

ASX Release

29 April 2015

Quarterly Activities Report March Quarter 2015

Newera Resources Limited (ASX: NRU) ("Newera") is pleased to present the following report on its activities for the March 2015 quarter.

Following the announcement on 22 December 2014 that the Company had executed a binding Heads of Agreement to acquire Arena Resources Pty Ltd ("Arena"), an unlisted Australian private company that holds the rights to acquire up to a 90% interest in the Plomosas high-grade zinc project located in northern Mexico, an aggressive due diligence program was completed late in the March Quarter.

The positive outcomes of the due diligence led the Company to proceed with the acquisition and exercise its option to purchase 51% of the Plomosas Project (subject to Shareholder approval). This was announced to the market on 24 March along with the following highlights from the technical due diligence work completed by SRK Global, a well known international mining services group and ARC Resources Pty Ltd:

- the style of mineralisation and tenor of grades have been confirmed along with the prospectivity for identifying significant additional high grade mineralisation;
- targets for immediate drilling and resource definition programs have been identified which are immediately accessible;
- there is moderate capital requirement to refurbish the mine infrastructure which includes production and ventilation shafts and many kilometres of underground mine development.
- underground mine ground conditions and geotechnical requirements have been identified as good and manageable;
- the existing processing plant can be refurbished to treat ore up to a rate of 200 tonnes per day for potential early production but will need to be largely replaced if or when production is increased to 500 – 1,000tpd; been of high quality and in high demand for blending with ore from other operations in the region;

DIRECTORS

Mr Martin Blakeman
Executive Chairman

Mr Andrew Richards
Executive Director

Mr Chris Watts
Non-Executive Director

Chief Executive
Mr Will Dix

COMPANY SECRETARY
Mr Chris Watts

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- Capital and operating costs are anticipated to be low on a global comparison and in line with other operations in the immediate region however further work will be required through scoping and feasibility studies to confirm and quantify these estimates.

The legal and commercial due diligence similarly provided a level of comfort as to the status and good standing of the Plomosas tenements and ownership and the framework of operating in Mexico.

Next Steps and Capital Raising

An Extraordinary General Meeting is planned for the first week of June, subject to regulatory clearance. This will present a number of resolutions and proposals the details of which will be forwarded to Newera shareholders in due course.

Newera has also completed the full Share Sale Agreement (SSA) with the vendors of Plomosas through Arena Exploration Pty Ltd and, subject to ratification at the EGM the Company will own 51% of the project and be responsible for funding and managing exploration and development.

Concurrently with negotiating the SSA, and in order to fund both the acquisition and future work programs, the Company has been active in identifying and communicating with a number of potential investors and funding partners. As announced in the 24 March release, the Company has been able to secure a \$1.25M convertible note through the Copulos Group who are the current major shareholder of the Company. This will be converted at a future capital raising that will be undertaken to fund the forthcoming work programs that will include:

- Continued underground mapping and sampling;
- Underground exploration drilling and sampling
- Completion of environmental permitting
- Metallurgical testwork
- Resource and scoping study works

The Company continues to be excited by the mineralisation, prospectivity and early stage production opportunities offered at Plomosas and is committed to delivering value to Shareholders through effective and efficient exploration and considered strategic decisions.

Plomosas Project - Background

The Plomosas Project covers 11 Exploration and Exploitation Concessions totalling 3,019Ha in area with an extensive history of exploration and development in base metal operations. Plomosas is located in the northern Mexican state of Chihuahua, which neighbours Texas, USA, and is accessed by a two hour flight from Dallas.

The shallow dipping (10°-40°) Plomosas mineralisation itself has been mined in several stages since 1943 down to 270 metres below surface via room and pillar

stopes using traditional air leg drill and blast techniques. The mineralisation continues at depth and there is over 6 km strike of prospective stratigraphic horizon within the tenement package providing for excellent exploration potential and drill targeting.



Figure 1:

Project concessions are on the NE flank of the Sierra Monillas range and 5km from a sealed highway.

Plomosas - Geology

The high grade Plomosas base metal mineralisation appears to comprise predominantly intrusive-related hydrothermal replacement of limestone rich sedimentary units within a well-defined stratigraphic horizon, similar in style to Mississippi Valley Type (MVT) deposits.

Mineralisation in the Plomosas district exists as strati form sheets of manto style mineralisation with cross cutting "chimneys" influenced by the location of crosscutting linking faults. The host rocks are predominantly limestone and shale with marbles present in areas including the hanging wall sequence. The hanging wall to the mineralisation is constrained by a zone of ductile-brittle deformation that is part of a larger 'horst' structure where a series of normal faults cross cut a sequence of folds and thrusts. This system of brittle deformation is evident along a series of normal sub vertical faults generally striking NW-SE.

At Plomosas, the average thickness of the manto style mineralisation is over 3m within a thicker sequence up to 25m thick containing limestone + shale ± marble that dips uniformly at low angles (10° – 40°) to the north east. Mining has extensively focused on the limestone units and shown the ore to be highly visible with sharp contacts.

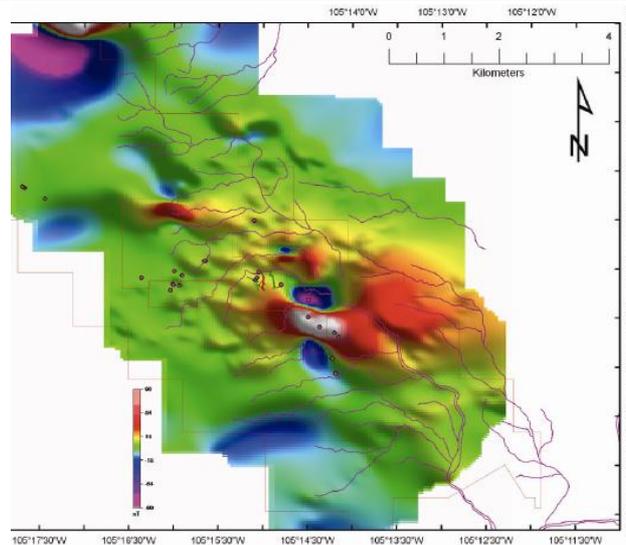


Figure 2: GMAG data over Plomosas area

NEWERA PROJECT PORTFOLIO:

Location	Project
Mexico:	Plomosas Project – Development/Prospective for Zinc.
Sweden:	Varmland Project (V100 and V101 Licences) – Prospective for Copper, Gold, Iron and PGE's.
Australia:	Jailor Bore Project – Prospective for Uranium.

Further Information:

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Competent Persons' Statement

The information in this report that relates to exploration results, data collection and geological interpretation is based on information compiled by Mr Andrew Richards BSc (Hons), Dip Ed, MAusIMM, MAIG, MSEG, GAICD who is a Member of the Australasian Institute of Mining and metallurgy (AusIMM) and Institute of Geoscientists (AIG). Mr Richards has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that is being undertaken to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves' (JORC Code). Mr Richards consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.