



Manas Resources Limited
ACN 128 042 606

Level 2, Suite 9, 389 Oxford Street
Mt Hawthorn, WA 6016
Australia Telephone: +61 8 9380 6062
Facsimile: +61 8 9380 6761

W www.manasresources.com
E info@manasresources.com

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MARCH 2018 QUARTERLY ACTIVITIES REPORT

Manas Resources Limited ("Manas" or "the Company", ASX: MSR) is pleased to provide the following report on activities for the March 2018 quarter.

SUMMARY

Acquisition of Côte d'Ivoire Exploration Projects

- As announced on 23 January 2018, Manas entered into earn-in and joint venture agreements on the Gonsan and Bouaké Nord Gold Projects in Côte d'Ivoire, West Africa
- Both project areas are early-stage, strategically-located holdings over highly prospective greenstone belts that host +1 million ounce gold deposits and operating mines
- Initial exploration work is scheduled to commence on granting of permits

Victoria Gold Project (VGP) Agreement, Tanzania

- Regulations relating to the new Tanzanian mining legislation were issued during the quarter, the impacts of which are currently under review
- Manas expects to be able to clarify its position with respect to its ongoing participation in the VGP acquisition during the June quarter of 2018

Corporate

- Cash balance of \$9.5 million as at 31 March 2018
- Review of further opportunities ongoing

1. Acquisition of Côte d'Ivoire Exploration Projects

On 23 January 2018, Manas announced that it had entered into agreements to acquire the rights to earn up to an 85% interest in the Gonsan Project and an up to an 80% interest in the Bouaké Nord Project located in Côte d'Ivoire, West Africa.



Location and geological setting of the Gonsan and Bouaké Nord Projects

Côte d'Ivoire is host to several prolific Birimian greenstone belts extending from neighbouring West African countries that host multi-million-ounce gold deposits. Major gold discoveries in Côte d'Ivoire include Randgold Resources' 3Moz Tongon deposit and Endeavour Mining's Ity and Agbaou Au deposits (2.9Moz and 1Moz respectively). The country is recognised as a stable region for foreign investment and remains a vastly underexplored jurisdiction with significant potential for further major gold discoveries. There are currently four operating gold mines in Cote D'Ivoire; Ity, Tongon, and Bonikro (Newcrest Mining), with Perseus Mining's Sissingué mine pouring its first gold in January 2018.

Both the Gonsan and Bouaké Nord project areas are early-stage, strategically-located holdings over highly prospective Birimian greenstone belts.

The Gonsan Project comprises 3 exploration permit applications by local partner, Gonsan Resources SARL, covering a combined area of approximately 1,000km². The Project is located approximately 700km west-northwest of Côte d'Ivoire's capital city of Abidjan near the border with Liberia, and surrounds Endeavour Mining's established Ity gold mining operation.

The Project area is prospective for the discovery of further gold mineralisation associated with skarn development in the volcano-sedimentary contact zones around diorite and granodiorite intrusives and mineralisation associated with shear zones in the northeast-trending greenstone belt.

Manas's initial focus of exploration will be on the northern portion of the Project area, as well as along interpreted northeast-trending structural zones and secondary shears.

The Bouaké Nord Project comprises a single exploration permit application by local partner, Eburnea Gold Resources SARL covering an area of approximately 300km². The Project is located in central-northeast Côte d'Ivoire, 30km northwest of the city of Bouake and approximately 290km north of Abidjan.

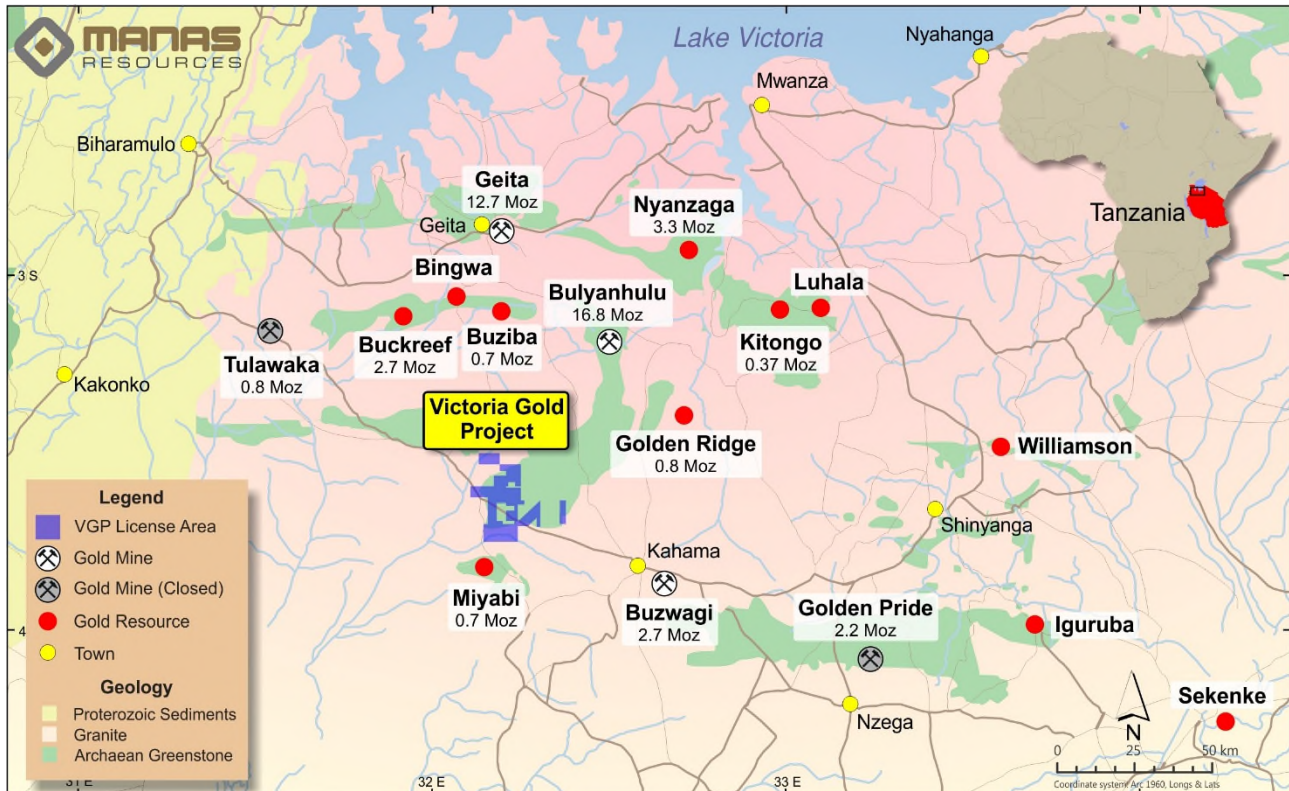
The Project area lies along the southern extension of the Houde greenstone belt, which is host to several major gold deposits in neighbouring Burkina Faso. The northeast-trending greenstone belt is dominated by volcanic and volcanoclastic rocks, generally of basaltic-andesitic composition, intruded by granitic plutons of variable composition.

There are no identified gold deposits or any documented previous exploration within the Project, however several artisanal prospects have been identified. Surface geochemistry and follow-up aircore drilling to the immediate north and south of the Project area has highlighted extensive gold anomalism and zones of significant bedrock mineralisation. The focus of initial exploration will be on geological mapping, locating artisanal mining sites, targeted soil geochemistry and low-cost ground magnetic surveys to define potential drill targets

Further details on the Projects and acquisition terms are provided in Manas's ASX Announcement of 23 January 2018.

2. Victoria Gold Project (VGP) Heads of Agreement, Tanzania

The Victoria Gold Project (VGP) comprises a strategic holding of 38 licenses covering more than 250km² within the prolific Lake Victoria Gold Field of northern Tanzania.



Location and geological setting of the Victoria Gold Project (license area is indicative and subject to change)

In mid-2016, Manas executed a binding Heads of Agreement to purchase the VGP for US\$4 million. On 31 January 2017, Manas signed a binding Terms Sheet to progress and implement the transaction, with formal agreements signed on 13 April 2017 on similar terms to the Terms Sheet.

The agreements provide for a sunset date of 13 April 2018 for completion of the transaction. If for any reason completion is not achieved prior to the sunset date, both parties have the right to withdraw. Under this circumstance, Manas retains the right to recover its costs if the VGP is sold within the following 12 month period.

The execution of the formal agreements in April 2017 allowed Manas to complete a detailed technical review of the VGP assets. Subsequently, Manas signed a loan agreement with Mabangu Mining Limited to allow the Company to fund up to US\$0.5 million on initial operations at the VGP until completion. Following signing of the agreements in early April 2017, Manas took operational control of the VGP and commenced a comprehensive technical review of previously conducted exploration and feasibility work.

Progress on completing the VGP transaction was adversely impacted by a number of changes to the regulatory environment in Tanzania.

From mid-2017, the Tanzanian Government placed a moratorium on the transfer of licenses while it completed a review of the mining industry's regulatory framework. Subsequently in July 2017, the Government passed three bills regarding the legal and fiscal framework governing the natural resources sector in Tanzania.

As part of the new mining legislation, all matters regarding the issuing and transfer of licenses will be regulated by a new minerals commission. The new commission was named on 18 April 2018, however as of the end of April the commission had not yet met and the moratorium on new licenses and transfers effectively remained in place, with minimal progress made on the transfer of the VGP licenses into an entity controlled by Manas as required under the agreement.

In January 2018, the Government released new regulations relating to several aspects of the amendments to the mining legislation. These regulations included measures to increase local ownership of exploration and mining licenses and of suppliers and contractors to the mining industry. The Government also proposed to cancel Retention Licenses with immediate effect, clarifying license structure changes foreshadowed in the July 2017 amendments. It is likely these changes will have an adverse impact on future financial performance of companies operating in the mining sector in Tanzania.

As at the end of April and post the 13 April 2018 sunset date, completion of the VGP transaction had not been achieved and given the challenges noted above, Manas believes it will be unable to complete the VGP transaction in its current form. However, Manas remains engaged in discussions with the vendor for a mutually agreeable alternative transaction structure and expects to clarify its position regarding ongoing participation in the VGP acquisition during the June 2018 quarter.

3. Corporate

Manas remains well funded with a cash balance of \$9.5 million as at 31 March 2018. This level of funding provides the capacity to rapidly advance the VGP, should the acquisition proceed, and the recently acquired Côte d'Ivoire projects once the permits are granted. The Company is also actively reviewing a number of other opportunities which have the potential to further expand the Company's project portfolio.

For further information, please contact:

Philip Reese
Chief Executive Officer
Manas Resources Limited

T: +61 8 9380 6062

E: phil.reese@manasresources.com

Phil Retter
Investor Relations
NWR Communications

T: +61 407 440 882

E: phil@nwrcommunications.com.au

www.manasresources.com

Forward Looking Statements: Statements regarding Manas's plans with respect to its mineral properties are forward-looking statements. There can be no assurance that Manas's plans for development of its mineral properties will proceed as currently expected. There can also be no assurance that Manas will be able to confirm the presence of additional mineral deposits, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of Manas's mineral properties.

Manas Resources Limited - Company Overview

Manas Resources Limited is a well-funded, Australian-listed gold company that is in the process of completing the acquisition of the Victoria Gold Project ("VGP") in Tanzania following the successful divestment of its Kyrgyzstan gold assets for US\$10 million. The VGP comprises an extensive holding with identified areas of gold mineralisation and excellent exploration upside, strategically located near several established mining operations in the multi-million ounce Lake Victoria Gold Field of northern Tanzania. Manas has also entered

into agreements to acquire the rights to earn an up to an 85% interest in the Gonsan Project and an up to an 80% interest in the Bouaké Nord Project located in Côte d'Ivoire, West Africa. Both Project areas are early-stage, strategically-located holdings over highly prospective greenstone belts that host +1 million ounce gold deposits and operating mines.

Mineral Interests of the Manas Group at 31 March 2018

Tanzania

Manas has entered into an agreement to purchase the licences associated with the VGP as indicated in below. These licences are expected to form the majority of the area covered by the VGP. However the form and extent of the final package may vary as a result of work currently in progress to rationalise and consolidate the licence package.

Victoria Gold project licences

| Licence No | Company | JV Area | Area (Sq_km) | Deposit/Occurrence /Key Licence |
|---------------|-----------------------------|----------------|--------------|---------------------------------|
| PL10139/2014 | Mabangu Mining Limited | | 21.49 | |
| PL9739/2014 | Mabangu Mining Limited | | 22.68 | |
| PL10052/2014 | Mabangu Mining Limited | | 25.17 | |
| PL9444/2013 | Mabangu Mining Limited | | 7.96 | |
| PL9191/2013 | Mabangu Mining Limited | | 8.16 | |
| PL9789/2014 | Mabangu Mining Limited | | 7.67 | |
| PL10051/2014 | Mabangu Mining Limited | | 1.71 | |
| PL8888/2013 | Mabangu Mining Limited | | 1.76 | |
| PL5374/2008 | Mabangu Mining Limited | | 17.53 | Nyakafuru |
| PL10542/2015 | Mabangu Mining Limited | | 4.38 | |
| PL10138/2014 | Mabangu Mining Limited | | 7.84 | |
| Appl No 02527 | Mabangu Mining Limited | | 4.27 | |
| PL10159/2014 | Mabangu Mining Limited | | 6.38 | |
| RL0014/2014 | Mabangu Mining Limited | | 2.94 | |
| PL9062/2013 | Mabangu Mining Limited | Mwagi Mwagi JV | 8.01 | |
| PL8640/2012 | Mabangu Mining Limited | Mwagi Mwagi JV | 1.4 | |
| PL6220/2009 | Mabangu Mining Limited | Mwagi Mwagi JV | 1.08 | |
| PL9556/2014 | Mabangu Mining Limited | Kwanga JV | 7.1 | |
| PL9901/2014 | Mabangu Mining Limited | Kwanga JV | 6.75 | |
| PL9738/2014 | Mabangu Mining Limited | Nyakasaluma | 8.89 | |
| PL10591/2015 | Mabangu Mining Limited | | 2.59 | Redgate |
| HQ-P28210 | Mabangu Mining Limited | Nyakasaluma | 8.81 | Leeuwin/Grange |
| PL9445/2013 | Mabangu Exploration Limited | | 4.41 | |
| PL9368/2013 | RTL Limited | | 8.96 | |
| PL8328/2012 | RTL Limited | | 4.49 | Golden Hoe |
| PL4582/2007 | RTL Limited | | 6.33 | Voyager-Mantelle |
| PL4583/2007 | RTL Limited | Mwagi Mwagi JV | 1.18 | |
| PL8329/2012 | RTL Limited | | 3.45 | |
| PL7436/2011 | RTL Limited | | 6.58 | |
| RL0015/2014 | RTL Limited | Mwagi Mwagi JV | 0.91 | |
| PL6751/2010 | RTL Limited | Mwagi Mwagi JV | 3.53 | |
| PL8636/2012 | RTL Limited | Nyakasaluma | 20.4 | |
| PL9615/2014 | ABG Exploration | Mwagi Mwagi JV | 1.33 | |
| PL7912/2012 | ABG Exploration | Mwagi Mwagi JV | 1.2 | |
| PL8254/2012 | Vulcan Resources | Mwagi Mwagi JV | 4.8 | Redgate |
| PL6479/2010 | Vulcan Resources | Mwagi Mwagi JV | 5.01 | |
| PL9021/2013 | Vulcan Resources | Nyakasaluma | 9.03 | |
| PL9190/2013 | Vulcan Resources | Nyakasaluma | 11.42 | Nyakasaluma |

Key Licences

Note:

1. The Joint Venture name refers to an area, the above refers to the licences within the areas
2. Wholly Owned Licences are those held by RTL, MML and MEL

Côte D'Ivoire

Manas has entered into farm in agreements on four permit applications in Côte d'Ivoire.

Gonsan and Eburnea Projects

| Application Number | Permit Name | Project Name | Manas Participating Interest ¹ | Area ² |
|--------------------|---------------|--------------|---|---------------------|
| PR575 | Bouake Nord | Eburnea | 80% | 327 km ² |
| PR590 | Fioleu | Gonsan | 85% | 400 km ² |
| PR588 | Toulepleu | Gonsan | 85% | 392 km ² |
| PR591 | Toulepleu Sud | Gonsan | 85% | 222 km ² |

Note:

1. Manas has the right to earn up to this level on expending the funds stated in the relevant agreement
2. Areas may change on issuing of final permits