



5 October 2017

Walford Creek Drilling Update

Aeon Metals Limited

ABN 91 121 964 725

Level 7, 88 Pitt Street, Sydney,
NSW 2000, Australia

P.O. Box 8155, Gold Coast MC.
Qld 9726, Australia

P: +61 7 5574 3830

F: +61 7 5574 3568

W: aeonmetals.com.au

E: info@aeonmetals.com.au

ASX Code - AML

Shares on Issue: 400m

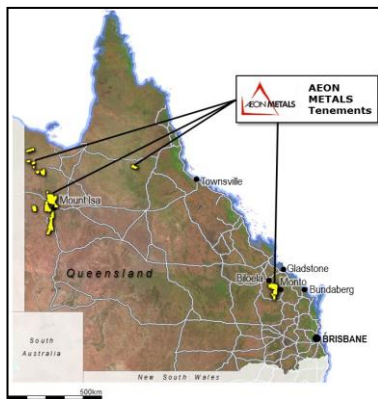
Share Price: \$0.155

Market Capitalisation: \$62m

Cash (30 June 2017*): \$1.9m

**Placement raised \$5.5m
11 Aug 2017*

All mineral resources projects
located in Queensland:



Aeon Metals Ltd (“Aeon” or “the Company”) is pleased to advise that the second round of 2017 drilling at the Company’s 100% owned Walford Creek Project is well underway with three diamond holes (WFDD263, WFDD264 and WFDD265) completed (total 729.3m) and a fourth hole (WFDD266) in progress.

Samples from the first hole have been delivered to the laboratory for assaying with first assay results likely to be available towards the end of the month. Drilling is targeting the largely untested Py3 at depth outside the central Vardy zone. The Company’s aim is to try and drill approximately 2,500m of predominantly diamond core before the wet season commences.

With the application of the Zambian Copperbelt style model announced in late July 2017, the first three holes have all intercepted the Py3 within a few metres of what was forecast from the revised geological model. This confirms the robustness of the revised geological model. Visual Inspection of the cores indicates copper mineralisation in each of these holes (WFDD263, WFDD264 and WFDD265). The Company continues to be excited by the new improved targeting of higher grade mineralisation particularly in the lower Py3. The fact that outside of the central Vardy Zone, this lower Py3 lens is largely untested, highlights the significance of these new holes and the opportunity to define further high-grade Resources within this large mineral system.

Aeon’s Managing Director, Hamish Collins, said today:

“The current accuracy of targeting by the geological team and its obvious successful strike rate, given the visual estimations of mineralisation from logging of the core, provides further evidence of the rapid advancement towards a world class copper-cobalt-zinc development project.”



Figure 1: Tray 74 from hole WFDD265 just completed. Strong chalcopyrite mineralisation evident overprinting pyrite zones in micrite dolomite unit at roughly 250m in Py3 at Walford Creek.



Figure 2: Shows drill rig currently drilling hole WFDD266, 4 October 2017.

For more information, please contact:

Hamish Collins
Managing Director
 info@aeonmetals.com.au
www.aeonmetals.com.au

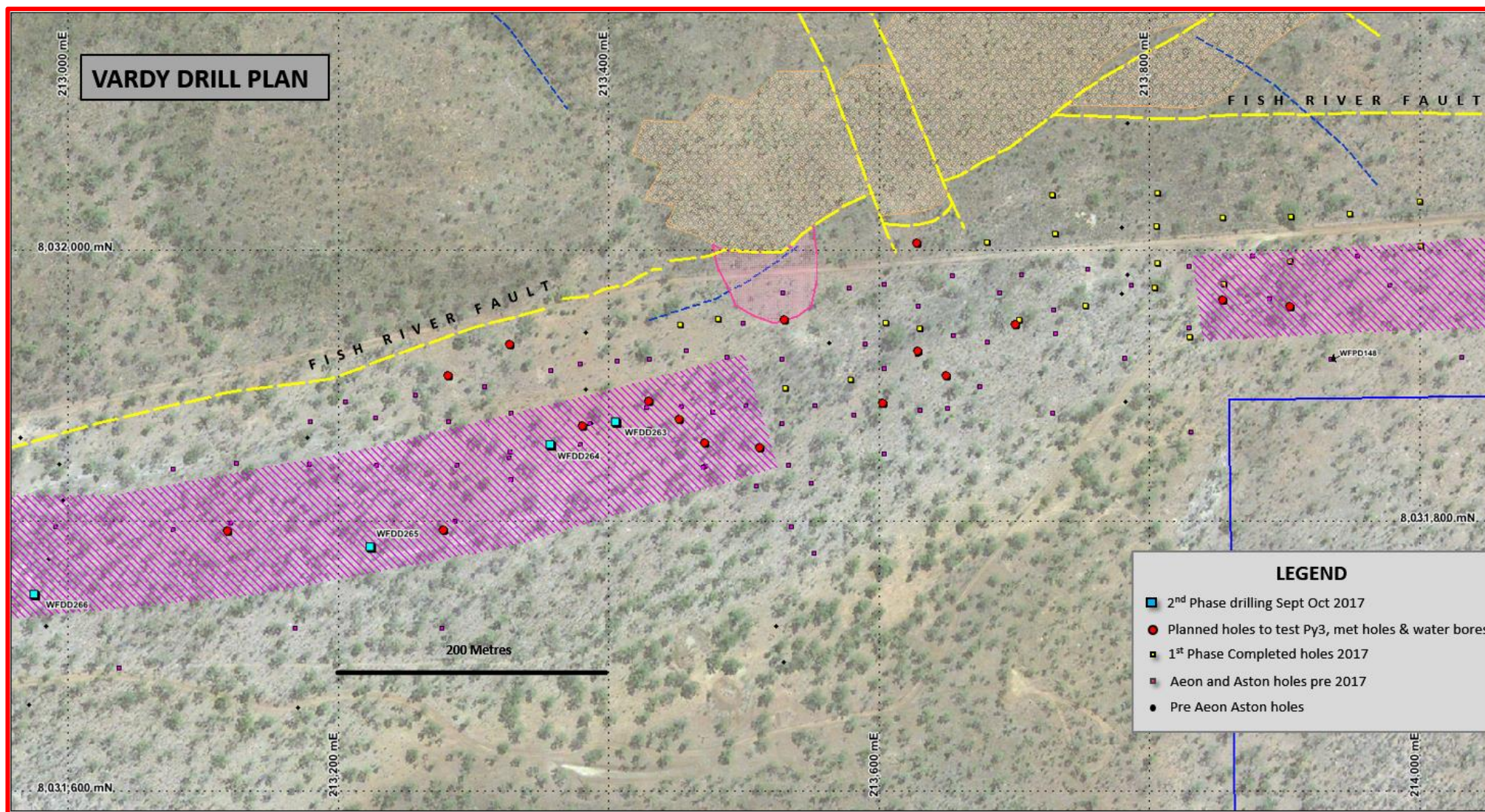


Figure 3: Plan of the current drilling showing WFDD266 to far left of map currently being drilled. Position of holes is subject to access and also revision depending on updates to model and interpretation. Holes in general have been moved forward (northwards) for this campaign and steepended.

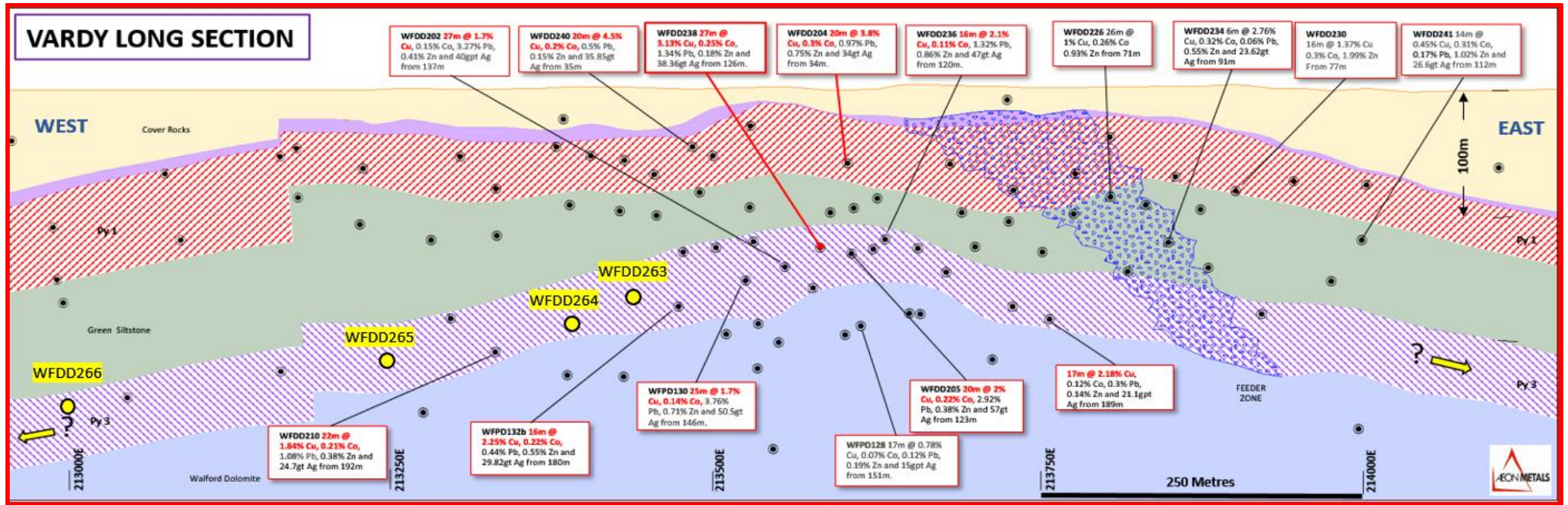


Figure 4: Schematic cross section of the Vardy Zone showing approximate pierce points of holes completed in the past two weeks. The holes have been stepped out to the west to test large gaps in the drilling of the lower Py3 mineral zone.

Table 1: Drilling completed and underway in 2nd phase of drilling 2017

Hole_id	preHole_id	gda94_East	gda94_North	gda94_RL	azimuth (grid)	dip	max_depth
WFDD263	VDP005	213405	8031873	107	0	-78	209.6
WFDD264	VDP003	213357	8031856	107	0	-81	234.7
WFDD265	VDP001	213224	8031780	106	0	-71	285.0
WFDD266	CDP009	212975	8031745	105	5	-75	Underway

APPENDIX 1 - COMPETENT PERSONS STATEMENT

The information in this report that relates to Aeon Metals Limited's exploration results is based on information compiled by Mr Dan Johnson who is a Member of the Australian Institute of Geoscientists and who has sufficient experience 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 (the "JORC Code"). Mr Dan Johnson is a full-time employee of Aeon Metals Limited and consents to the inclusion in the presentation of the exploration results including any Exploration Targets in the form and context in which they appear.