ABN 35 091 542 451

8 Kearns Crescent, Ardross WA 6153
Telephone: 08 9364 3866
Facsimile: 08 9364 4892
Email: graeme@ausquest.com.au
Web: www.ausquest.com.au

1 May 2015

Australian Securities Exchange
Level 40, Central Park
152-158 St George's Terrace
Perth WA 6000

Dear Sir/ Madam

Allotment of Shares and Options from Placement and SPP

The Company wishes to confirm the issue of 78,585,592 ordinary shares and 75,480,298 free attaching options (exercise price of $0.035, expiry date of 30 April 2018). The issue follows shareholder approval obtained at the Company's General Meeting held on 23 April 2015, and comprises:

	Ordinary Shares	**Free Attaching Options**
Placement Tranche One	-	36,187,501
Placement Tranche Two	32,887,369	16,443,685
SPP	43,269,590	21,634,795
SPP Shortfall	2,428,633	1,214,317
Total	**78,585,592**	**75,480,298**

The issue of these new securities was reflected in an Appendix 3B lodged with ASX on 1 May 2015.

Placement of Outstanding SPP Shortfall Securities

The Company wishes to advise that it has now placed all the outstanding SPP shortfall securities with a large resource investment fund who have agreed to take up the final 6,933,356 ordinary shares with 3,466,678 free attaching options under the same terms and conditions as previously announced, for a total consideration of $131,734. These shares and options will be issued early next week.

This final transaction brings the total funds raised under the SPP to $1 million and the total new funds raised under the SPP and Placement to $3 million.

Quotation of New Options

The Company would also like to confirm that it has commenced procedures seeking quotation on the ASX for the free attaching options issued as part of the Placement and the recent Securities Purchase Plan.

Yours sincerely

Henko Vos
Company Secretary