 g/t Ag** from 193m
- **SWKRCDD018: 4m @ 2.7 g/t Au, 30.3 g/t Ag** from 86.5m
- **SWKRCDD034: 13.7m @ 1.1 g/t Au, 14.6 g/t Ag** from 137.3m
- **SWKRCDD014: 6.3m @ 1.3 g/t Au, 72.8 g/t Ag** from 81.7m
- **EMRCDD092: 4.5m @ 144.4 g/t Ag** from 96.5m, including **2m @ 280 g/t Ag** from 97.5m
- **SWKDD002: 3m @ 4.2 g/t Au, 147 g/t Ag** from 96.5m, including **1.3m @ 9.7 g/t Au, 340 g/t Ag** from 96.5m

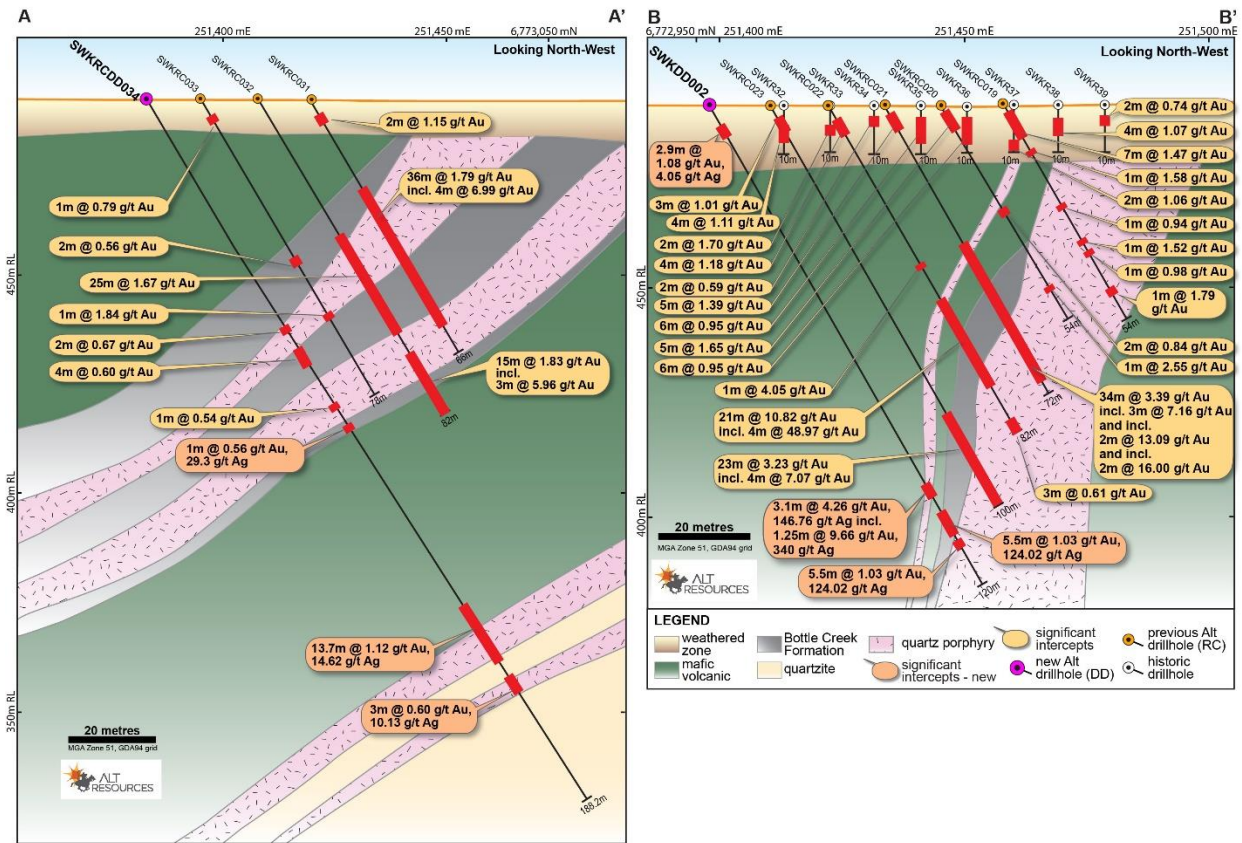


Figure 4. Cross-sections AA' and BB' showing new diamond drilling by Alt Resources through the Southwark deposit. The location of cross-sections is given in Figure 5. Drillhole SWKRCDD034 in section AA' (left) demonstrates the depth potential at Southwark, with an apparent shallowing of dips and mineralised structures in this area. A second zone of mineralisation is interpreted in this hole, previously un-described. Drillhole SWKDD002 (section BB', right) also demonstrates the continuity of gold (and silver) mineralisation at depth. Very high silver grades were encountered near the bottom of this drillhole.

Phase 2 RC Drilling Results

Results from the 2nd phase of RC resource drilling of Emu extensions and the Cascade deposit confirm the high-grade gold continuity along strike of known mineralisation. Results up to **64.3 g/t Au** were received between Emu and Southwark deposits³. The location of phase 2 drilling is shown in Figure 5, with representative cross-sections from the southern Emu Extensions shown in Figure 6.

Significant intercepts include:

- **3m @ 22.1 g/t Au** from 36m, including **1m @ 64.3 g/t Au** from 37m
- **7m @ 7.5 g/t Au** from 40m, including **2m @ 16.2 g/t Au** from 44m
- **3m @ 9.8 g/t Au** from 19m, including **1m @ 26 g/t Au** from 20m
- **3m @ 8.5 g/t Au** from 51m
- **3m @ 6.6 g/t Au** from 42m
- **10m @ 4.9 g/t Au** from 49m, including **2m @ 7.8 g/t Au** from 52m
- **17m @ 3.9 g/t Au** from 47m, including **6m @ 7.1 g/t Au** from 54m
- **27m @ 3.7 g/t Au** from 56m, including **2m @ 25.7 g/t Au** from 61m, and **2m @ 10.8 g/t Au** from 65m
- **12m @ 3.3 g/t Au** from 66m, including **2m @ 8.6 g/t Au** from 70m

³ From drillhole EMRC117, 37-38m downhole; announced on 10th Sept 2018: <https://www.altresources.com.au/wp-content/uploads/2018/09/ARS-Phase-2-RC-results-Bottle-Creek-final.pdf>

- 7m @ 3.2 g/t Au from 46m, including 1m @ 12.2 g/t Au from 47m
- 25m @ 2.9 g/t Au from 31m, including 4m @ 11.7 g/t Au from 48m
- 10m @ 2.3 g/t Au from 20m, including 1m @ 6.5 g/t Au from 22m
- 10m @ 2.1 g/t Au from 36m, including 1m @ 7.5 g/t Au from 41m
- 3m @ 3.8 g/t Au from 22m, including 1m @ 7.0 g/t Au from 22m
- 13m @ 2.4 g/t Au from 45m
- 17m @ 2.0 g/t Au from 37m

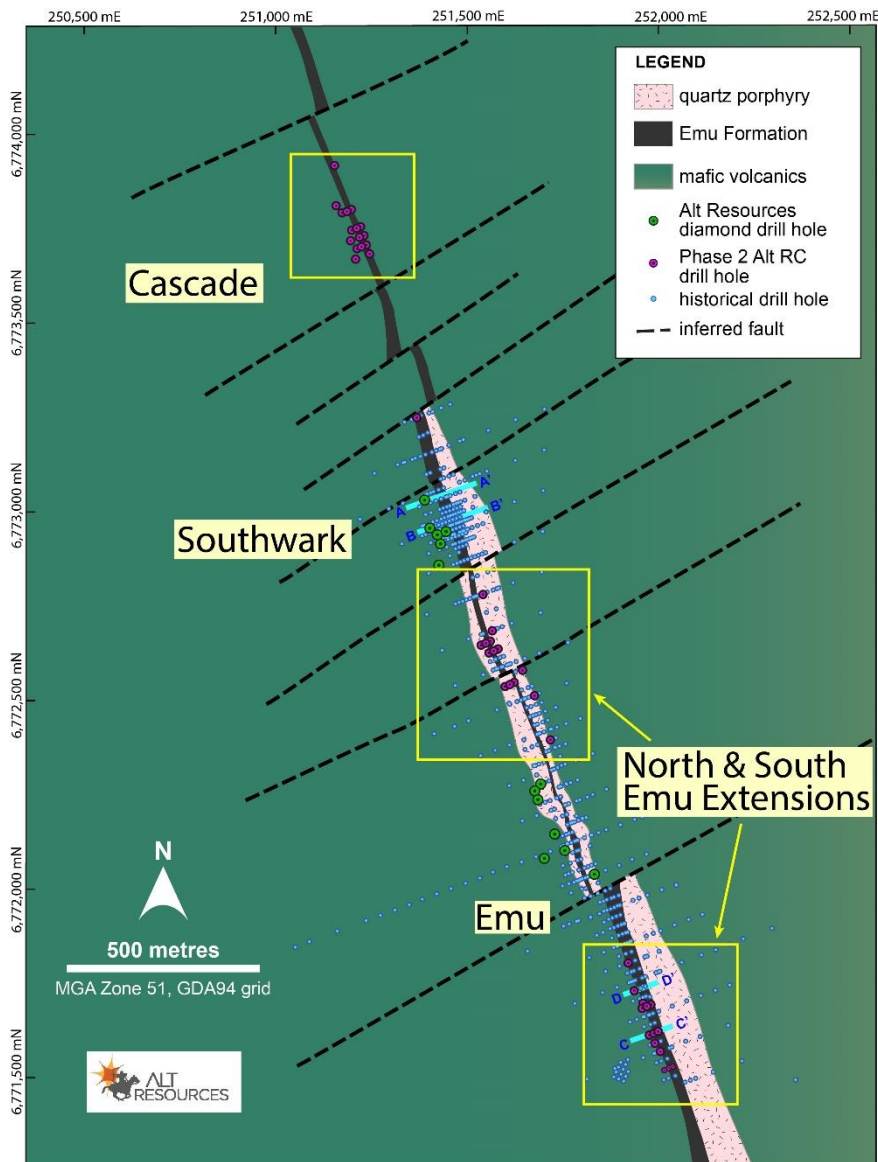


Figure 5. Overall plan map showing all three areas of phase 2 drilling (pink circles) as well as new diamond drilling (green circles), relative to existing deposits (south of Emu, between Emu and Southwark, and Cascade) and strike length of defined mineralisation. The areas highlighted as yellow boxes represent the zones tested during Phase 2 drilling. Cross-sections AA' and BB' from the diamond drilling at Southwark are shown in Figure 4. Sections Cc' and DD' from the southern Emu Extension are shown in Figure 6.

Alt's drilling now covers a strike length of 2.6 km. The results from the Emu Extensions have been incorporated in the update to the Bottle Creek Mineral Resource. Results from the Cascade deposit will be included in the Resource inventory following further drilling.

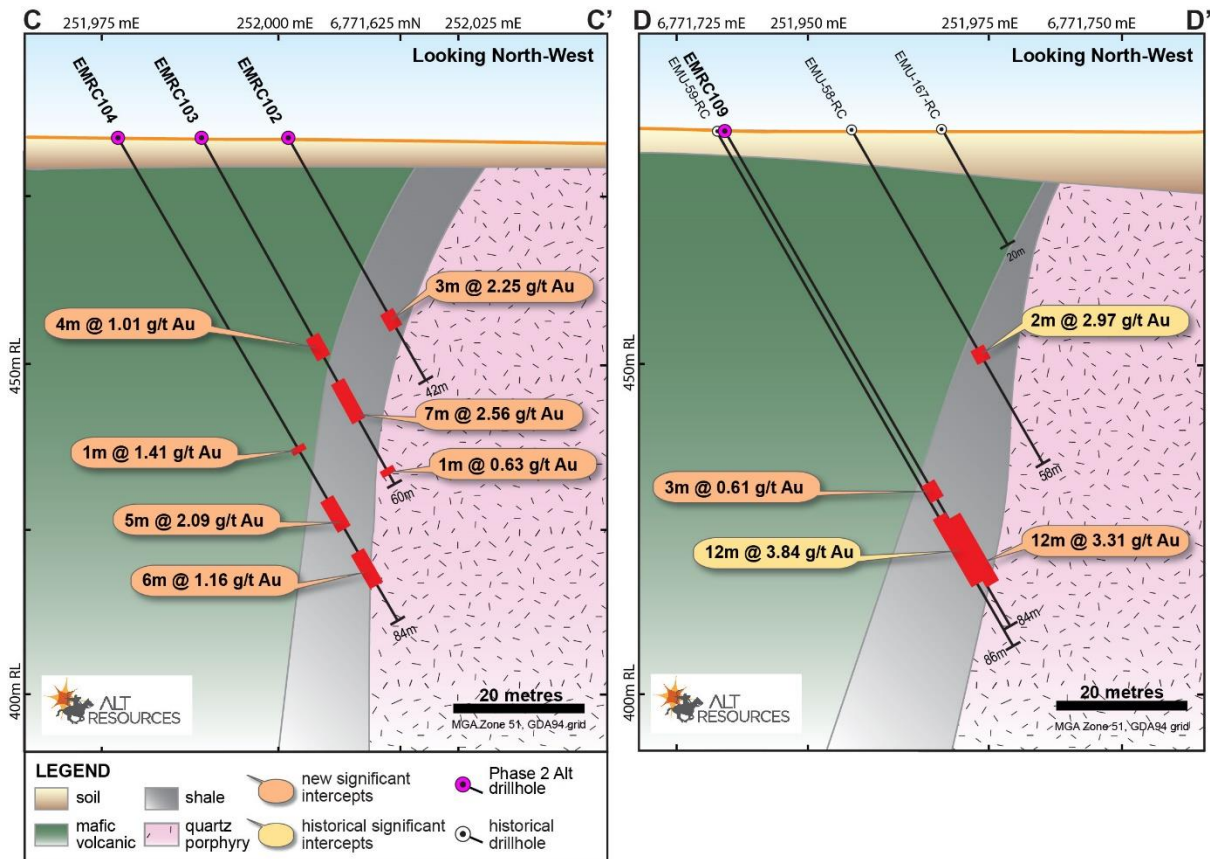


Figure 6. Cross-sections CC' and DD' through the southern extension of the Emu deposit, showing Alt's new drilling, as well as historical drilling. The location of cross-sections is shown in the plan map in Figure 5. An entirely new drill fence by Alt is shown on the left. The right hand image shows the excellent correlation in twin hole EMRC109, with results from historical drillhole EMU-59-RC.

Tailings Dams

Preliminary testing of the historical Bottle Creek Mine Tailings Dams was carried out during the Quarter, incorporating 66 shallow Aircore holes for 323m. The maximum hole depth was 12m with hole spacing of 20m.

Alt drilled north-south and east-west fences across each of the dams. Samples were assayed for gold and silver, with values up to 1.28 g/t Au and 18.4 g/t Ag received. Average grade for the tailings material based on limited testing thus far is 0.16 g/t Au and 6.1 g/t Ag.

Previously Bottle Creek was mined for gold by Norgold Ltd in 1988-1989. Two tailings dams endure from the Norgold's operation, covering a combined area of 21.6 ha (Figure 7). The aim of the program was to ascertain whether exploitable gold and silver remained within these tailings dams.

Figure 7 shows the maximum Au (left) and Ag (right) in each aircore hole across the tailings material. Contained mineralisation is patchy, particularly for gold, whereas silver shows a much more uniform distribution of higher grade 5, giving an average of 6.1 g/t Ag across both tailings dams.

A more comprehensive drill pattern is planned to cover the whole of each tailings area, to more effectively delineate a volume that can be incorporated in the overall Bottle Creek gold (+ silver) resource. Within the same program, planned drilling will also include testing of surficial gold-

mineralised laterite and pre-existing low grade stockpiles which remain from the previous mining operation.

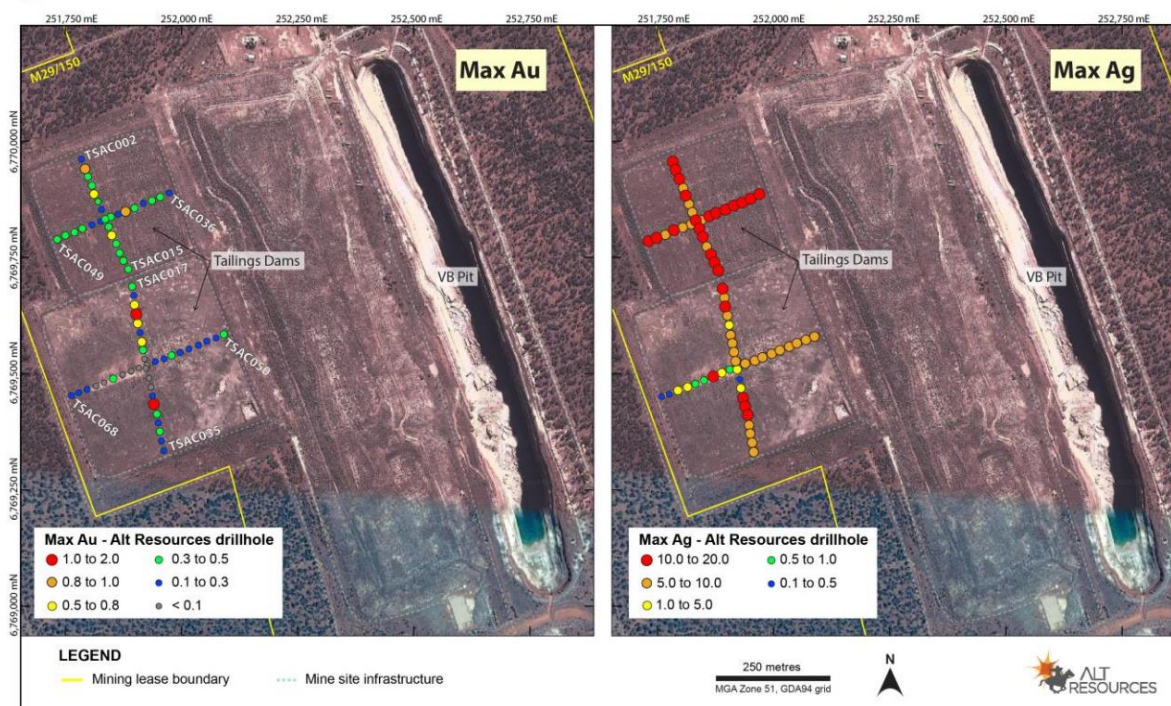


Figure 7. Results from aircore drilling across the Bottle Creek Tailings Dams. The drillcollars are coloured by the maximum value for gold (Au) obtained in each hole on the left, and maximum silver (Ag) on the right.

Towards Pre-Feasibility

Alt Resources is committed to advancing the Bottle Creek Gold Project towards development. A number of technical studies are currently underway to facilitate this goal, including mine planning and pit optimisation, as well as metallurgy.

Consistent with the Corporate Strategy to fast track the Bottle Creek Project, Alt has commenced Metallurgical and Flowsheet Development to establish the viability of different processing options for a future operation. The Company has engaged METS Engineering to review all historical documentation from the Bottle Creek gold plant and cost the Metallurgical Testwork and Flowsheet development.

Alt has also engaged MineComp Kalgoorlie to commence the Mine Plan and Pit Optimisations for the pre-stripped Emu deposit and the Southwark deposit. On completion, the Mine Plan will be submitted to the Department to commence the approval process.

Alt has focused on realising the Company's vision of expanding existing Mt Ida JORC Resources and making new discoveries in the Mt Ida Gold Belt. We are moving towards our goal of establishing a central gold production hub at the Bottle Creek mine site.