



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

29 OCTOBER 2018

SEPTEMBER 2018 QUARTERLY ACTIVITIES REPORT

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

SUMMARY

Update on the Diamond Drilling Programme at the Mbengué Gold Project in Côte d'Ivoire, West Africa.

- During the June 2018 Quarter, Manas signed an earn-in agreement with Perseus Mining Limited (ASX: PRU) to acquire up to 70% of the Mbengué Gold Project ("Mbengué").
- A thorough data review was completed during the September Quarter and this identified numerous exploration targets for follow-up work.
- A maiden diamond drill programme comprising 13 drill holes was completed for a total of 1,312m.
- Drilling results from Mbengué are expected in November 2018.
- Gonsan and Eburnea permit applications are still pending.
- Review and evaluation of other advanced exploration projects ongoing.

Corporate

- Manas remains fully funded with unencumbered cash reserves of circa A\$9.2 million as at 30 September 2018.

1. Drilling at the Mbengué Gold Project.

On 11th September 2018, Manas announced that it had begun drilling at the Mbengué Gold Project. The Mbengué Permit is held by Occidental Gold SARL, a 100% owned subsidiary of Perseus Mining Limited (ASX:PRU “Perseus”). Mbengué is located immediately west of Randgold Resources’ Tongon mining licence and 70km southeast of Perseus’s Sissingué mine in the highly prospective Senoufo greenstone belt (Figure 1).

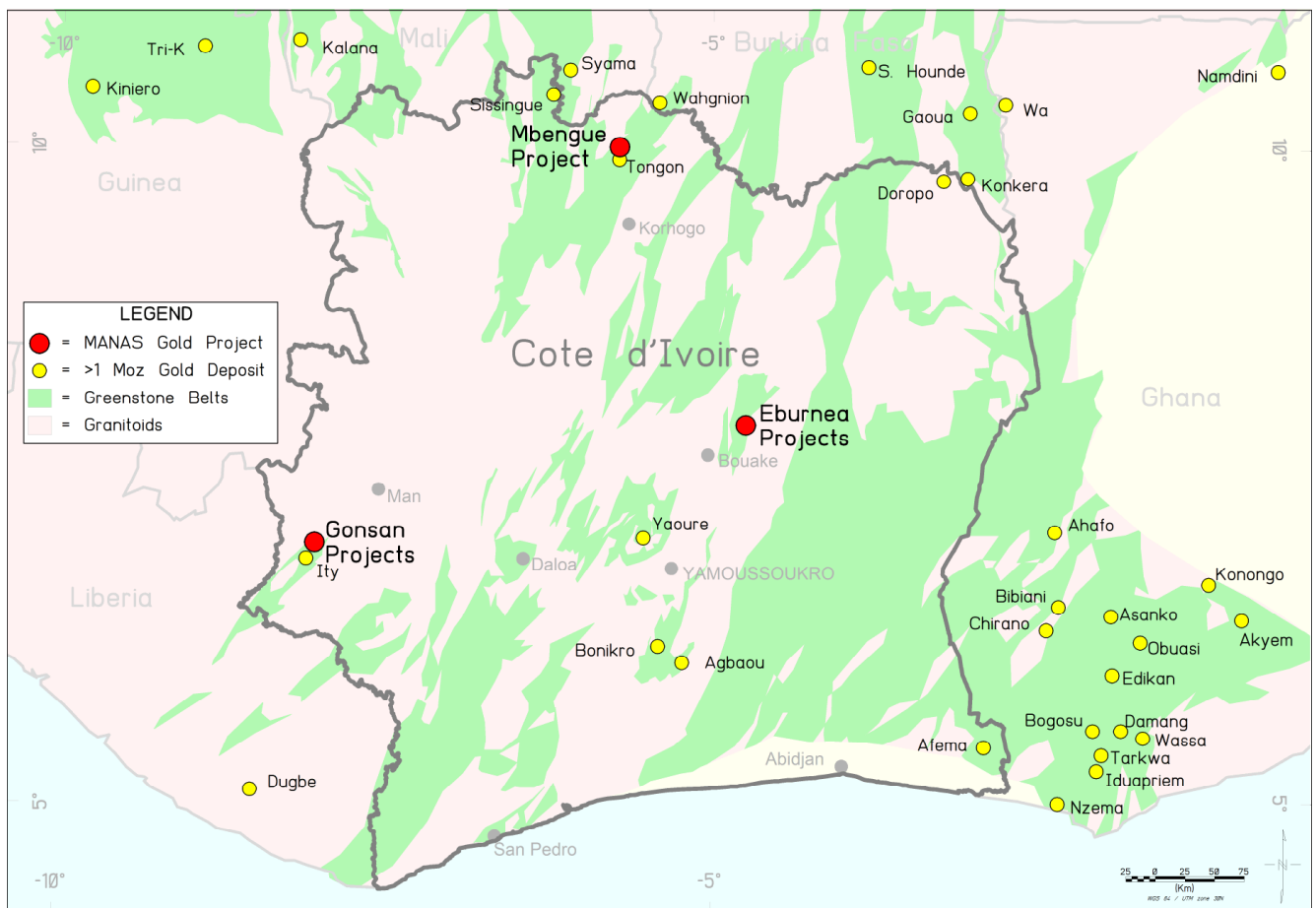


Figure 1: Location of Manas’s Projects in Côte d’Ivoire

The Mbengué Permit is due for renewal in December 2018 and is in good standing with respect to previous exploration expenditure. An application for renewal was submitted during the September Quarter and the licence is currently in the process of being renewed. Manas committed to an initial US\$0.3 million of exploration expenditure to allow further evaluation of the project whilst the permit is being renewed. Manas can earn up to 70% ownership through sole funding a total of US\$2.0 million in expenditure (inclusive of the initial US\$0.3 million expenditure) over 3 years following election to proceed. Thereafter the parties will form a joint venture with participating interests of 70% and 30% for Manas and Perseus respectively.

The Company conducted a thorough review of the previous exploration work at Mbengué (ASX Release 8 August 2018), which consisted of soil sampling followed by auger, air core, rotary air blast and reverse circulation drilling (Figure 2). Notable intercepts from prior drilling include:

- 28m @ 8.14g/t Au & 27m @ 3.71g/t Au (open) in MKRC079
- 36m @ 1.96 g/t Au in MKRC118

- 58m @ 1.48 g/t Au in MKRC120
- 6m @ 6.04 g/t Au in MKRC127
- 14m @ 1.95 g/t Au in MKRC150

On 10th September 2018 the Company announced the commencement of the maiden diamond drilling programme (Figure 3). A total of 1,312m in 13 holes were drilled and the drill rig demobilised from site on 13th October 2018. Most of the drilling (7 holes for 772m) targeted the main anomaly identified in the previous percussion drilling. This anomaly, previously called K1, has been renamed **Turaco**. The Turaco anomaly is located 10km north of the world-class Tongon mine. Three other outlying targets within a 1.8km radius of Turaco were also drill-tested. More details on the drilling will be provided after the assay results are received.

The drilling programme coincided with an exceptionally long wet season. Logistical support and access was made more complicated and time-consuming than normal due to the heavier than average rainfall. Despite this, drilling progressed smoothly. However, delays in receipt of a core-saw on site meant that cutting of core for sampling was also delayed. As a result, all the core samples were sent in one shipment in late-October 2018. Results are expected during mid to late November 2018 and will be reported as soon as possible following QA/QC checks and validation.

2. Gonsan and Eburnea Project Application Process

As noted in the previous Quarterly Activities Report, a recent restructuring has resulted in the separation of the Ministry of Mines and Industry into separate ministries and appointment of a permanent Minister for Mines (the position had been held by an interim Minister for some time). It was expected that this structural change and the new appointment will lead to mining having a higher profile and will accelerate granting of permits and administrative processes generally. At present the applications are all still pending.

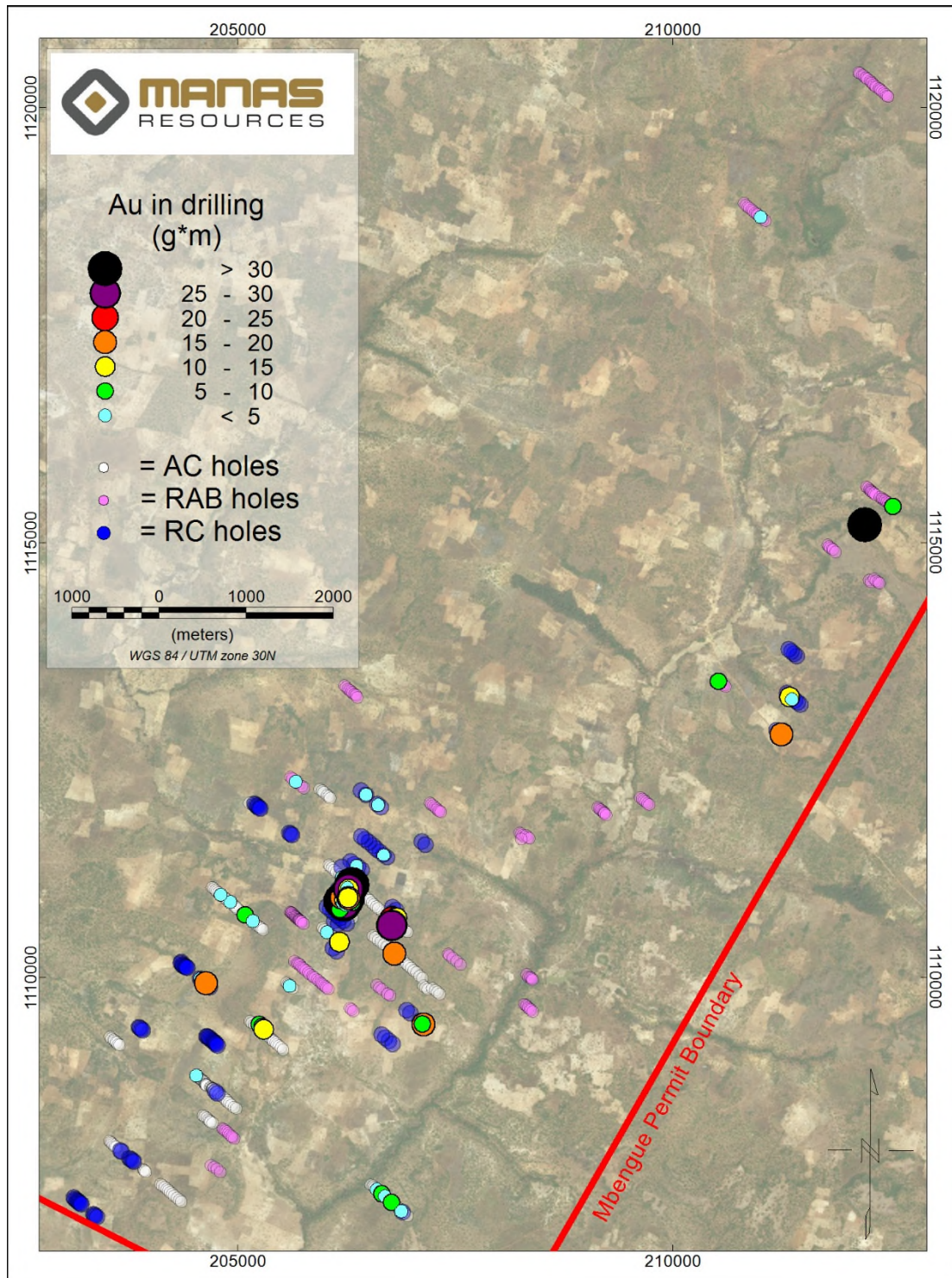


Figure 2: Location Plan of Perseus drilling at Mbengué, with significant gold intercepts shown.



Figure 3: Diamond drill rig active at Mbengué.

3. Corporate

Manas remains well funded with a cash balance of A\$9.2 million as at 30 September 2018. This level of funding allows the Company to rapidly advance exploration progress at Mbengué, should the results of this drilling be encouraging, and the other projects in Côte d'Ivoire. Manas also continues to review other opportunities which have the potential to further expand the Company's project portfolio in Africa.

For further information, please contact:

Chris MacKenzie
Chief Executive Officer

Manas Resources Limited

T: +61 8 9380 6062

E: chris.mackenzie@manasresources.com

www.manasresources.com

Karen Oswald
Investor Relations

NWR Communications

T: +61 423 602 353

E: karen@nwrcommunications.com.au

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 the exploration or 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 any mineral deposits, that any mineralisation will prove to be economic or that a mine will be successfully developed on any of Manas's mineral properties.

Manas Resources Limited - Company Overview

Manas is a well-funded gold explorer focused on early-stage exploration acquisitions and project generation in West Africa.

Manas has entered into earn-in arrangements over three large project areas with a total area of over 2,000km² covering highly prospective Birimian greenstones in the southwest and central-east and northern Côte d'Ivoire. Manas is actively seeking further opportunities to grow its exploration portfolio in the region.

Competent Person's Statement

The scientific and technical information contained within this ASX Release is based on, and fairly represents information prepared by Mr. Christopher MacKenzie, a Competent Person who is a Chartered Geologist and a Fellow of The Geological Society of London.

Mr. MacKenzie is the Chief Executive Officer of Manas Resources Limited and 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 Resource and Ore Reserves". Mr MacKenzie consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

The technical information in this report that relates to the Mbengué Gold Project has been previously reported by the Company in compliance with JORC 2012 on 8 August 2018. The Company confirms that it is not aware of any new information or data that materially affects the information included in that earlier market announcement.

Mineral Interests of the Manas Group at 30 September 2018

Côte D'Ivoire

Manas has concluded farm in agreements on one granted permit and five permit applications in Côte d'Ivoire overing 2,056km².

Manas Project Areas: Côte d'Ivoire

Status ¹	Permit Number	Permit Name	Project Name	Manas Participating Interest ²	Area ³
Granted – under renewal	PR272	Mbengué	Mbengué	70%	398 km ²
Application	PR575	Bouaké Nord	Eburnea	80%	385 km ²
Application	PR584_2	Bouaké Sud	Eburnea	80%	92km ²
Application	PR590	Foleu	Gonsan	85%	398 km ²
Application	PR588_2	Toulepleu	Gonsan	85%	396 km ²
Application	PR591	Toulepleu Sud	Gonsan	85%	387 km ²

Note:

1. Details of all permits as per the government flexicadastre portal:
<http://portals.flexicadastre.com/CoteDIvoire/FR/>
 2. Manas has the right to earn up to this level on expending the funds stated in the relevant agreement
 3. Areas may change on issuing / renewal of permits
-