

ASX ANNOUNCEMENT

Date: 30 July 2018



June 2018 Quarterly Report

Victory Mines Limited (ASX: VIC) ('Victory' or 'the Company') provides a review of its activities during the June 2018 quarter.

EXPLORATION – AUSTRALIA

Malamute (EL8667) & Husky (EL8666) – New South Wales (Cobalt Prospecting Pty Ltd)

During the quarter, the Company announced (19 June 2018) that with the completion of surface geochemical laboratory assay results, the geology team have updated and finalised the drilling program for the Husky and Malamute projects (refer VIC ASX Release 10 May 2018), due to positive lateritic style mineralisation indicators from the sampled surface points.

For the Malamute project, the significant geochemical laboratory results – exhibited elevated traces for Co, Ni, and Sc – all appeared over aeromagnetic highs which have been interpreted as an indicator of sub-surface laterite mineralisation over ultramafic intrusive source units. Further, boosting confidence to the soil geochemistry results, a selection of soil samples contained elevated traces for all three elements. These results are allocated a higher confidence. These significant geochemistry sample locations align with three distinct magnetic peaks, which form the basis of the prioritised drilling targets.

For the Husky project, the final priority drilling targets – compared with the preliminary plans – were expanded mostly in the east tenements; the west remained relatively static.

Notably, surface rock-chip samples at Husky East returned results of up to 70ppm Co, 227ppm Ni and 29ppm Sc which, collectively, are positive indicators of an extended mineralisation system. Factoring in these results then reconciling them with aeromagnetics, suggests the ultramafic body may extend north (under a yet to be determined depth of alluvial cover) and host sub-surface lateritic Co-Ni-Sc mineralisation.

Subsequent to the quarter end, plans for the drilling campaigns across the Malamute and Husky projects have been approved by the New South Wales regulator.

The current intent is for the drilling crew to deploy to the Malamute project first and focus on the areas with elevated Ni-Co-Sc levels (refer ASX Release 19 June 2018), then move on to the Husky project.

The Board will provide shareholders with a more detailed account once logistics and all third-party service providers are finalised.

Galah Well (ELA29/1023) & Peperill Hill (ELA29/1024) - Western Australia (Cobalt Prospecting Pty Ltd)

No exploration has been carried out on the tenements during this quarter.

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Bonaparte Project (E80/4901 and E80/4965) – Western Australia

The geological review for the Bonaparte project was completed during the quarter with the desktop study to be published in the September 2018 quarter.

Laverton (E38/3075) – Western Australia

The geological review for the Laverton project was completed during the quarter with the desktop study to be published in the September 2018 quarter.

EXPLORATION - BOLIVIA

No work was undertaken in Bolivia Laverton during the quarter. The company is currently looking to sell the asset and or find a suitable JV partner.

ASX LISTING RULE 5.3.3

The Company presents the tenement information in the following Table in accordance with ASX Listing Rule 5.3.3.

Table: Tenement Information

Project Name	Location	Tenement Licence	Interest held at 31 March 2018	Interest acquired/ disposed of	Interest held at 30 June 2018
Laverton	WA	E38/3075	100%	-	100%
Bonaparte	WA	E80/4901	100%	-	100%
Bonaparte	WA	E80/4964	100%	-	100%
Malamute	NSW	EL8667	100%	-	100%
Husky	NSW	EL8666	100%	-	100%
Galah Well	WA	ELA29/1023	100% (application only)	-	100% (application only)
Peperill Hill	WA	ELA29/1024	100% (application only)	-	100% (application only)

CORPORATE

During the quarter, Mathew Perrot was appointed as a director of the Company and Elizabeth Hunt resigned.

During the March 2018 quarter, Victory entered into a settlement agreement with Milestone Sports Ltd whereby Victory would receive a total of USD\$169,446.12 in full and final settlement of the outstanding loan balance, on or before 3 June 2018, superseding the previous agreement whereby Victory would receive a total of USD\$250,000 in 18 equal monthly payments commencing 24 November 2018. The settlement was received by Victory in full on 31 May 2018.

For further information please contact:

Elizabeth Hunt
Company Secretary



COMPETENT PERSON STATEMENT

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves for the Bonaparte, Laverton and Bolivian projects is based on information compiled by Mr Peter Peebles who is a Member of the AIG. Mr Peebles is employed by Darlington Geological Services Pty Ltd. Mr Peebles has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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'. Mr Peebles consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves for the Husky and Malamute projects is based on information compiled by Nicholas Ryan, a Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Ryan has been a Member of the Australian Institute of Mining and Metallurgy for 11 years and is a Chartered Profession (Geology). Mr Ryan is employed by Xplore Resources Pty Ltd. Mr Ryan is the consulting Technical Manager for Cobalt Prospecting Pty Ltd. Mr Ryan 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'. Mr Ryan consents to the inclusion in the report of the matters based on his information and the form and context in which it appears.