



Quarterly Report – Quarter Ended 31 March 2016

Volt Resources Limited (ASX: VRC, **Company** or **VRC**) provides the following update on activities undertaken for the quarter ended 31 March 2016, which includes activities up until the date of reporting. This report also covers announcements made under the previous name, Mozambi Resources Limited (ASX: MOZ):

HIGHLIGHTS

- **Maiden JORC Resource estimate of 179Mt @ 5.1% graphitic carbon at 100% owned Namangale Project in Tanzania**
- **Flake size distribution analysis continues to demonstrate that Namangale has the potential to produce a Super Jumbo and Jumbo flake graphite product**
- **Capital raising of AUD\$4.6 million via an oversubscribed placement with funds used to fast track Pre-Feasibility Study (PFS)**
- **PFS commenced with the appointment of BatteryLimits Pty Ltd to project manage through to completion scheduled in Q4 2016, with Optiro doing the Resource work during the PFS**
- **Planning for the 2016 drilling program commenced**
- **Bulk sampling program in progress across orebody to identify the optimal location for initial pit design and to provide additional feedstock for advanced metallurgical test work. The additional samples will also be provided to potential offtake partners and end user groups**
- **Extensive metallurgical testwork program well advanced with first batch of concentrate results imminent. The concentrate product is being tailor made for the Lithium Ion battery market**
- **Potential off take and end user customer discussions continuing**
- **Change of company name from Mozambi Resources Limited to Volt Resources Limited**
- **Appointment of Mr Alwyn Vorster to the Board as a Non Executive Director**

OPERATIONS

Namangale Maiden JORC Resource Estimate

The Company announced the maiden JORC Resource estimate for the Namangale Project on 15 January 2016. The Mineral Resource estimate comprises 179 million tonnes at an average grade of 5.1% TGC classified in the Inferred Resource category in compliance with the 2012 JORC code. The Resource has been calculated from 82 RC holes and 9 Diamond Holes with a maximum depth of 100m and with the mineralisation starting at or near surface.

The Resource Estimate covers all three prospects that have been tested with drilling and the breakdown is summarised in Table 1 below.

Table 1 Inferred Mineral Resource Estimate - Namangale Project, Tanzania

Deposit	Bulk Density (t/m ³)	TGC Cut Off (% TGC)	Grade (% TGC)	Gross Tonnage (MT)
Namangale 1	2.64	3.2	5.1	161.6
Namangale 2	2.65	3.0	5.4	16.8
Namangale 3	2.65	3.0	5.3	1.6
Total	2.64	3.0 – 3.2%	5.1	179.0

The Mineral Resource estimate was carried out by independent consultancy firm, ROM Resources. The Namangale 1 deposit represents the largest portion of the mineral resource and occurs as a flat lying graphite schist unit striking in a north south orientation. A Map of the project location is shown in **Figure 1** below

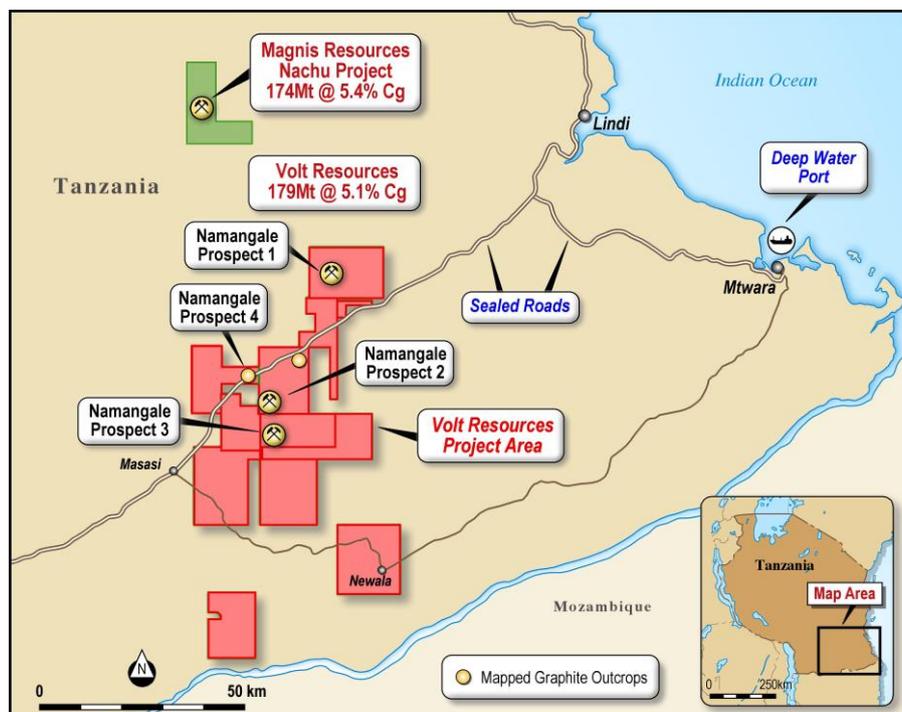


Figure 1 Namangale Project Map

Namangale Metallurgical Testwork

The Company is currently in the process of finalising the first batch of results from our extensive metallurgical testwork program, which commenced in the March quarter. The program is producing graphite concentrates from several locations across our JORC Resource, in order to identify the optimal location for our initial pit. The concentrates are showing excellent liberation of graphite flakes, with our focus to continually enhance our specifications to ensure a premium product is generated. The concentrate product is being tailored made for the Ion Lithium battery market.

Namangale Pre-feasibility study (PFS)

An agreement was signed with specialist Australian project management company, Battery Limits Pty Ltd, to deliver a Pre-feasibility study on the Namangale Graphite Project. Stage 1 of the study commenced immediately, which is focused on identifying and quantifying the dynamics of the project. Once Stage 1 is completed, a complete scope of work can be developed for the more detailed Stage 2 of the study. The PFS is due for completion by Quarter 4 of 2016.

2016 Exploration Program

Preparations for the 2016 drilling programs have advanced with initial activities having commenced on site. A bulk-sampling program is underway at several locations to help identify the optimal location for the initial pit. This will also provide additional feedstock for advanced metallurgical test work and provide additional samples for potential offtake partners. The objective of the 2016 exploration program is to upgrade a significant proportion of the Inferred JORC Resource to Indicated and Measured Resource categories. The drilling program will also include sterilization drilling under the proposed waste dump and tailings dam location, geo-tech diamond drill holes and the construction of water bore holes.

Mozambique Graphite Project Update

During the quarter, the Company decided not to exercise the option over two tenements in Mozambique 6140L and 6140L. This will allow the company to focus its efforts on the Namangale project.

CORPORATE

In April 2016, following shareholder approval, Mozambi Resources Limited changed the company name to **Volt Resources Limited**. The ASX code has subsequently changed its issuer code from 'MOZ' to '**VRC**'.

On 17 February 2016 Stephen Hunt was appointed as Executive Chairman, from his previous position of Non-Executive Chairman. This change was a reflection of the rapid advancement of the Namangale Project.

VRC announced the appointment of Mr Alwyn Vorster as an independent non-executive director, effective on 1 April 2015. Mr Vorster is a highly regarded mining professional who has more than 25 years' experience working with numerous large and smaller mining companies in technical and commercial roles covering the total supply chain from geology, mining, rail and port, shipping, and marketing and sales.

In April 2016, the Company completed a two tranche placement whereby it raised AUD\$4.6 million via a placement of ordinary shares at an issue price of 3.3 cents per shares (\$0.033).

Currently potential off take and end user customer discussions are continuing with the company receiving numerous approaches from various groups.

For and on behalf of Volt Resources Limited



Stephen Hunt
Volt Resources Limited
Executive Chairman

Competent Person Statement

The Resources in the report to which part of this announcement that relate to Mineral Resources is based on information compiled by Matt Bull and Mark Biggs, a competent Person who is a Member of the Australian Institute of mining and Metallurgy. Mark Biggs is employed by ROM Resources Pty. Ltd.

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Matt Bull, a Competent Person who is a member of Australian Institute of Geoscientists. Mr Bull is a consultant to Mozambi Resources. Mr Bull 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 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Matt Bull consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Mark Biggs has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mark Biggs consents to the inclusion of the matters based on his information in the form and context in which it appears.

Further details of the Resource Reporting and supporting information can be found in the following ASX Releases made by the Company.

Release Date	Announcement Title
11 Jan 2016	Exceptional super jumbo and jumbo flake graphite metallurgical results continue
15 Jan 2015	Mozambi Resources announces the largest JORC Graphite Resource in Tanzania
8 Mar 2016	Exceptional Super Jumbo and Jumbo Flake Graphite Metallurgical Results Continue
10 Mar 2016	MOZ Commences Pre- Feasibility Study (PFS) at Namangale Flake Graphite Project

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, 01/05/2013

Name of entity

Volt Resources Limited

ABN

28 106 353 253

Quarter ended ("current quarter")

31 March 2016

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (9 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration & evaluation	(802)	(2,376)
(b) development	-	-
(c) production	-	-
(d) administration	(218)	(761)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	3	8
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other	-	-
	(1,017)	(3,129)
Net Operating Cash Flows		
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	(36)
(b) equity investments	-	-
- Nachi Resources Limited (Tanzania)	-	(342)
(c) other fixed assets	-	-
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 - deposits	(2)	(22)
	(2)	(400)
Net investing cash flows		
1.13 Total operating and investing cash flows (carried forward)	(1,019)	(3,529)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity and oil and gas exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(1,019)	(3,529)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc. *	998	4,298
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other – capital raising costs	(31)	(266)
	Net financing cash flows	967	4,032
	Net increase (decrease) in cash held	(52)	503
1.20	Cash at beginning of quarter/year to date	1,089	554
1.21	Exchange rate adjustments to item 1.20	(5)	(25)
1.22	Cash at end of quarter	1,032 ₁	1,032 ₁

- The Company raised \$4.6 million under a two tranche placement of ordinary shares at 3.3 cents (\$0.033) per share, of which \$3.6 million of the placement (tranche 2) was placed subsequent to the end of the quarter. Refer to the Company's activities report for further details.

Payments to directors of the entity, associates of the directors, 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	137
1.24	Aggregate amount of loans to the parties included in item 1.10	

- Explanation necessary for an understanding of the transactions

Payment of directors' fees and consulting services from related parties.

+ See chapter 19 for defined terms.

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

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- 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

N/A

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		
3.2 Credit standby arrangements		

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,311
4.2 Development	-
4.3 Production	-
4.4 Administration	284
Total	1,595

+ See chapter 19 for defined terms.

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	1,028	1,052
5.2	Deposits at call	4	37
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)		1,032	1,089

Changes in interests in mining tenements and petroleum tenements

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

+ See chapter 19 for defined terms.

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.

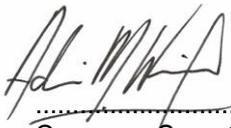
	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference +securities <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	603,871,272	603,871,272		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	32,171,212	32,171,212	3.3	3.3
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options	475,000 2,200,000 294,679,381 13,500,000	- - 294,679,38 -	<i>Exercise price</i> 25.0 25.0 2.0 2.0	<i>Expiry date</i> 02/08/16 30/11/16 31/12/17 31/12/17
Performance Rights	3,000,000 3,000,000	- -	nil nil	22/10/18 22/10/19
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 Debentures <i>(totals only)</i>				

+ See chapter 19 for defined terms.

7.12	Unsecured notes <i>(totals only)</i>		
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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 ~~does not~~ *(delete one)* give a true and fair view of the matters disclosed.

Sign here:  Date: 29 April 2016
 Company Secretary

Print name: Adrien Wing

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 and petroleum 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 or petroleum 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 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting 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.

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+ See chapter 19 for defined terms.

Mining tenements held at 31 March 2016:**Tanzania**

Project	Location	Tenement Number	Status	Beneficial interest
Tanzania graphite	Tanzania, Africa	PL10642, PL10643, PL10644, PL10665, PL10666, PL10667, PL10668, PL10716, PL10717, PL10718, PL10719	Exploration licence (prefix: "PL")	100%

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

The Company owns a 70% interest in Dugal Resources Lda, a Mozambican entity which holds a 100% interest in the following licences:

Licence	Owner	Location	Commodities	Area (ha)
3245L	Camal & Companhia Lda	Tete province	Copper, Zinc, Lead	18,240
3246L	Camal & Companhia Lda	Tete province	Base Metals	20,240