

## Shareholder Update

Canterbury Resources Limited (“Canterbury or the Company”) is pleased to report further encouraging progress on its exploration activities in the SW Pacific region targeting potential Tier-1 copper-gold deposits, as well as in relation to its IPO.

### Bismarck Project – Drilling Progress

In early October, drilling commenced at the Bismarck Project located on central Manus Island, where 60% Joint Venture (“JV”) partner, Rio Tinto Exploration (PNG) Limited (“Rio Tinto PNG”), is managing the Stage-2 Exploration phase. After sole-funding a further A\$12.5 million of exploration activity, Rio Tinto PNG’s JV interest will increase to 80%.

The drilling program is testing buried porphyry copper-gold targets identified by Rio Tinto PNG during 2017 exploration. The targets are principally based on geophysical anomalies, with supporting surface geochemical anomalism. This includes the Main ZTEM Anomaly area where several conductive zones, interpreted as sulphide zones, are being drill tested.



Figure 1 BISM001 Drilling in Progress, Bismarck Project

A remote field camp and a support camp at Lorengau have been established to support drilling operations, with relevant landowner and community consultations undertaken in relation to proposed activities and access arrangements.

After testing in Lae, a diamond drill rig was successfully transported to the drill site using heli-support. The drilling of the first diamond drill hole (BISM0001) is currently drilling ahead at 160m (as at 10 December), to a target depth of ~600m (subject to ongoing assessment of core). Visual assessment of the core to date has noted alteration and geology generally consistent with pre-drilling interpretation of the target location.



Figure 2 BISM001 Drill Site, Bismarck Project

### Ekuti Range Project – Drilling Preparation

At the 100% owned Ekuti Range Project, preparations are well advanced for initial drilling of the Ekoato prospect, which will commence immediately following the close of the IPO. The Ekoato drill program will test targets that display many characteristics comparable with the world-class Golpu deposit (owned by Newcrest Mining 50% and Harmony Gold 50%) located some 60km to the north. Construction of the drill camp and helipad has been completed and initial supplies delivered.



Figure 3 Ekoato Project Drill Camp



**Figure 4 Aerial View of Ekoato Project Drill Camp & Helipad (with planned hole EK003 at centre)**

Drill sites have been cleared and established at two of the five proposed drill locations:

- EK003 designed to test the Mona Lisa magnetic anomaly, and
- EK004 testing beneath a breccia zone with highly fractured, altered limonite veined metasediments near artisanal gold workings.



**Figure 5 Ekoato Project, Drill Site EK003, with Base Frame & Waterlines in Place**



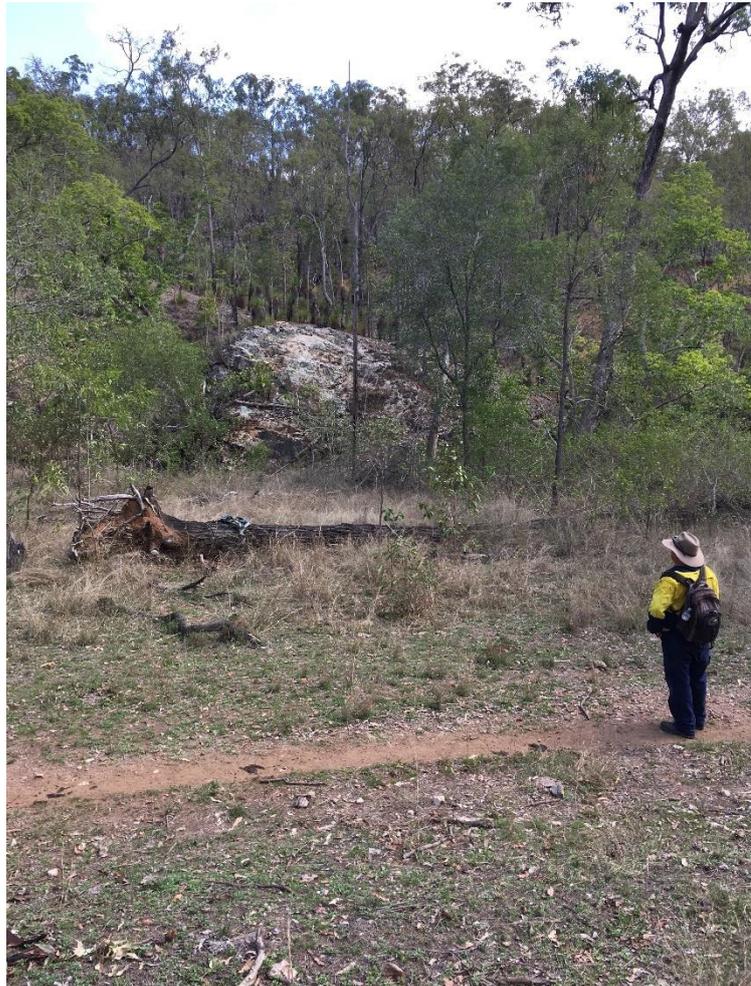
**Figure 6 Ekoato Project, Camp Helipad**

## Briggs Project – Drilling Preparation

At Briggs (100% Canterbury, Rio Tinto Exploration Pty Limited 1% NSR) planning is well advanced for a 9-hole diamond drilling program to further assess the resource potential of the large Briggs porphyry copper system.

Proposed drill sites have been selected, with logistics planning and relevant approvals for commencement of drilling in progress.

The drilling program is planned to commence in early 2019 and will further assess the Central Zone of the Briggs deposit, testing for a potential higher-grade core of the system at depth.



**Figure 7**  
**Reviewing Access**  
**& Logistics for**  
**Proposed Drill**  
**Sites, Briggs**  
**Project**

## Canterbury's IPO

The Company submitted a Third Supplementary Prospectus on 28<sup>th</sup> November 2018 which made several important changes to the IPO, leaving the Company well placed to fulfil its listing requirements over the coming weeks. Specifically, the refresh document:

- amended the Minimum Subscription to twenty million (20,000,000) Shares to raise six million dollars (\$6,000,000);
- amended the indicative calendar and refreshed the timelines applicable to the Offer (particularly providing a revised closing date of 28<sup>th</sup> December 2018); and
- provided investors with the relevant information required by the Corporations Act for a refresh document including updated financial data.

In the refresh document, Canterbury disclosed that (as at the 28<sup>th</sup> November 2018) it had:

- 95 existing shareholders in its shareholders' register; and had
- received applications from 75 investors for 4,258,000 Shares totalling approximately \$1.3 million including cleared funds for approximately \$0.7 million; and had
- received indicative commitments from brokers and client advisors on behalf of their clients for approximately 15.7 million Shares totalling approximately \$4.7 million across 95 clients.

In aggregate this represented 265 shareholders and applicants, raising approximately \$6.0 million. With the Minimum capital raising figure having been met, the focus has shifted to achieving the ASX guideline for minimum spread of 300 unaffiliated shareholders.

Any potential investors in your network should be directed to the Company website at <https://www.canterburyresources.com.au/> for further details on Canterbury.

The Prospectus and Supplementary Prospectus are important documents and should be read in their entirety. These documents and online applications are available via the Share Registrar at <https://investor.automic.com.au/#/ipo/277>

As usual we wish to thank all our shareholders for their continued support and look forward to reporting further progress shortly.



**Managing Director**

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## Disclaimer

This document has been prepared by Canterbury Resources Limited ACN 152 189 369 (**Canterbury** or the **Company**) as a summary for general information purposes only.

Canterbury is conducting an initial public offering of ordinary shares on the Australian Securities Exchange (**Offer**) under the replacement prospectus dated 3 October 2018 (**Prospectus**) as amended by the first supplementary prospectus dated 24 October 2018, the second supplementary prospectus dated 9 November 2018 and the third supplementary prospectus issued on 28 November 2018 issued by Canterbury. The Prospectus replaced the original prospectus dated 13 September 2018. The Prospectus is available via the Company at [www.canterburyresources.com.au](http://www.canterburyresources.com.au) Anyone who wants to acquire shares under the Offer should consider the Prospectus in entirety in deciding whether to acquire the shares offered thereunder and will need to complete the application form that accompanies the Prospectus.

This document is not a prospectus, disclosure document or offer document under the *Corporations Act 2001* (Cth) (**Corporations Act**) or any other law. It does not constitute, and is not to be construed as, an offer to issue or sell, or a solicitation of an offer or invitation to subscribe for, buy or sell securities in the Company. In particular, it does not constitute an offer to sell, or a solicitation of an offer to buy, any securities in the United States. The information contained in this document is current as at 10<sup>th</sup> December 2018 and does not purport to be complete.

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