Quarterly Activities Report – June 2016

HIGHLIGHTS

Plavica Au-Ag-Cu Project

- The extensional drilling program continued at Plavica during the quarter ended 30 June 2016 (**Quarter**). A total of 25 core holes were drilled for a total of 5172.6m and a total of 24 RC holes were also drilled for 2673m. Drilling is ongoing at Plavica and the Company plans to complete a JORC 2012 compliant resource in the following Quarter.
- Results have been returned for 12 of the holes drilled this Quarter plus outstanding results from the three holes drilled last Quarter. Results were generally encouraging and included:

  - **MRDD019: 53m @ 4.07 g/t Au from 0m from the Maricanski Rid prospect.**

EXPLORATION & DEVELOPMENT PROGRESS DURING THE QUARTER

REPUBLIC OF MACEDONIA

PLAVICA HIGH SULPHIDATION EPITHERMAL GOLD-COPPER-SILVER PROJECT *(Figures 1 & 2)*

Following the granting of the 30 year Exploitation Licence at Plavica in May 2015, drilling has since focussed on extending and better understanding the previously known mineralisation at both the Plavica and Maricanski Rid prospects with a focus on the oxide gold potential. During the Quarter, drilling has continued at both these prospects using one core rig and one Reverse Circulation (RC) rig with the aim of re-doing the Inferred Resource at Plavica and completing a maiden Inferred Resource at Maricanski Rid in the following Quarter. Drilling is on track with one core rig and one RC rig currently in operation.

At Plavica a total of 11 core holes for 3063.4m and 12 RC holes for 1505m were completed. Results have been received for six of the core holes and one RC hole. In addition results were received for the 2 holes (PNDD072 and 073) drilled in the March Quarter. Results include:

- **PNDD073: 36m @ 2.12 g/t Au from 11m.**
- **PNDD076: 23m @ 0.74 g/t Au from 3m.**

At Maricanski Rid a total of 14 core holes for 2109.2m and 12 RC holes for 1168m were completed. Results have been received for five of the core holes. In addition results were received for the core hole (MRDD019) drilled in the March Quarter. Results include:

- **MRDD019: 53m @ 4.07 g/t Au from 0m.**
- **MRDD021: 25m @ 1.39 g/t Au from 0m.**
- **MRDD023: 43m @ 1.00 g/t Au from 73m.**

All intersections listed above are in oxide material. All the afore-mentioned drill hole locations are shown in Table 1 and 2 and Figure 2. Composites from results received this Quarter are shown in Table 3. Three sections from Maricanski Rid showing holes MRDD019, MRDD021 and MRDD023 are shown as Figures 3 to 5.

Genesis aims to finish this round of drilling and then complete a JORC compliant Resource in the 3rd Quarter of 2016. Genesis then expects to complete a feasibility study before October 2017, and has agreed to commit up to US $7.5m for these activities.

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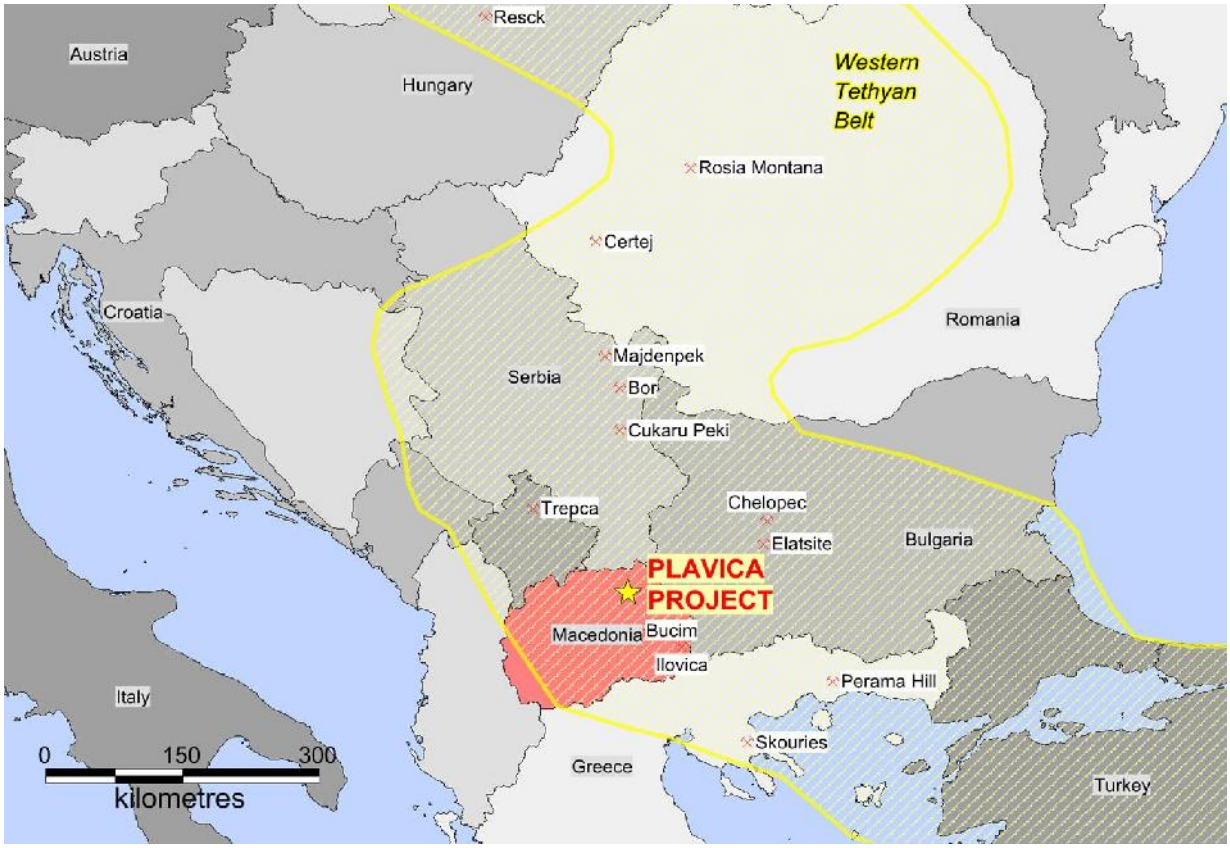


Figure 1 (above) Location of the Plavica Gold-Copper-Silver Project, Republic of Macedonia.

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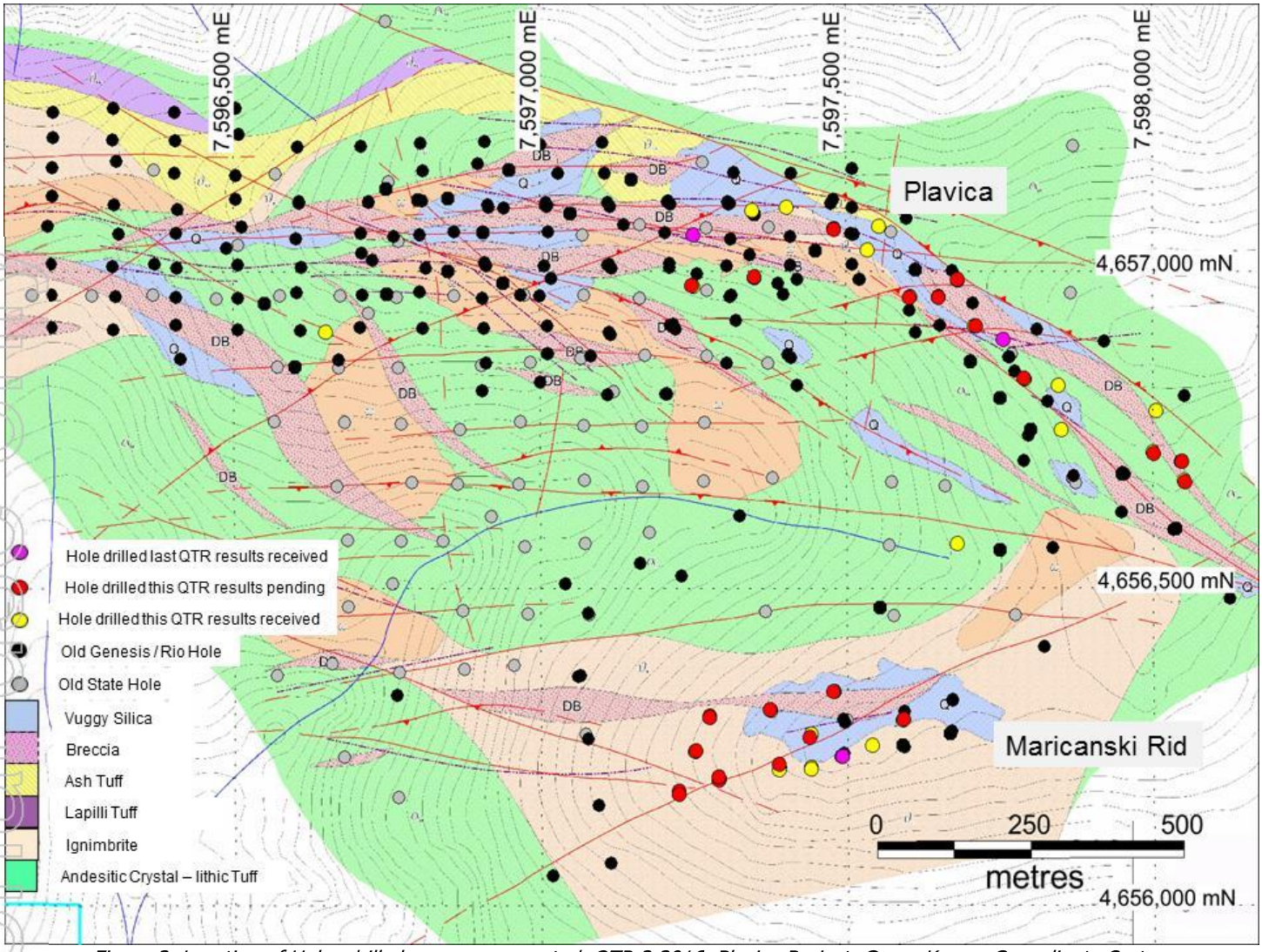


Figure 2 Location of Holes drilled or assays reported, QTR 2 2016, Plavica Project. Gauss Kruger Co-ordinate System.

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Prospect	Hole ID	Type	Final Depth	Dip	Azi Mag	East_GK	North_GK	RL m	Comments
Plavica	PNDD072	DD	236.10	-60	4	7597250.0	4657058.0	1178.0	Drilled last QTR
Plavica	PNDD073	DD	185.10	-50	4	7597756.0	4656892.0	1239.0	Drilled last QTR
Plavica	PNDD074	DD	201.55	-50	4	7597845.0	4656820.0	1265.0	Results Received
Plavica	PNDD075	DD	294.55	-50	4	7596650.0	4656905.0	1105.0	Results Received
Plavica	PNDD076	DD	353.95	-60.00	4	7597850.0	4656750.0	1240.0	Results Received
Plavica	PNDD077	DD	289.80	-50	4	7598005.0	4656780.0	1279.0	Results Received
Plavica	PNDD078	DD	328.70	-50	4	7597680.0	4656570.0	1176.0	Results Received
Plavica	PNDD079	DD	157.00	-50	4	7597554.0	4657071.0	1219.0	Results Received
Plavica	PNDD080	DD	205.31	-50	4	7597350.0	4656990.0	1169.0	Results Pending
Plavica	PNDD081	DD	247.10	-50	4	7597250.0	4656977.0	1157.0	Results Pending
Plavica	PNDD082	DD	336.95	-50	4	7598000.0	4656715.0	1266.0	Results Pending
Plavica	PNDD083	DD	302.25	-45	4	7598046.0	4656700.0	1265.0	Results Pending
Plavica	PNDD084	DD	346.20	-52	4	7598050.0	4656670.0	1255.0	Results Pending
Plavica	PNRC097	RC	168.00	-50	4	7597346.0	4657096.0	1192.0	Results Received
Plavica	PNRC098	RC	96.00	-60	360	7597403.0	4657100.8	1198.0	Results Pending
Plavica	PNRC099	RC	160.00	-50	360	7597534.0	4657034.0	1212.0	Results Pending
Plavica	PNRC100	RC	150.00	-60	360	7597604.0	4656960.0	1223.0	Results Pending
Plavica	PNRC101	RC	132.00	-60	360	7597709.0	4656914.0	1237.0	Results Pending
Plavica	PNRC102	RC	108.00	-60.00	4	7597681.0	4656986.0	1248.0	Results Pending
Plavica	PNRC103	RC	150.00	-55	4	7597650.0	4656960.0	1235.0	Results Pending
Plavica	PNRC105	RC	129.00	-55	340	7597480.0	4657067.0	1200.0	Results Pending
Plavica	PNRC106	RC	100.00	-55	4	7597790.0	4656830.0	1240.0	Results Pending
Plavica	PNRC107	RC	162.00	-50	4	7598390.0	4657040.0	1282.0	Results Pending
Plavica	PNRC108	RC	150.00	-50	184	7598390.0	4657040.0	1282.0	Results Pending

Table 1 Details of Holes drilled, QTR 2 2016, Plavica Prospect. Gauss Kruger Co-ordinate System. NB Collars have not yet been surveyed.

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Prospect	Hole ID	Type	Final Depth	Dip	Azi Mag	East_GK	North_GK	RL m	Comments
Maricanski Rid	MRDD019	DD	172.00	-55	184	7597490.0	4656235.0	1218.8	Drilled last QTR
Maricanski Rid	MRDD020	DD	150.10	-55	4	7597540.0	4656252.0	1211.6	Results Received
Maricanski Rid	MRDD021	DD	161.40	-55	184	7597540.0	4656252.0	1211.6	Results Received
Maricanski Rid	MRDD022	DD	134.30	-55	4	7597440.0	4656215.0	1211.0	Results Received
Maricanski Rid	MRDD023	DD	154.75	-55	184	7597440.0	4656218.0	1211.0	Results Received
Maricanski Rid	MRDD024	DD	155.50	-55	184	7597440.0	4656270.0	1199.0	Results Received
Maricanski Rid	MRDD025	DD	141.35	-55	4	7597440.0	4656270.0	1199.0	Results Pending
Maricanski Rid	MRDD026	DD	123.30	-55	184	7597290.0	4656200.0	1169.6	Results Pending
Maricanski Rid	MRDD027	DD	167.15	-60	184	7597590.0	4656292.0	1207.8	Results Pending
Maricanski Rid	MRDD028	DD	163.40	-55	4	7597224.0	4656180.0	1131.0	Results Pending
Maricanski Rid	MRDD029	DD	130.15	-55	184	7597224.0	4656180.0	1131.0	Results Pending
Maricanski Rid	MRDD030	DD	178.40	-55	4	7597274.4	4656298.3	1153.0	Results Pending
Maricanski Rid	MRDD031	DD	105.00	-55	184	7597274.4	4656298.3	1153.0	Results Pending
Maricanski Rid	MRDD032	DD	180.80	-45	325	7597250.0	4656243.0	1154.0	Results Pending
Maricanski Rid	MRDD033	DD	163.60	-55	4	7597478.0	4656337.0	1187.0	Results Pending
Maricanski Rid	MRRC001	RC	76.00	-90	0	7597490.0	4656235.0	1218.8	Results Pending
Maricanski Rid	MRRC002	RC	90.00	-90	0	7597540.0	4656252.0	1211.6	Results Pending
Maricanski Rid	MRRC003	RC	90.00	-90	0	7597440.0	4656215.0	1211.0	Results Pending
Maricanski Rid	MRRC004	RC	72.00	-90	0	7597440.0	4656270.0	1199.0	Results Pending
Maricanski Rid	MRRC005	RC	156.00	-55	4	7597760.0	4656260.0	1193.5	Results Pending
Maricanski Rid	MRRC006	RC	150.00	-50	184	7597760.0	4656263.0	1193.5	Results Pending
Maricanski Rid	MRRC007	RC	90	-90	0	7597274.4	4656298.3	1153.0	Results Pending
Maricanski Rid	MRRC008	RC	95	-90	0	7597374.7	4656308.0	1175.1	Results Pending
Maricanski Rid	MRRC009	RC	90	-90	0	7597478.0	4656337.0	1187.0	Results Pending
Maricanski Rid	MRRC010	RC	100	-90	0	7597289.3	4656197.6	1169.6	Results Pending
Maricanski Rid	MRRC011	RC	59	-90	0	7597387.6	4656214.0	1197.4	Results Pending
Maricanski Rid	MRRC011A	RC	100	-90	0	7597387.6	4656214.0	1197.4	Results Pending

Table 2 Details of Holes drilled, QTR 2 2016, Maricanski Rid Prospect. Gauss Kruger Co-ordinate System. NB Collars have not yet been surveyed.

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Prospect	Hole	From	To	Interval	Au g/T
Plavica	PNDD072				NSA
Plavica	PNDD073	11	47	36	2.12
Plavica	PNDD074	41	45	4	0.66
Plavica	PNDD074	98	101	3	0.5
Plavica	PNDD074	106	126	20	0.82
Plavica	PNDD075				NSA
Plavica	PNDD076	3	26	23	0.74
Plavica	PNDD076	190	193	3	0.64
Plavica	PNDD076	262	269	7	0.66
Plavica	PNDD077	44	49	5	0.56
Plavica	PNDD077	57	60	3	1.08
Plavica	PNDD077	95	99	4	0.83
Plavica	PNDD077	111	115	4	0.8
Plavica	PNDD077	130	136	6	1.42
Plavica	PNDD077	163	169	6	0.71
Plavica	PNDD077	183	186	3	0.56
Plavica	PNDD077	194	199	5	0.54
Plavica	PNDD077	239	244	5	0.97
Plavica	PNDD077	275	278	3	1.01
Plavica	PNDD077	282	286	4	0.52
Plavica	PNRC097				NSA

Table 3 (above): Significant Core Drilling Gold Results received, QTR 2 2016, Plavica Prospect Area. Compositing done with a 0.4 g/t Au cut-off, minimum 3m interval, maximum 3m internal waste. Core samples are all orientated standard HQ size core split in two using a core saw. Half the core was sampled at 1m intervals and the other half retained for reference purposes. All core was logged and photographed prior to sampling. Samples were sent to SGS Laboratories in Ankara, Turkey. Samples were assayed for gold by 30g Fire Assay and other elements by ICP. Standards, Blanks and Duplicates were also submitted for Laboratory Quality Assurance / Quality Control (QAQC). Intercept widths are not necessarily true widths.

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Prospect	Hole	From	To	Interval	Au g/T
Maricanski Rid	MRDD019	0	53	53	4.07
Maricanski Rid	MRDD019	68	86	18	0.48
Maricanski Rid	MRDD019	135	138	3	1.02
Maricanski Rid	MRDD019	155	160	5	0.55
Maricanski Rid	MRDD020	0	24	24	1.1
Maricanski Rid	MRDD020	29	33	4	2.42
Maricanski Rid	MRDD020	50	70	20	0.79
Maricanski Rid	MRDD020	99	104	5	0.56
Maricanski Rid	MRDD020	144	149	5	0.59
Maricanski Rid	MRDD021	0	25	25	1.39
Maricanski Rid	MRDD021	61	64	3	0.54
Maricanski Rid	MRDD021	106	109	3	0.62
Maricanski Rid	MRDD021	126	133	7	0.49
Maricanski Rid	MRDD021	154	159	5	0.64
Maricanski Rid	MRDD022	0	8	8	0.71
Maricanski Rid	MRDD022	17	20	3	0.61
Maricanski Rid	MRDD022	33	60	27	0.74
Maricanski Rid	MRDD022	88	93	5	0.72
Maricanski Rid	MRDD022	105	126	21	0.55
Maricanski Rid	MRDD023	0	13	13	1.18
Maricanski Rid	MRDD023	23	39	16	0.49
Maricanski Rid	MRDD023	53	59	6	0.57
Maricanski Rid	MRDD023	73	116	43	1
Maricanski Rid	MRDD023	120	142	22	0.78
Maricanski Rid	MRDD023	146	151	5	0.92
Maricanski Rid	MRDD024	0	28	28	0.69
Maricanski Rid	MRDD024	34	39	5	0.43
Maricanski Rid	MRDD024	49	64	15	0.52
Maricanski Rid	MRDD024	91	94	3	0.74
Maricanski Rid	MRDD024	104	116	12	0.53

Table 4 (above): Significant Core Drilling Gold Results received, QTR 2 2016, Maricanski Rid Prospect Area. Compositing done with a 0.4 g/t Au cut-off, minimum 3m interval, maximum 3m internal waste. Core samples are all orientated standard HQ size core split in two using a core saw. Half the core was sampled at 1m intervals and the other half retained for reference purposes. All core was logged and photographed prior to sampling. Samples were sent to SGS Laboratories in Ankara, Turkey. Samples were assayed for gold by 30g Fire Assay and other elements by ICP. Standards, Blanks and Duplicates were also submitted for Laboratory Quality Assurance / Quality Control (QAQC). Intercept widths are not necessarily true widths.

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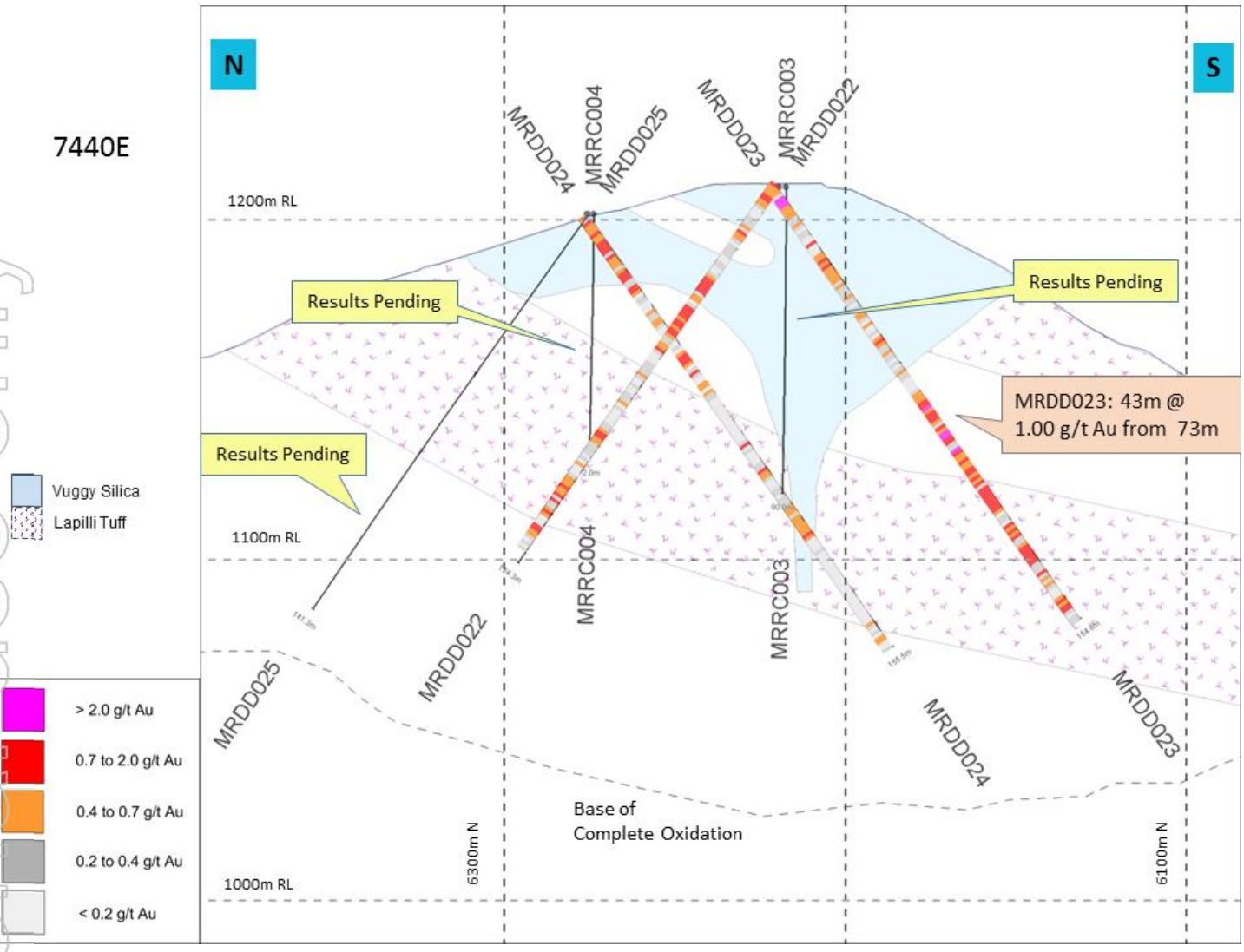


Figure 3 Maricanski Rid Section 7597440E Gauss Kruger, looking East.

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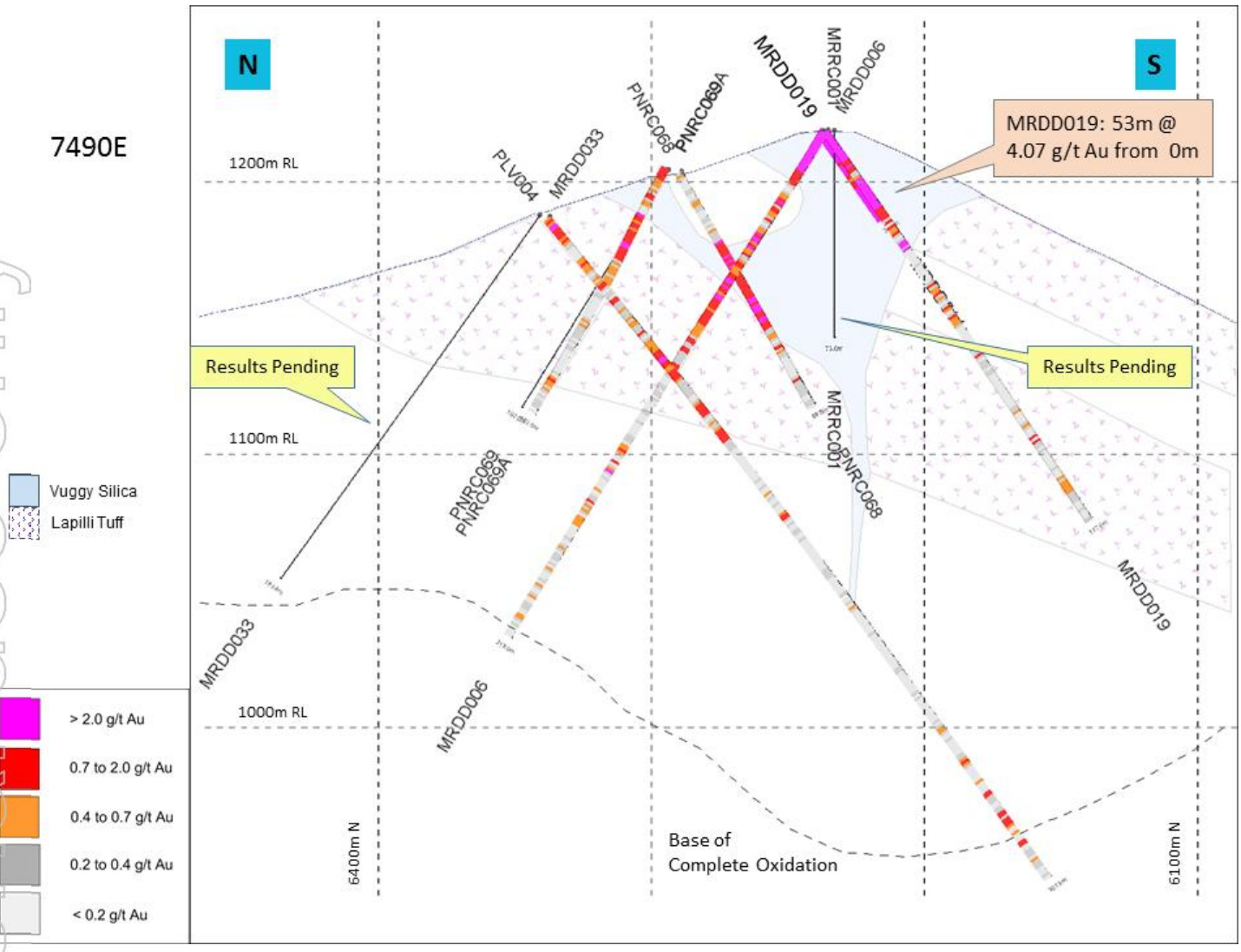


Figure 4 Maricanski Rid Section 7597490E Gauss Kruger, looking East.

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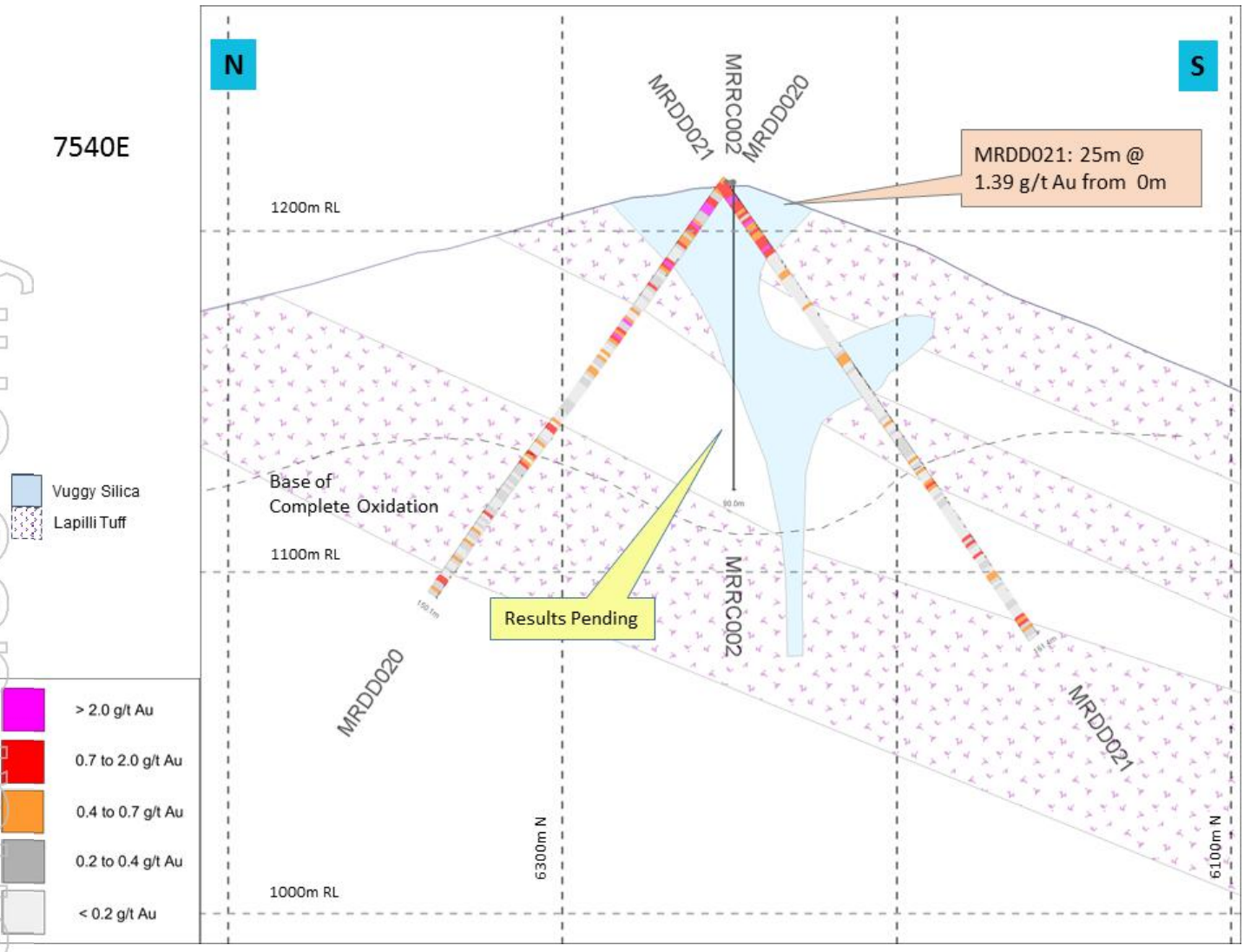


Figure 5 Maricanski Rid Section 7597540E Gauss Kruger, looking East.

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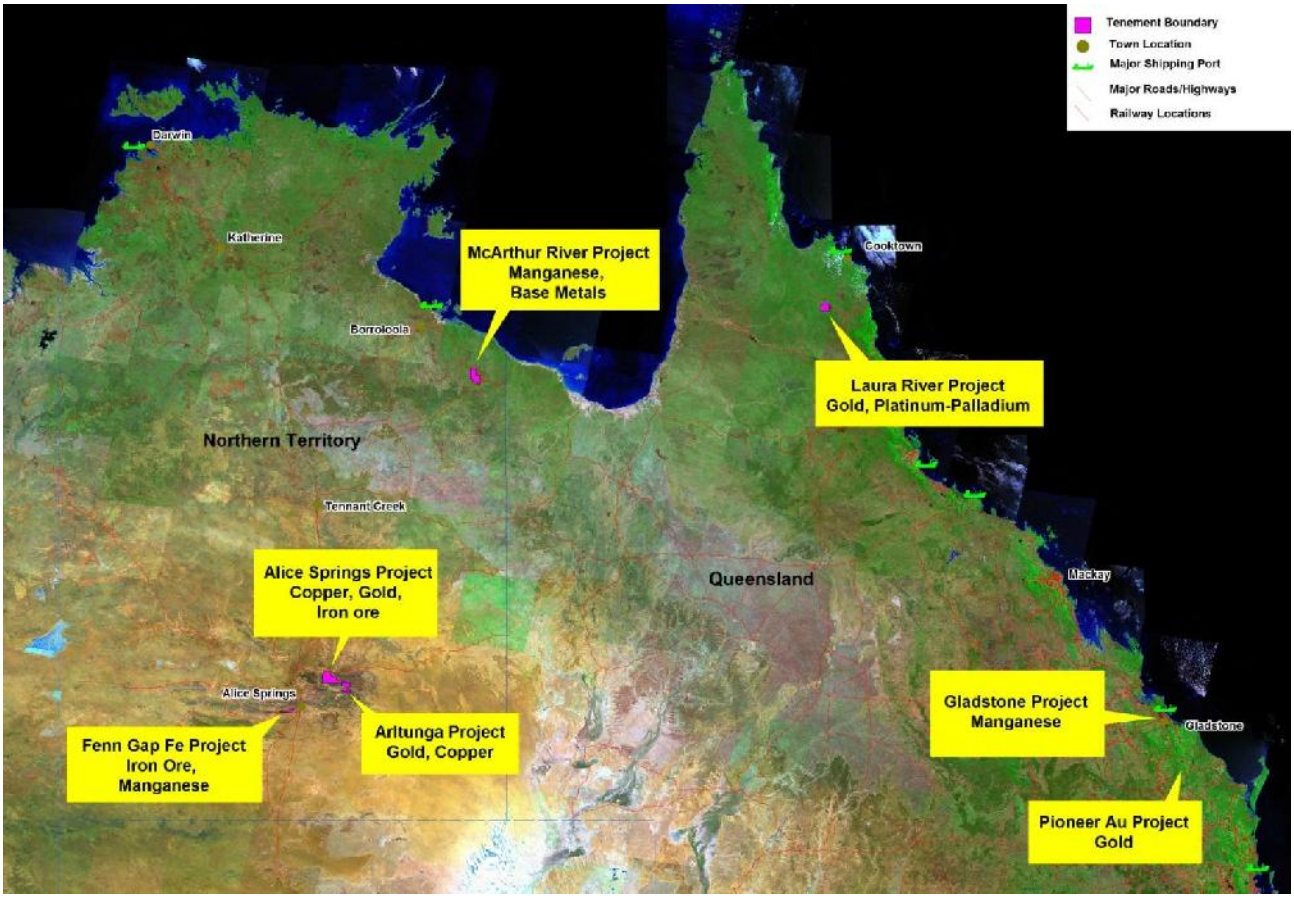


Figure 6 Location of Australian Projects.

AUSTRALIA

ARLTUNGA PROJECT: Copper, Gold, (GES 100%)

The Arltunga Gold Project consists of Exploration Licence EL25238 covering 95.2 sq km, is located approximately 110 km northeast of Alice Springs *(Figure 6)* in the vicinity of the Arltunga Goldfield. Thirty three historical gold mines and prospects are known in the licence area.

The Licence Renewal was approved on 6 February 2015 for a term of 2 years and will expire on 7 November 2016. All 31 sub-blocks were retained.

A full review of all available data is currently underway, with the aim of defining targets for Reverse Circulation drilling in Q3 2016.

The 9th Annual Technical Report was lodged on 9 November 2015 and accepted as satisfactory by the DME on the 19 November 2015.

An updated Mining Management Plan (MMP) was lodged on the 8 March 2016.

No field work was carried out during the current Quarter.

ALICE SPRINGS PROJECT: Copper, Gold, Iron (GES 100%)

The Alice Springs Project consists of Exploration Licence EL24817 covering 372.59 sq km, is located approximately 110-155 km northeast from Alice Springs in the Northern Territory *(Figure 5)*.

A Licence Renewal Application was lodged on 5 April 2016. It was approved on 13 May 2016 for a further term of 2 years and will expire on 17 April 2018. All 118 sub-blocks were retained.

The 10th Annual Technical Report was lodged on 18 April 2016 and accepted as satisfactory by the DME on the 9 May 2016.

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An updated Mining Management Plan (MMP) was lodged on the 23 February 2016 and accepted as satisfactory on the 20 June 2016.

No field work was carried out. In addition a full review of all available data is underway to define targets for RC drill testing during Q3 2016.

GLADSTONE-MOUNT MILLER PROJECT: Manganese (GES 100%)

The Gladstone-Mount Miller Project consists of Exploration Licence (EPM15771) covering 42.62sq km and Mining Lease Application (MLA80166) covering 32.24 Ha and is located approximately 15 km by road from the port of Gladstone on the east coast of central Queensland *(Figure 5)*.

The largest mine on the tenements controlled by Genesis was at Mount Miller. The mine opened in 1895 and operated intermittently until 1916 and then from 1958 to 1960. A total of 21,785 tonnes of ore was mined with a grade which ranged from 71% to 75% MnO_2.

The Licence Renewal was approved on 7 May 2013 for a term of 5 years and will expire on 18 June 2017.

As per the conditions of the exploration permit Genesis were required to relinquish 14 sub blocks from EPM 15771. A Partial Relinquishment Report was lodged on the 16 June 2016. 14 of the 21 sub blocks were relinquished, 7 sub-blocks were retained. EPM15771 now covers 42.62sq km.

The 9th Annual Technical Report was lodged on 20 June 2016.

A Partial Surrender of an Environmental Authority was lodged on the 27 June 2016.

No field work was carried out. A review of all available data is underway to confirm if more drilling is necessary at the Mt Miller mine and if other prospect areas on the tenement require drill testing during Q3 2016.

PIONEER PROJECT: Gold (GES 100%)

The Pioneer Project consists of one granted Exploration Permit Mineral (EPM15619) covering 6.23 sq km approximately 70 km by road from Bundaberg via the Bruce Highway in Queensland *(Figure 5)*.

The project lies within the Gaeta Goldfield and has undergone previous exploration for gold, uranium and base metals, with numerous historical gold workings located throughout the area. Historical mining was primarily focused on the Pioneer Reef which was the largest producer, but mining activities also included several other reefs including Gympie, Lord Nelson, West Yorkshire and Happy Jack.

A Licence Renewal Application was lodged on 28 April 2016 requesting another two year period. The licence currently expires on the 2 August 2016.

As per the conditions of the exploration permit Genesis were required to relinquish 2 sub blocks from EPM 15619. Pursuant to section 793 of the *Mineral Resources Act 1989 (MRA*), the relinquishment was accepted by the Department of Natural Resources and Mines Queensland on 22 August 2013. The tenement area has been reduced from 12.67 sq km to 6.23 sq km.

No field work was carried out. A review of all available data is underway to compile all geological mapping and define targets for drill testing during Q3 2016.

McARTHUR RIVER PROJECT: Manganese (GES 100%)

The McArthur River project consists of Exploration Licence EL24814 covering 380.88 sq km and is located approximately 850 km south east of Darwin in the Northern Territory and 450 km north-west of Mount Isa in Queensland *(Figure 5)*.

The project area contains the Masterton No2 manganese occurrence.

A Licence Renewal Application was lodged on 5 April 2016. It was approved on 13 May 2016 for a further term of 2 years and will expire on 17 April 2018. All 116 sub-blocks were retained.

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The 10th Annual Technical Report was lodged on 18 April 2016 and accepted as satisfactory by the DME on the 9 May 2016.

The Mining Management Plan Update was lodged on the 21 October 2015, it was accepted by DME on 30 October 2015.

No field work was carried out. A full review of all data available is underway to guide further exploration on the tenement.

LAURA RIVER Au-Pt PROJECT: (EMP15242) (GES:100%)

The Laura River project consists of Exploration Licence EPM15242 covering 82.67 sq km is centered on the Cape York Peninsular township of Laura, 210km north-west of Cairns and 88km west of Cooktown in North Queensland *(Figure 5)*. The area is prospective for gold. Several historical alluvial workings are found in the vicinity of the Laura River and tributaries.

The 8th Annual Technical Report was lodged on the 24 August 2015.

A Licence Renewal Application was lodged on the 19 May 2016 requesting another 2 year term. The tenement currently expires on the 23 August 2016.

As per the conditions of the exploration permit Genesis were required to relinquish 25 sub blocks from EPM 15242. A Partial Relinquishment Report was lodged on the 20 June 2016. 25 of the 50 sub blocks were relinquished, 25 sub-blocks were retained. EPM15242 now covers 82.67sq km.

A Partial Surrender of an Environmental Authority was lodged on the 22 June 2016.

No field work was carried out.

FENN GAP Mn-Fe PROJECT: (EMP24839) (GES:100%)

The Fenn Gap project consists of one Exploration Licence EL24839 which covers a total area of 26.93 sq km, is located approximately 25 km south west of Alice Springs in the Northern Territory *(Figure 5)*. The project is 25 km from major infrastructure such as the Stuart Highway and Alice to Adelaide Railway.

Genesis was issued with a Partial Cancellation Notice (Loss of Block Penalty) for Fenn Gap on 23 June 2014, requesting the relinquishment of 13 sub blocks. EL24839 now comprises of 14 sub blocks covering 26.93 sq km.

A Licence Renewal Application requesting another two year period was lodged on the 26 April 2016. The current expiry date was 5 May 2016. This application is still PENDING.

The 8th Annual Technical Report was lodged on 9 May 2016 and accepted as satisfactory by the DME on the 1 June 2016.

A Mining Management Plan Update was lodged on 7 September 2015. This was approved on 16 September 2015.

No field work was carried out. A full review of existing data has been completed. A further, more detailed review of drilling data is underway to determine if drilling has adequately tested the known manganese mineralisation.

TENEMENTS AS AT 30 JUNE 2016

PROJECT	TENEMENT NUMBER	COMMODITY	COMPANY'S BENEFICIAL INTEREST	CURRENT AREA (KM^2)	CURRENT HOLDER	COUNTRY/ STATE
Alice Springs	EL24817	Copper-Iron-Gold	100%	372.59	Genesis	NT
Arltunga	EL25238	Gold-PGE	100%	95.2	Genesis	NT
Fenn Gap	EL24839	Iron-Manganese	100%	26.93	Genesis	NT
Laura River	EMP15242	Gold-PGE	100%	82.67	Genesis	QLD

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Pioneer	EPM15619	Gold	100%	6.23	Genesis	QLD
McArthur River	EL24814	Manganese-Base Metals	100%	380.88	Genesis	NT
Gladstone	EPM15771	Manganese	100%	42.62	Genesis	QLD
Mt Miller	MLA80166	Manganese	100%	32.24 Ha	Genesis	QLD
Plavica & Crn Vrv	19-6648/1	Gold-Silver-Copper	62%	16.85	Silgen Resources	Macedonia

All tenements noted above are Exploration Licences except Plavica in Macedonia which is an Exploitation Licence.

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CORPORATE UPDATES

Events during the Quarter

Extraordinary General Meeting

On 22 April 2016 Genesis held an Extraordinary General Meeting. All resolutions proposed by the Company to shareholders at the Extraordinary General Meeting were unanimously carried on a show of hands.

Issue of Shares

On 6 May 2016, Genesis issued 27,139,541 fully paid ordinary shares to a professional and sophisticated investor under a capital raising placement at $0.04 per share.

Appointment of Non-Executive Directors

On 31 May 2016, two new Non-Executive Directors were appointed to the Board of the Company: Mr Kim Heng Lim and Mr Chin Niap Mah.

Events subsequent

None.

Securities on issue as at 30 June 2016:

CLASS OF SECURITIES	NO. OF SECURITIES ON ISSUE
Fully paid ordinary shares	**384,885,386**

Board and Management as at 30 June 2016

Mr Eddie Pang	Managing Director
Mr Deric Wee	Non-Executive Director
Ms Alyn Tai	Non-Executive Director
Mr Kim Heng Lim	Non-Executive Director
Mr Chin Niap Mah	Non-Executive Director
Ms Sophie Karzis	Company Secretary
Ms Patricia Wong	Chief Financial Officer
Mr James Patterson	Exploration Manager

COMPETENT PERSON

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by James Patterson, a Competent Person who is a Member of the Australian Institute of Geoscientists. James Patterson is a full-time employee of Genesis. James Patterson 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'. James Patterson consents to the inclusion in the report of the matters based on his information in the form and context of which it appears.

-ENDS

About Genesis Resources Limited

Genesis Resources Limited is an Australian company with a portfolio of quality gold, iron, manganese, uranium and base metal (copper-zinc-silver) in the highly prospective Proterozoic and Phanerozoic metallogenic provinces of northern and central Australia. Genesis has signed a Joint Venture over an advanced copper-gold project (Plavica) within the Former Yugoslav Republic of Macedonia. The Plavica Project lies within Carpathian Volcanic Arc, a major epithermal province running through Eastern Europe, which is highly prospective for gold, copper and silver mineralisation. Genesis' projects are close to established infrastructure including railways, shipping ports, highways, power stations and populated areas. The Company's objective is to provide rapid capital growth through mineral discoveries and development of economic deposits in Australia and overseas.

For more information please visit the Company's website at: www.genesisresourcesltd.com.au

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Appendix 1
Reporting of Exploration Results – Plavica Project
JORC Code, 2012 Edition – Table 1 Report

The following section is provided to ensure compliance with the JORC (2012) requirements for the reporting of Exploration Results for the Plavica project.

Section 1 - Sampling Techniques and Data

Criteria	JORC Code explanation	Commentary
Sampling techniques	• *Nature and quality of sampling (eg cut channels, random chips, or specific specialised industry standard measurement tools appropriate to the minerals under investigation, such as down hole gamma sondes, or handheld XRF instruments, etc). These examples should not be taken as limiting the broad meaning of sampling.*	• N/A
	• *Include reference to measures taken to ensure sample representivity and the appropriate calibration of any measurement tools or systems used.*	• N/A
	• *Aspects of the determination of mineralisation that are Material to the Public Report.*	• Holes were generally drilled towards grid north with dips of approximately 60 degrees to optimally intersect the steeply dipping east-west striking mineralised zones of high sulphidation style epithermal mineralization.
	• *In cases where 'industry standard' work has been done this would be relatively simple (eg 'reverse circulation drilling was used to obtain 1 m samples from which 3 kg was pulverised to produce a 30 g charge for fire assay'). In other cases more explanation may be required, such as where there is coarse gold that has inherent sampling problems. Unusual commodities or mineralisation types (eg submarine nodules) may warrant disclosure of detailed information.*	• The drill hole locations are to be picked up by local survey contractors using a DGPS (Differential Global Positioning System). • Down hole surveys have been undertaken using a Reflex EZ-Trac tool. Down hole surveys were conducted at intervals of 25m. • All DD holes completed by the Genesis were sampled by cutting the core longitudinally in half using diamond saws. Sampling of diamond core was also undertaken on 1m intervals. • Diamond core was drilled to obtain high quality samples that were logged for lithological, structural, geotechnical, density and other attributes. Sampling of diamond core was also on one meter intervals with the core being cut in half using a diamond core saw • Sub-samples of ~3 kg were sent to the laboratory for assaying. Analysis has been performed by commercial laboratories with samples sent to SGS Ankara. The samples sent to SGS follow standard SGS crushing and pulverization procedures and a conventional fire assay procedure with either atomic absorption or gravimetric finish on a 30 gram sub-sample. Fire Assay is considered a total recovery method for gold.

Criteria	JORC Code explanation	Commentary
		• QC samples have been inserted into the routine sample stream to monitor sample quality as per industry best practice. These include standards, blanks and duplicates at regular (25m intervals) • RC Samples were split every 1m at the rig using a rifle splitter and the sub-samples of approximately 3kg sent to SGS Ankara.
Drilling techniques	• *Drill type (eg core, reverse circulation, open-hole hammer, rotary air blast, auger, Bangka, sonic, etc) and details (eg core diameter, triple or standard tube, depth of diamond tails, face-sampling bit or other type, whether core is oriented and if so, by what method, etc).*	• The core drill rigs used 3m drill rods. Diamond drilling has employed a 63.5mm diameter HQ 'standard tube' core drilling methods. • RC drilling has been completed with 6m rods using a 4.5" or 121 mm face sampling hammer bit. • Orientation are completed every run (maximum 3m) using a spear technique. Diamond drill core is typically orientated where possible though often the core is highly fractured and cannot be reliably orientated using standard techniques.
Drill sample recovery	• *Method of recording and assessing core and chip sample recoveries and results assessed.* • *Measures taken to maximise sample recovery and ensure representative nature of the samples.* • *Whether a relationship exists between sample recovery and grade and whether sample bias may have occurred due to preferential loss/gain of fine/coarse material.*	• Diamond drill core is assessed by measuring the recovered drill length against the actual drilled. Diamond drill recovery is generally above 95%.Recoveries drop to less than this in minor (1-2m) zones of vuggy silica and clay. • RC sample weights have been taken on all primary samples. Theoretical sample weights are then compared to the actual sample to identify any intervals that have had poor recovery. Average recoveries for RC holes are >95% but can vary significantly between holes. • No detailed analysis of grade versus recovery has been undertaken at this stage however comparison of RC against DD gold results indicates a slight positive bias for RC drilling. This may indicate some loss of fines when using DD methods. • No coarse gold has been observed through Photo-micrographic studies.

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Criteria	JORC Code explanation	Commentary
Logging	• *Whether core and chip samples have been geologically and geotechnically logged to a level of detail to support appropriate Mineral Resource estimation, mining studies and metallurgical studies.* • *Whether logging is qualitative or quantitative in nature. Core (or costean, channel, etc) photography.* • *The total length and percentage of the relevant intersections logged.*	• All drill holes have been logged in full and record standard criteria such as lithology, alteration, mineralisation, structural, weathering and oxidation. Geotechnical data such as drill recovery, RQD, hardness, fracture type and frequency are also recorded for input into future scoping level mining studies. • All logging is entered into excel spreadsheet templates or onto hard copy forms which are transferred to excel spreadsheets. These spreadsheets are then routinely imported into Micromine. • All diamond core is photographed in a wet and dry state.
Sub-sampling techniques and sample preparation	• *If core, whether cut or sawn and whether quarter, half or all core taken.* • *If non-core, whether riffled, tube sampled, rotary split, etc and whether sampled wet or dry.* • *For all sample types, the nature, quality and appropriateness of the sample preparation technique.* • *Quality control procedures adopted for all sub-sampling stages to maximise representivity of samples.* • *Measures taken to ensure that the sampling is representative of the in situ material collected, including for instance results for field duplicate/second-half sampling.* • *Whether sample sizes are appropriate to the grain size of the material being sampled.*	• Refer to the above sampling techniques • Quarter core duplicates are submitted every 50m.
Quality of assay data and laboratory tests	• *The nature, quality and appropriateness of the assaying and laboratory procedures used and whether the technique is considered partial or total.* • *For geophysical tools, spectrometers, handheld XRF instruments, etc, the parameters used in determining the analysis including instrument make and model, reading times, calibrations factors applied and their derivation, etc.* • *Nature of quality control procedures adopted (eg standards, blanks, duplicates, external laboratory checks) and whether acceptable levels of accuracy (ie lack of bias) and precision have been established.*	• Refer to the above analysis methods • Industry standard QC sample insertion procedures have been adopted. QC insertion rates are: - every 50m is a field duplicate, - every 25m is a Standard, - every 50m is a coarse blank • The QAQC results indicate acceptable levels of precision and accuracy

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Criteria	JORC Code explanation	Commentary
Verification of sampling and assaying	• *The verification of significant intersections by either independent or alternative company personnel.* • *The use of twinned holes.* • *Documentation of primary data, data entry procedures, data verification, data storage (physical and electronic) protocols.* • *Discuss any adjustment to assay data.*	• Samples are currently submitted to an umpire laboratory however the results are yet to be reviewed • Data is imported into Micromine. There is no adjustment of assay data.
Location of data points	• *Accuracy and quality of surveys used to locate drill holes (collar and down-hole surveys), trenches, mine workings and other locations used in Mineral Resource estimation.* • *Specification of the grid system used.* • *Quality and adequacy of topographic control.*	• A local control station near the project is utilised by the local surveying contractor. Holes are routinely surveyed using Surveyors with DGPS equipment. • All surveys are taken using the Gauss–Krüger (GK) coordinate system which has been the system used for survey by Genesis at Plavica since 2012.
Data spacing and distribution	• *Data spacing for reporting of Exploration Results.* • *Whether the data spacing and distribution is sufficient to establish the degree of geological and grade continuity appropriate for the Mineral Resource and Ore Reserve estimation procedure(s) and classifications applied.* • *Whether sample compositing has been applied.*	• The nominal drill hole spacing is 100m (easting) x 50m (northing) • Samples are collected at one meter lengths and are not composited in the field / core-shed.
Orientation of data in relation to geological structure	• *Whether the orientation of sampling achieves unbiased sampling of possible structures and the extent to which this is known, considering the deposit type.* • *If the relationship between the drilling orientation and the orientation of key mineralised structures is considered to have introduced a sampling bias, this should be assessed and reported if material.*	• Holes were generally drilled towards grid north with dips of approximately 45 to 60 degrees to optimally intersect the steeply dipping east-west striking mineralised zones • No orientation based sampling bias has been identified in the data at this stage
Sample security	• *The measures taken to ensure sample security.*	• Chain of Custody is managed by Genesis Staff. All drilling assay samples were collected from the field by Genesis personnel. Core samples were stored at the secure sample processing and storage facility where they were subsequently processed and prepared for pickup. This facility has CCTV. Assay samples were collected by appropriately qualified staff at the laboratories.

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Criteria	JORC Code explanation	Commentary
Audits or reviews	• *The results of any audits or reviews of sampling techniques and data.*	• An audit of drilling and sampling procedures was undertaken by Golder Associates in 2012 at the commencement of that years drilling program. A number of priority based recommendations were provided to Genesis. All priority 1 recommendations were implemented and many of the lower priority actions have also been completed. The implementation of these recommendations has provided increased confidence in the quality of the data used in the resource estimate

Section 2 – Reporting of Exploration Results.

Criteria	JORC Code explanation	Commentary
Mineral tenement and land tenure status	• *Type, reference name/number, location and ownership including agreements or material issues with third parties such as joint ventures, partnerships, overriding royalties, native title interests, historical sites, wilderness or national park and environmental settings.* • *The security of the tenure held at the time of reporting along with any known impediments to obtaining a licence to operate in the area.*	• A 30 year Exploitation Licence and Concession Agreement were granted to Silgen Resources International Ltd, an incorporated joint venture entity owned by Genesis and its Macedonian-based joint venture partner RIK Sileks AD Kratovo. Silgen is 62% owned by Genesis. The JV Company has been formally granted the Licence for a term of 30 years. The area covered by the Licence totals 16.85 km2. • Genesis has pledged its 62% share of Silgen to completing a Feasibility Study to mine Plavica and has agreed to spend USD $7.5M for this work. • All Australian Tenements are Exploration Licences except Mt Millar which is a Mining Lease Application and are 100% owned by Genesis.
Exploration done by other parties	• *Acknowledgement and appraisal of exploration by other parties.*	• At Plavica previous small scale mining was undertaken by Romans and Ottoman Turks. 2 adits were completed by British Mines Selection in the 1930's targeting enargite veins. • Previous exploration has been conducted by the Yugoslav Government, Cyprus Amax, Rio Tinto and European Minerals.

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Criteria	JORC Code explanation	Commentary
Geology	• *Deposit type, geological setting and style of mineralisation*	• Both Plavica and Maricanski Rid host oxide gold mineralization in vuggy silica and clay zones within silica caps of a high sulphidation epithermal style setting. Alunite alteration is widespread. • Beneath this oxide zone is a series of steeply dipping E-W striking structures comprising enargite-pyrite veins and vuggy silica zones. These zones are rich in Au, Cu, Ag and occasionally Pb and Zn. • The prospects lie within the Western Tethyan Arc and are Tertiary in age.
Drill hole Information	• *A summary of all information material to the understanding of the exploration results including a tabulation of the following information for all Material drill holes:* *o easting and northing of the drill hole collar* *o elevation or RL (Reduced Level – elevation above sea level in metres) of the drill hole collar* *o dip and azimuth of the hole* *o down hole length and interception depth* *o hole length.* • *If the exclusion of this information is justified on the basis that the information is not Material and this exclusion does not detract from the understanding of the report, the Competent Person should clearly explain why this is the case.*	• All drill hole collars with location, elevation, depth, dip and azimuth are tabulated in the body of the report.
Data aggregation methods	• *In reporting Exploration Results, weighting averaging techniques, maximum and/or minimum grade truncations (e.g. cutting of high grades) and cut-off grades are usually Material and should be stated.* • *Where aggregate intercepts incorporate short lengths of high grade results and longer lengths of low grade results, the procedure used for such aggregation should be stated and some typical examples of such aggregations should be shown in detail.* • *The assumptions used for any reporting of metal equivalent values should be clearly stated.*	• A 0.4 g/t Au cut-off is used for reporting of Au grades and a 0.3 % for Cu grades. No top cuts are used. • A minimum of 3m length is used for compositing and a maximum of 3m of internal waste is used. These parameters are considered adequate for this deposit style. • No metal equivalents used
Relationship between mineralisation widths and intercept lengths	• *These relationships are particularly important in the reporting of Exploration Results.* • *If the geometry of the mineralisation with respect to the drill hole angle is known, its nature should be reported.* • *If it is not known and only the down hole lengths are reported, there should be a clear statement to this effect (e.g. 'down hole length, true width not known').*	• Core orientation and sectional interpretation suggest the mineralised zones are sub-vertical. • Holes are drilled on 45 to 60 degree angles to intersect the zones at the highest angle possible but also taking into account the steep topography of the area and the difficulty of locating drill pads. As a result the mineralized zones are intersected at an oblique angle and therefore down-hole lengths are not true widths.

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Criteria	JORC Code explanation	Commentary
Diagrams	• *Appropriate maps and sections (with scales) and tabulations of intercepts should be included for any significant discovery being reported. These should include, but not be limited to a plan view of drill hole collar locations and appropriate sectional views.*	• A plan and section are included. .
Balanced reporting	• *Where comprehensive reporting of all Exploration Results is not practicable, representative reporting of both low and high grades and/or widths should be practiced to avoid misleading reporting of Exploration Results.*	• Of the holes reported this Quarter, some had significant results whilst others had 'No Significant Assays' (NSA).
Other substantive exploration data	• *Other exploration data, if meaningful and material, should be reported including (but not limited to): geological observations; geophysical survey results; geochemical survey results; bulk samples – size and method of treatment; metallurgical test results; bulk density, groundwater, geotechnical and rock characteristics; potential deleterious or contaminating substances.*	• N/A.
Further work	• *The nature and scale of planned further work (e.g. tests for lateral extensions or depth extensions or large-scale step-out drilling).* • *Diagrams clearly highlighting the areas of possible extensions, including the main geological interpretations and future drilling areas, provided this information is not commercially sensitive.*	• Further step-out drilling will depend on the next set of results that are currently pending.

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Rule 5.5

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/2013

Name of entity

GENESIS RESOURCES LIMITED

ABN	Quarter ended ("current quarter")
22 114 787 469	**30 June 2016**

Consolidated statement of cash flows

		Current quarter $A'000	Year to date (12 months) $A'000
	Cash flows related to operating activities		
1.1	Receipts from product sales and related debtors		
1.2	Payments for (a) exploration & evaluation	(533)	(2,482)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(425)	(1,809)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	-	-
1.5	Interest and other costs of finance paid	2	10
1.6	Income taxes paid	(7)	(25)
1.7	Other (provide details if material)	-	-
	Net Operating Cash Flows	(963)	(4,306)
	Cash flows related to investing activities		
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity in subsidiary	-	(5)
	(c) other fixed assets	-	(7)
	(d) other non current assets	-	-
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
	(d) other non current assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
	Net investing cash flows	-	(12)
1.13	Total operating and investing cash flows (carried forward)	(963)	(4,318)

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1.13	Total operating and investing cash flows (brought forward)	(963)	(4,318)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	1,000	2,328
1.17	Repayment of borrowings	(85)	(527)
1.18	Dividends paid	-	-
1.19	Unallocated shares application fund	-	1,041
1.20	Transaction costs	-	-
	Net financing cash flows	915	2,842
	Net increase (decrease) in cash held	(48)	(1,476)
1.20	Cash at beginning of quarter/year to date	566	2,035
1.21	Exchange rate adjustments to item 1.20	(14)	(55)
1.22	**Cash at end of quarter**	504	504

Payments to directors of the entity, associates of the directors, related entities of the entity and associates of the related entities

		Current quarter $A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	-
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

None

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

None

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

None

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

		Amount available $A'000	Amount used $A'000
3.1	Loan facilities (refer to (i) and (iii) below)	7,000	-
3.2	Credit standby arrangements	-	-

(i) In September 2013, the Company entered into a loan agreement with an unrelated Malaysian based financing company pursuant to which the financing company made available a loan facility to the Company, with a $3 million facility limit (**First Loan Facility**). In April 2014, the parties reached an agreement to increase the First Loan Facility limit from $3 million to $7 million on the same terms and conditions provided for in the existing loan agreement. Total funds of $7 million remain available for draw down by Genesis under the First Loan Facility.

Estimated cash outflows for next quarter

		$A'000
4.1	Exploration and evaluation	1,022
4.2	Development	-
4.3	Production	-
4.4	Administration	260
	Total	**1,282**

(ii) Whilst the Company expects that its estimated cash flows will exceed its cash currently at hand, the Company has access to the loan facilities as detailed above.

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Current quarter $A'000	Previous quarter $A'000
5.1	Cash on hand and at bank	504	566
5.2	Deposits at call	-	-
5.3	Bank overdraft	-	-
5.4	Other (Term deposit – bank guarantee)	98	98
	Total: cash at end of quarter (item 1.22)	**602**	**664**

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Changes in interests in mining tenements and petroleum tenements

		Tenement reference and location	Nature of interest (note (2)	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed	-	-	-	-
6.2	Interests in mining tenements and petroleum tenements acquired or increased	-	-	-	-

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	**Preference +securities** *(description)*	-	-	-	-
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3	**+Ordinary securities**	384,885,386	384,885,386	Fully paid	Fully paid

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7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	Genesis issued a total of 27,139,541 ordinary shares during the quarter under a placement on 6 May 2016.	27,139,541	27,139,541 shares were issued at $0.04 per share under a placement on 6 May 2016.	The 27,139,541 shares issued on 6 May 2016 are fully paid up at $0.04 per share
7.5	+**Convertible debt securities** (*description)*	-	-	-	-
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	-	-	-	-
7.7	**Options** *(description and conversion factor)*	-	-	-	-
7.8	Issued during quarter	-	-	-	-
7.9	Exercised during quarter	-	-	-	-
7.10	Expired during quarter	-	-	-	-
7.11	**Debentures** *(totals only)*	-	-		
7.12	**Unsecured notes** *(totals only)*	-	-		

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Compliance statement

1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).

2 This statement does give a true and fair view of the matters disclosed.



Alyn Tai
Non-Executive Director
29 July 2016

Notes

1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.

2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements and petroleum tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement or petroleum tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.

3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.

4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.

5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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