



This Supplemental News Report is published as required, is part of the annual MERGENT INDUSTRIAL and INTERNATIONAL Manuals and will be included in the bound June 2018 Monthly News Reports and is published on our Website.

AUSTRALIAN MINES LTD

Company Website: www.australianmines.com.au

History: Incorporated in Australia in 2001. Established in Australia as West Musgrave Mining Ltd. Present name adopted on Apr. 14, 2003.

Business Summary: Australian Mines is a resource company that engages in the production and supply of battery and technology metals to global markets. Co. is primarily involved in the exploration for cobalt, nickel and scandium in Australia.

Property: Co. maintains its registered office in Perth, Western Australia, Australia.

Co. owns a 100% interest in multiple battery metals projects: Sconi Cobalt-Nickel-Scandium project, in northern Queensland, Flemington Cobalt-Nickel-Scandium Project in New South Wales (pending final payment in September 2018) and Thackaringa Cobalt project in New South Wales.

Sconi Cobalt-Nickel-Scandium Project is located within 250 kilometres of the approved cobalt & nickel exporting port of Townsville in northern Queensland, Australia.

Flemington Cobalt-Nickel-Scandium Project is located 370 kilometres west of Sydney in New South Wales. The project is a direct continuation of the Sunrise project being developed by Clean TeQ Holdings Limited, with the two projects separated only by a tenement boundary.

Thackaringa Cobalt Project is located within 25 kilometres of Broken Hill in central New South Wales. Co.'s Thackaringa Cobalt Project adjoins Cobalt Blue's Railway and Pyrite Hill project to the north and south in New South Wales.

Subsidiaries

Flemington Mining Operations Pty. Ltd.
Sconi Mining Operations Pty. Ltd.
Norwest Gold Pty. Ltd.

Officers

Michael Ramsden, Chairman
Tim Maclean, Chief Operating Officer
Benjamin John Bell, Managing Director
Oliver Carton, Secretary

Directors

Michael Ramsden, Chairman; Non-Executive Director
Benjamin John Bell, Managing Director
Mick Elias, Non-Executive Director
Dominic Marinelli, Non-Executive Director

Auditors: BDO Audit (WA) Pty Ltd

Solicitors: Allion Legal Pty Ltd

Share Registry: Advanced Share Registry Services, Nedlands, Western Australia, Australia

Shareholder Relations: Sophia Bolhassan, Investor Relations Manager
Tel: 61 4 88 022 944

No. of Stockholders: Apr. 27, 2018, 10,314

No. of Employees: Apr. 27, 2018, 50

Address: Level 1 83 Havelock Street, Perth, Western Australia 6005, Australia

Tel: 61 8 9481 5811

Fax: 61 8 9481 5611

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Email: info@australianmines.com.au

Consolidated Income Statement, Years Ended Jun. 30				diluted			AS(0.00)		
(A\$):	2017	¹ 2016 (revised)	2015 (revised)	...	...	...	...	...	...
Sundry income	...	230	...	Earnings (loss) per share - discontinued operations - diluted	...	...	...	AS(0.00)	AS(0.00)
Other income	...	230	...	Net earnings (loss) per share - diluted	AS(0.00)	AS(0.00)	AS(0.00)	AS(0.00)	AS(0.00)
Personnel expenses	(521,168)	(386,669)	(541,306)	Number of common stockholders	¹ 10,314	² 4,968	4,150	...	...
Impairment of exploration	...	(389,880)	...	Number of employees	³ 50	...	...	...	...
Depreciation & amortization	(12,097)	(11,178)	(16,045)	¹ Reclassified to conform with 2017 presentation; ² Shares increased due to the effect of share placement, convertible notes, and non-cash placements; ³ Shares increased due to the effect of share placement; ⁴ As of April 27, 2018; ⁵ As of September 7, 2016; ⁶ Approximately					
Corporate overheads & indirect expenses	(1,149,611)	(249,590)	(572,952)	Consolidated Balance Sheet, Years Ended Jun. 30 (A\$):					
Results from operating activities	(1,682,876)	(1,037,087)	...	2017 ¹ 2016 (revised)					
Interest income	...	...	42,830	Assets:					
Finance income	6,944	13,866	42,830	Cash & cash equivalents					
Net financing income (costs)	6,944	13,866	42,830	Prepayments - corporate overheads & indirect expenses					
Profit (loss) before income tax	(1,675,932)	(1,023,221)	(1,087,473)	Other debtors					
Profit (loss) after income tax from continuing operations	...	...	(1,087,473)	Trade & other receivables					
Profit (loss) after discontinued operations	...	...	(1,486,112)	Total current assets					
Profit (loss) after income tax	(1,675,932)	(1,023,221)	(2,573,585)	Exploration & evaluation assets					
Profit (loss) for the year attributable to equity holders of the Company	...	...	(2,573,585)	Plant & equipment at cost					
Weighted average shares outstanding - basic	1,399,164,199	1,009,500,182	757,858,998	Less: accumulated depreciation - plant & equipment					
Weighted average shares outstanding - diluted	1,399,164,199	1,009,500,182	757,858,998	Property, plant & equipment					
Year end shares outstanding	² 1,239,626,217	³ 1,101,986,521	821,986,521	Total non-current assets					
Earnings (loss) per share - continuing operations - basic	...	...	AS(0.00)	Total assets					
Earnings (loss) per share - discontinued operations - basic	...	...	AS(0.00)	Liabilities:					
Net earnings (loss) per share - basic	AS(0.00)	AS(0.00)	AS(0.00)	Trade creditors & accruals					
Earnings (loss) per share - continuing operations -	...	...	...	Unissued share capital					
	...	...	...	Other creditors & accruals					
	...	...	...	Trade & other payables					
	...	...	...	Employee benefits					
	...	...	...	Total current liabilities					
	...	...	...	Employee benefits					
	...	...	...	Total non-current liabilities					
	...	...	...	Total liabilities					
	...	...	...	Net assets					
	...	...	...	Ordinary shares					
	...	...	...	Contributed equity					
	...	...	...	Reserves					
	...	...	...	Retained earnings					

(accumulated losses) (36,497,403) (34,821,471)
 Total equity 10,136,939 3,972,146

□ Reclassified to conform with 2017 presentation

Auditor's Report:

The following is an excerpt from the Report of the Independent Auditors, BDO Audit (WA) Pty Ltd, as it appeared in Co.'s 2017 Annual Report:

"Opinion

In our opinion:

(a) the accompanying financial report of the Group, is in accordance with the Corporations Act 2001, including:
 giving a true and fair view of the Group's financial position as at 30 June 2017 and of its financial performance for the year

ended on that date; and

complying with Australian Accounting Standards and the Corporations Regulations 2001.

Material uncertainty related to going concern

We draw attention to Note 2(e) in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the entity's ability to continue as a going concern and therefore the entity may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter."

Capital Stock: 1. Australian Mines Ltd ordinary; no par.

OUTSTANDING--June 30, 2017, 2,139,626,217 shs; no par.

STOCK SPLITS--No par shares split 2-for-1 July 2005; reverse

split 1-for-20 Nov. 2010.

VOTING RIGHTS--Entitled to one vote per share.

OPTIONS--June 30, 2014, outstanding, 47,600,000.

PRIMARY EXCHANGE--Australian (AUS): AUZ.

SECONDARY EXCHANGES--National Bulletin Board (NBB): AMSL F.

PRIVATE PLACEMENT--(235,294,118 shares) at A\$0.085 per share privately placed in Oct. 2017 for gross proceeds of A\$20,000,000.

OFFERED--(17,500,000 shares) at A\$0.20 a share in Sept. 2001 through DJ Carmichael & Co.

CAPITAL HISTORY--In accordance to the Company Law Review Act of 1998, all nominal par value were abolished. Effective July 1, 1998, share capital does not have a nominal par value.

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