



Aeris
RESOURCES

Emerging Mid-Tier Copper Producer

Corporate Presentation

July 2018

ASX: AIS



Disclaimer



Forward-Looking Information

Certain statements contained in this press release constitute forward-looking statements or forward-looking information. The words "intend", "may", "would", "could", "will", "plan", "anticipate", "believe", "estimate", "expect", "target" and similar expressions are intended to identify forward-looking statements. These statements are based on certain factors and assumptions and while Aeris considers these factors and assumptions to be reasonable based on information currently available, they may prove to be incorrect. Forward-looking statements are given only as at the date of this release and Aeris disclaims any obligation to update or revise the forward-looking statements, whether as a result of new information, future events or otherwise, except as required by law.

Competent Persons Statement

Competent Person's Statement: The Mineral Resource statement has been prepared by Mr Brad Cox.

Mr Cox confirms that he is the Competent Person for all the Mineral Resource estimates summarised in this Report and he has read and understood the requirements of the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code, 2012 Edition). Mr Cox is a Competent Person as defined by the JORC Code, 2012 Edition, having relevant experience to the style of mineralisation and type of deposit described in the Report and to the activity for which he is accepting responsibility. Mr Cox is a Member of the Australasian Institute of Mining and Metallurgy (MAusIMM No. 220544). Mr Cox has reviewed the Report to which this Consent Statement applies. Mr Cox is a full time employee of Aeris Resources Limited.

Mr Ian Sheppard, confirms that he is the Competent Person for all the Ore Reserve estimates summarised in this Report and Mr Sheppard has read and understood the requirements of the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code, 2012 Edition). Mr Sheppard is a Competent Person as defined by the JORC Code, 2012 Edition, having five years' experience that is relevant to the style of mineralisation and type of deposit described in the Report and to the activity for which he is accepting responsibility. Mr Sheppard is a Member of The Australasian Institute of Mining and Metallurgy, No. 105998. Mr Sheppard has reviewed the Report to which this Consent Statement applies. Mr Sheppard is a full time employee of Aeris Resources Limited.

Mr Sheppard has disclosed to the reporting company the full nature of the relationship between himself and the company, including any issue that could be perceived by investors as a conflict of interest. Mr Sheppard has disclosed to the reporting company the full nature of the relationship between himself and the company, including any issue that could be perceived by investors as a conflict of interest. Specifically Mr Sheppard has rights to 22,418,546 share options that were issued on 15 December 2015 that will vest over five years from the issue date and may be converted to shares over time when various conditions are met. All dollar figures are in Australian dollars unless otherwise indicated.



- **Flagship Tritton Copper Operations located in regional hotspot in Western NSW**
 - Historical 5 year, average annual copper production of 27kt, a 19% increase on previous 5 year average
 - Mine plan expected to deliver average annual copper production of 24ktpa over the next 5 years, underpinned by reserves
 - 1.8Mtpa processing plant fed from multiple underground mines with prospective greenfield and brownfield mine life extensions, highlighted by recent encouraging Kurrajong drill results
 - Promising regional exploration opportunities across 1,800km² tenement package, with 750kt copper discovered to date in Southern corridor and 4 initial targets identified in Northern area
- **Torrens is a highly prospective IOCG copper-gold project located in Eastern Gawler Craton (SA)**
 - Significant coincident magnetic and gravity footprint, proximate to Olympic Dam and Carrapateena
 - All approvals now secured and a major drilling campaign to commence in first half of FY19 with 8-10 target areas, based on the 28 gravity anomalies identified through recent airborne gravity survey
- **Successful operational turnaround and financial restructure implemented**
 - Future value growth strongly leveraged to copper price and exploration upside
 - Continue prudent capital management to optimise capital structure and add value
- **Company now focused on realising organic and strategic growth opportunities**
 - Attractive mix of organic growth opportunities across existing portfolio
 - Strategy to become a mid-tier, multi-mine copper producer through organic growth and M&A

Aeris Resources Corporate overview



Capital Structure

| | |
|---|--------------------------|
| Ordinary shares on issue | 280.2 million |
| Convertible preference shares (CPS) | 93.4 million |
| Management performance options ⁽¹⁾ | 93.4 million |
| Fully diluted shares outstanding | 467.0 million |
| Share price (as at 20 July 2018) | A\$0.155 |
| Fully diluted market capitalisation | A\$72m / US\$54m |
| Plus: Debt (30 June 2018) ⁽²⁾ | A\$67m / US\$50m |
| Less: Cash (30 June 2018) | A\$23m / US\$17m |
| Enterprise value | A\$116m / US\$87m |

Share Price Performance



Shareholding Structure

| | | |
|--|--------|-------|
| SPOV (a subsidiary of a fund managed by PAG) | 140.1m | 30.0% |
| Other shareholders | 140.1m | 30.0% |
| Standard Chartered Bank (CPS) | 93.4m | 20.0% |
| Management (options) | 93.4m | 20.0% |

Board and Management

| | |
|--|--|
| Andre Labuschagne Executive Chairman | Alastair Morrison Non-Executive Director |
| Rob Brainsbury Chief Financial Officer | Michele Muscillo Non-Executive Director |
| Ian Sheppard Chief Operating Officer | Marcus Derwin Non-Executive Director |

Note: AUDUSD FX rate of 0.75 applied

(1) Management options are subject to vesting conditions over a 5 year period

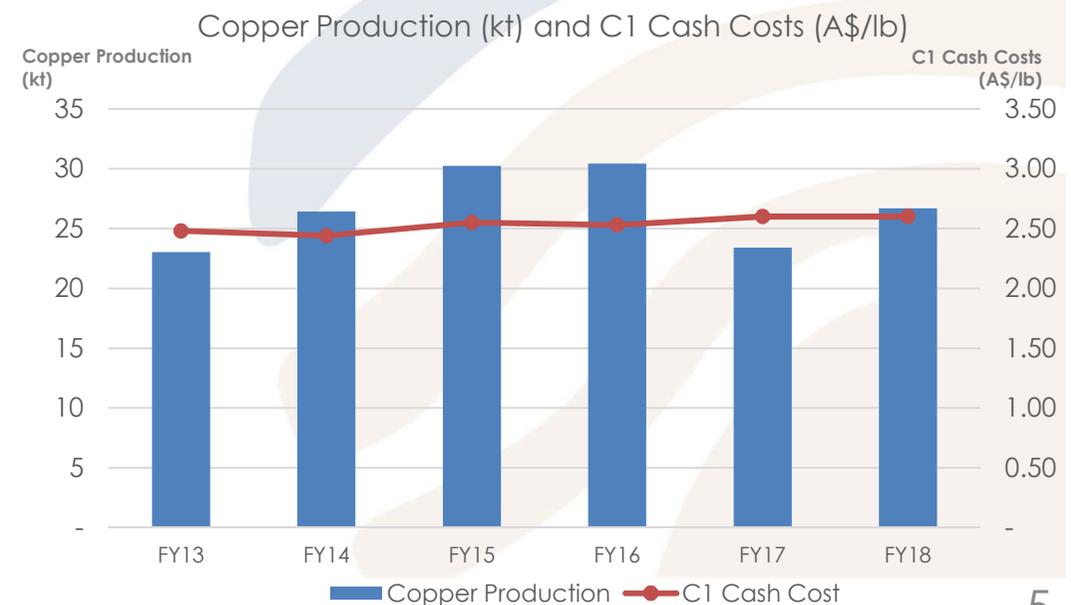
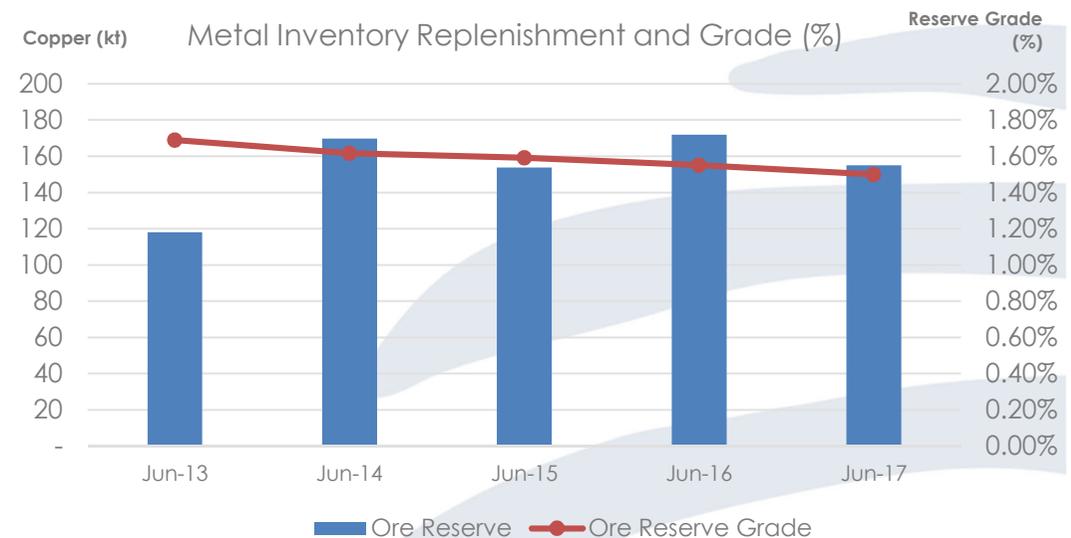
(2) Aeris has option of paying Arranger Fee (included in Debt) of US\$5M in shares. Eg. converting at A\$/US\$ 0.75 and AIS share price of \$0.12/share would result in 55,555,556 shares being issued to SPOV.

Aeris Resources

Successful operational turnaround implemented



- 5 year, average annual copper production of 27.4kt, a 19% increase on prior 5 year average
- Tritton Deeps and Murrawombie mines successfully developed
- Mill throughput increased from 1.27Mtpa in FY13 to 1.6Mtpa in FY18
- Pipeline of new mining projects identified and developed to replenish reserve inventory base
- Exploration programs recommenced with early success at the Kurrajong prospect, located 20km east of Tritton processing infrastructure
- Divestment or closure of non-core assets
- Cost reduction and management through operational enhancements



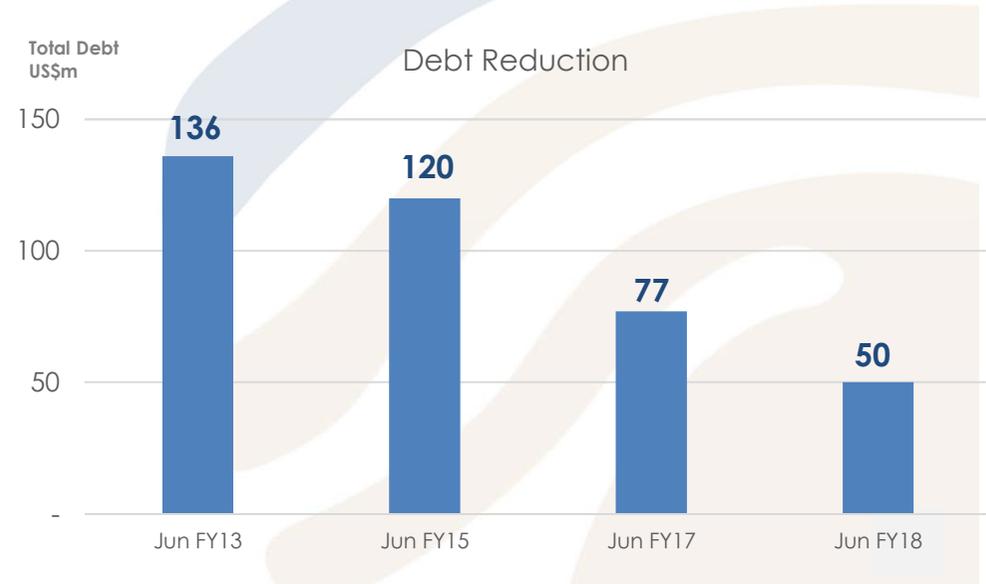
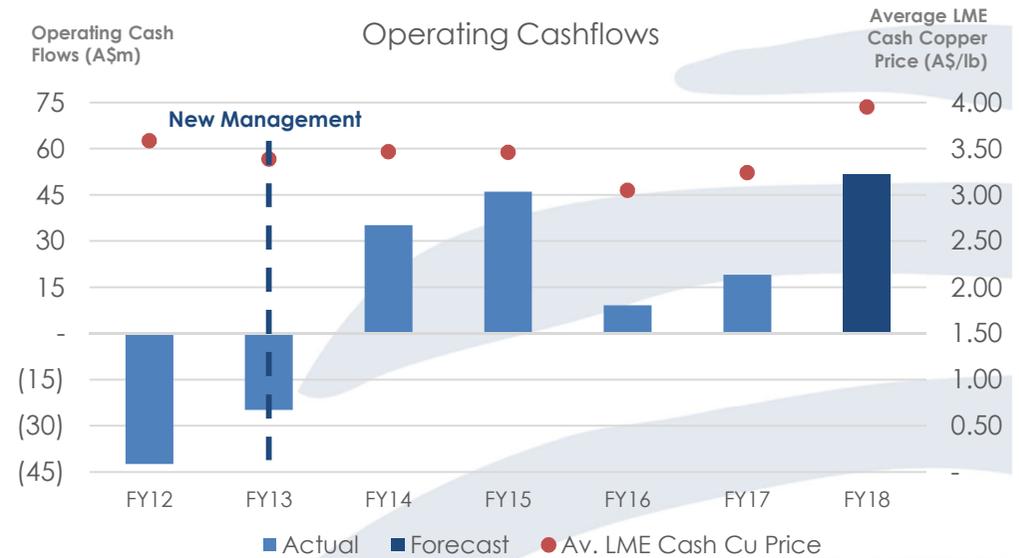
Financial restructure completed



- Inherited highly over-levered balance sheet
- Completed two major financial restructures in December 2015 and February 2018
- Total debt reduced from US\$136m to US\$50m
- Strong cash flow management and improved operating performance
- Consistent positive operational cash flow achieved

~\$107m value enhancing financial restructure completed in February 2018

- Senior debt reduced by 53%
- Share capital reduced by 50% for \$1
- Copper price participation cancelled for \$1

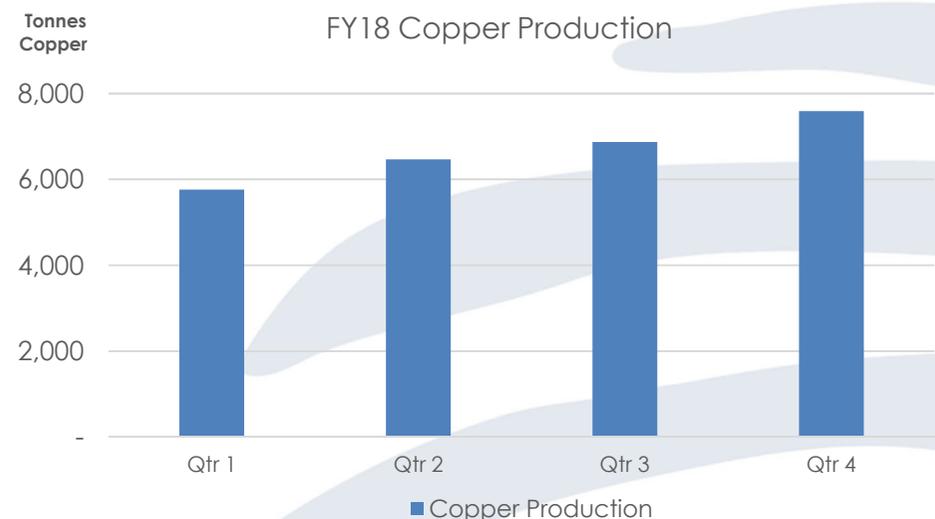


Aeris Resources

Strong fourth quarter results



- Best quarter of year (Q4 FY18):
 - Copper production of 7,580 tonnes
 - C1 A\$2.10/lb and AISC A\$2.79/lb
- FY18 total copper production of 26,686 tonnes
- Exciting drilling results from the Kurrajong prospect, including:
 - 19.4m @ 2.18% Cu, 0.30g/t Au, 7g/t Ag from 676.6m (TKJD014)
 - 4.60m @ 5.09% Cu, 0.79g/t Au, 17g/t Ag from 403.4m (TKJD015)
 - 5.65m @ 2.52% Cu, 0.20g/t Au, 6g/t Ag from 418.1m (TKJD015)
- Airborne gravity survey over Torrens project completed – 28 gravity anomalies identified
- Cash and receivables at Qtr end increased by \$5.1 million to \$29.8 million (including \$23.3m cash)



Tritton Copper Operations

Established copper mine in highly prospective region



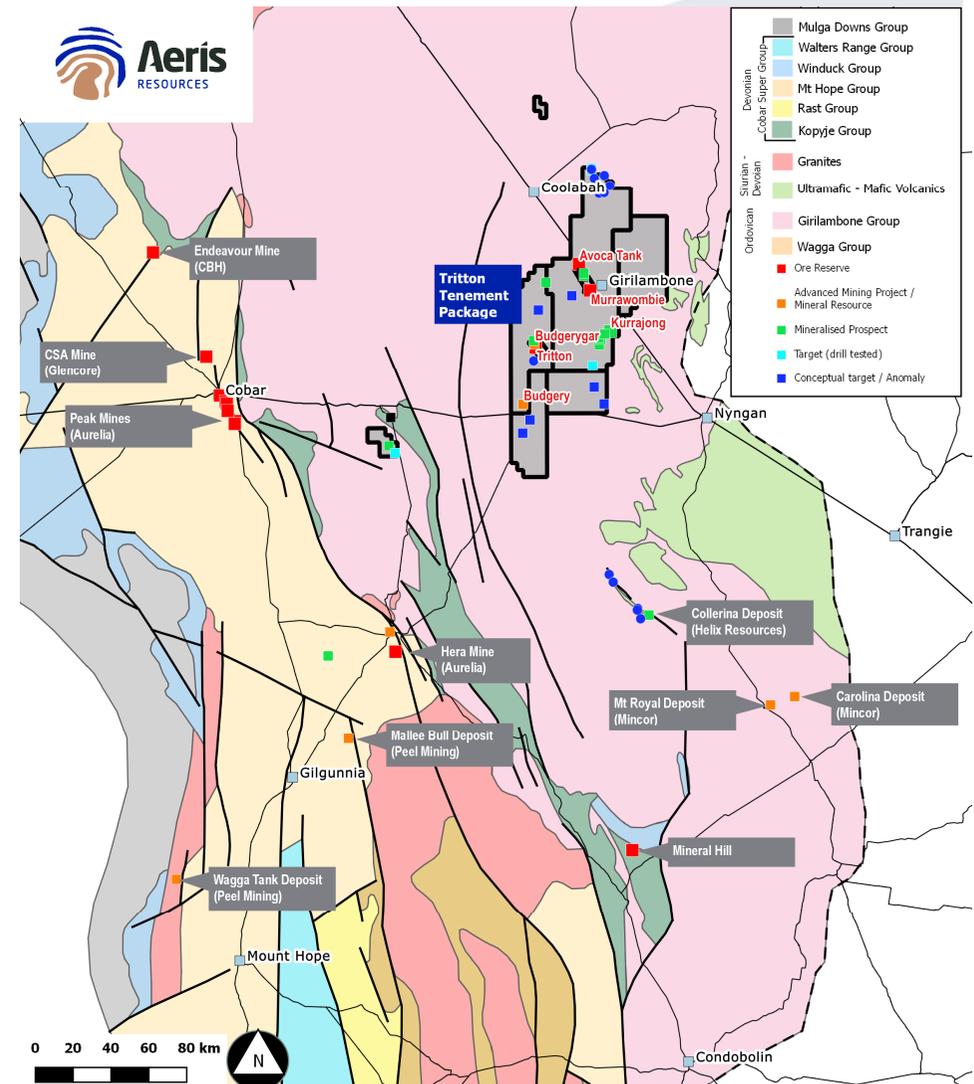
Tritton Copper Operations

- Tritton deposit is a >20Mt copper dominant system
- UG long hole open stoping from Tritton and Murrawombie
- First production in 2005 with >320kt Cu produced to date
- Copper concentrate shipped from Port Waratah (Newcastle) under offtake arrangement with Glencore

Western NSW Region (Girilambone and Cobar Basins)

- Strategic position in prolific mining district renowned for vertical continuity and clustering of deposits
- Highly endowed region with notable producers and explorers:
 - CSA (Glencore)
 - Peak Mines (Aurelia)
 - Mallee Bull / Southern Nights (Peel)
- >50% Tritton tenement package under-explored

Regional Map – Western NSW



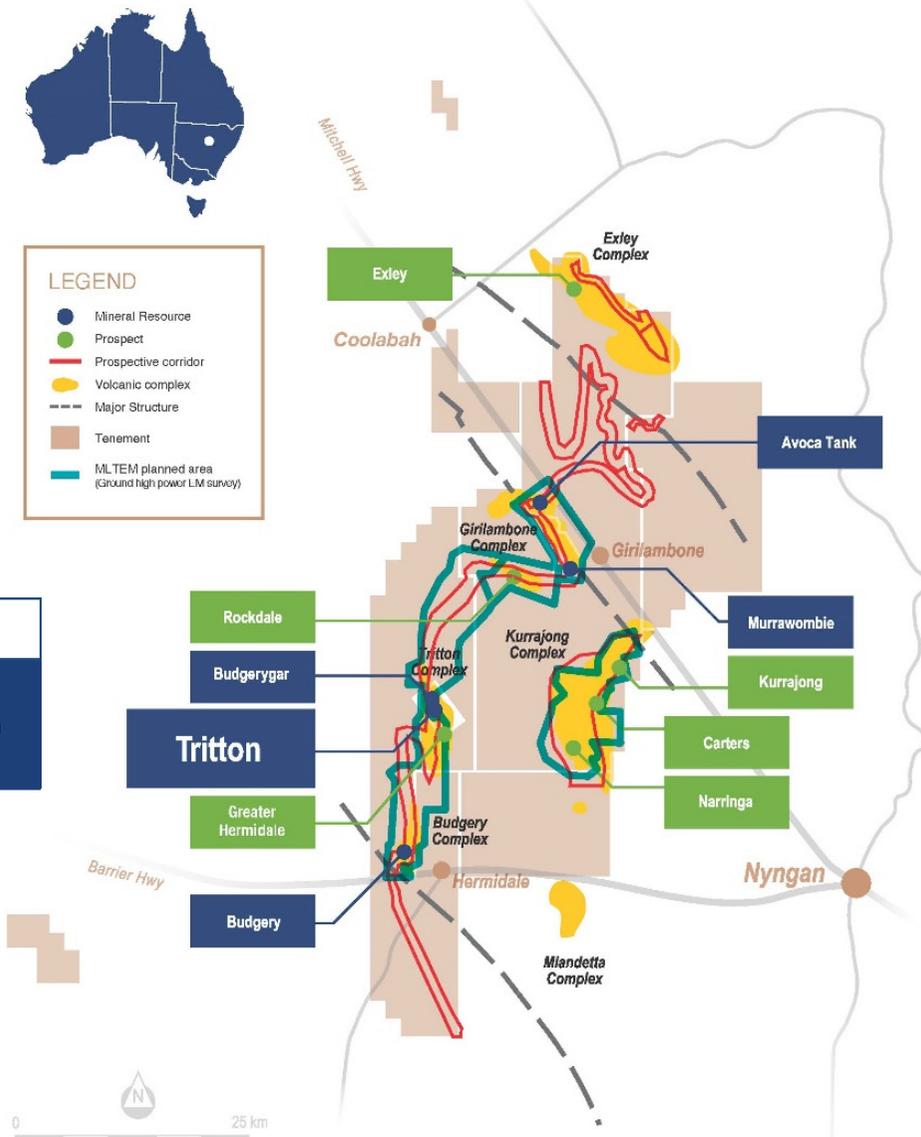
Tritton Copper Operations

5 year mine plan producing 24ktpa, underpinned by reserves



- 5 year mine plan averaging Cu production of 24ktpa:
 - 1.65Mtpa average annual processing rate
 - Capex and exploration funded through operating cashflows
 - Gold production 5koz+ pa
- Underpinned by existing reserves of 10.5Mt at 1.5% Cu for 150kt Cu metal⁽¹⁾⁽²⁾
- Mining primarily from existing UG operations at Tritton and Murrawombie, supplemented by new mining areas from FY20

| Tritton LoM Mining Areas | Ore Reserves ⁽¹⁾ | | Mine Plan | |
|--------------------------|-----------------------------|--------------------|-------------|------------|
| | Cu Metal (kt) | Cu Grade (%) | Development | Production |
| Tritton UG | 82 | 1.6% | Developed | FY19-FY22 |
| Murrawombie UG | 41 | 1.4% | Developed | FY19-FY22 |
| Avoca Tank UG | 18 | 2.5% | FY19- FY20 | FY20 |
| Budgery UG/OP | n/a ⁽²⁾ | n/a ⁽²⁾ | FY20-FY21 | FY22-FY23 |
| Murrawombie OP | 14 | 0.9% | FY22 | FY23 |



(1) As at 30 June 2017

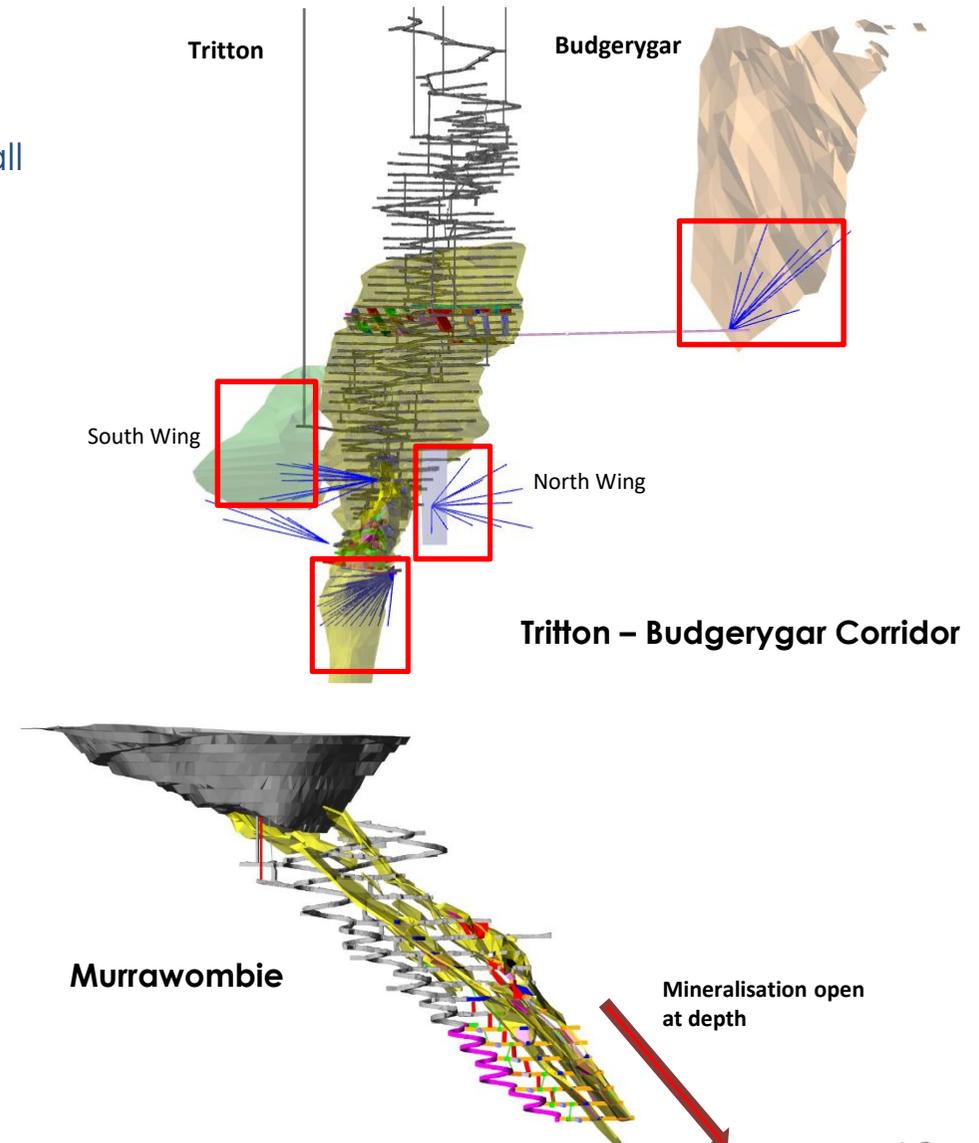
(2) 5 year plan is reserve backed with the exception of Budgery Pit (Mineral Resource)

Tritton Copper Operations

Near-mine exploration potential to extend mine life



- Exploration has been limited due to capital constraints over last 5+ years
- Strong down-dip continuity is a feature common across all known deposits within tenement package:
 - Tritton traced down-dip 2km and still remains open
- Tritton Mine:
 - Mineralisation continues at depth
 - Mineralisation traced along strike (North and South wings)
- Budgerygar Deposit:
 - Near-mine Mineral Resource not in mine plan of 1.6Mt @ 1.5% Cu (20kt Cu)
 - Potentially mined from Tritton
 - Tritton to Budgerygar corridor prospective but little drilling to date
- Murrawombie Mine:
 - Mineralisation continues at depth but little drilling to date
- Key focus for FY19 is:
 - i. Tritton at depth and wings
 - ii. Tritton - Budgerygar corridor

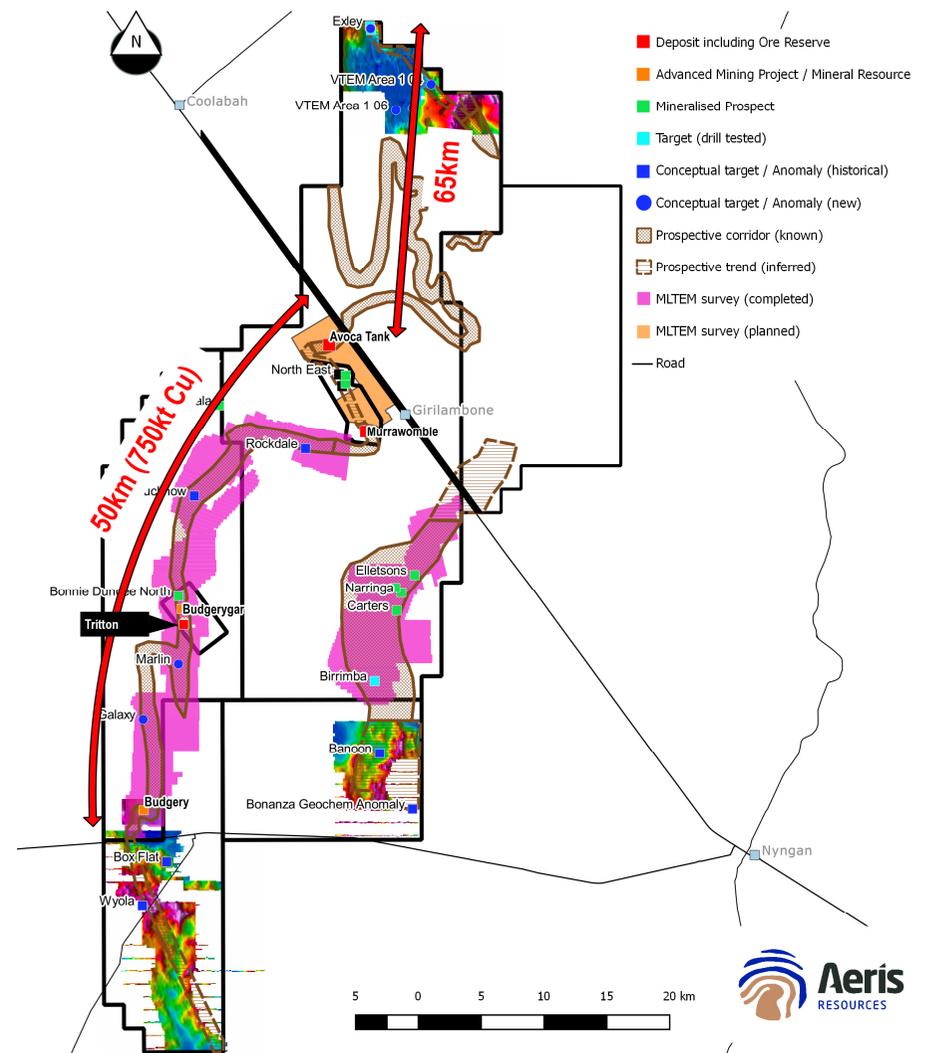


Tritton Copper Operations

Regional exploration opportunities across highly prospective corridors



- Greenfield exploration strategy is focused on discovering Tritton-scale orebodies (i.e. +10Mt)
- Airborne EM and ground based EM surveying technology now able to see deeper and identify new anomalies (i.e. Kurrajong)
- Southern half highly endowed and producing strong results from restart drilling at Kurrajong:
 - To date, 750kt of Cu has been discovered along a geological trend of 50km of strike
- Northern half historically underexplored:
 - Recent mapping extended prospective geological corridor by 65km
 - Airborne EM program in early 2017 identified 4 new EM anomalies at northern extremity of tenements
- Key activities of FY19 for exploration:
 - Kurrajong (application for 12 additional drill holes approved)
 - Airborne EM over remainder of northern half of tenement package
 - Ground EM over the 4 new anomalies identified in the 2017 airborne EM program



Tritton Copper Operations

Highly encouraging drill results at Kurrajong prospect



- Kurrajong prospect located 20km east of Tritton processing infrastructure

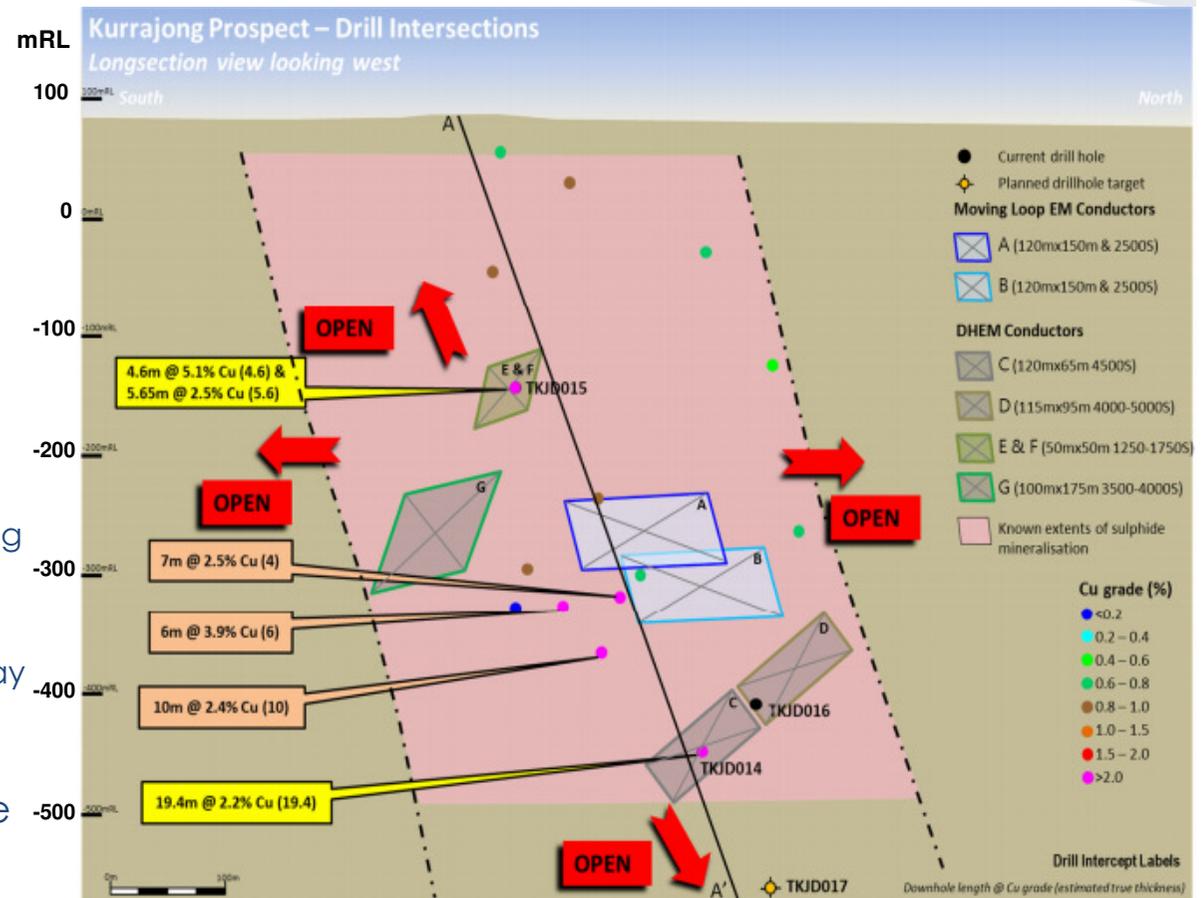
- Exploration program to date:
 - 2012-13 drill campaign confirmed mineralisation
 - 2017 MLTEM survey
 - 2018 follow-up drilling (ongoing)

- Three drill holes completed from current program:

TKJD014: 19.4m @ 2.18% Cu, 0.3g/t Au, 7g/t Ag
 TKJD015: 4.60m @ 5.09% Cu, 0.79g/t Au, 17g/t Ag
 5.65m @ 2.52% Cu, 0.2g/t Au, 6g/t Ag
 TKJD016: intersected a 50m zone of sulphide mineralisation (containing <10% sulphides) (assay results pending)

- Downhole EM surveys infer extension of strike (still open in all directions)

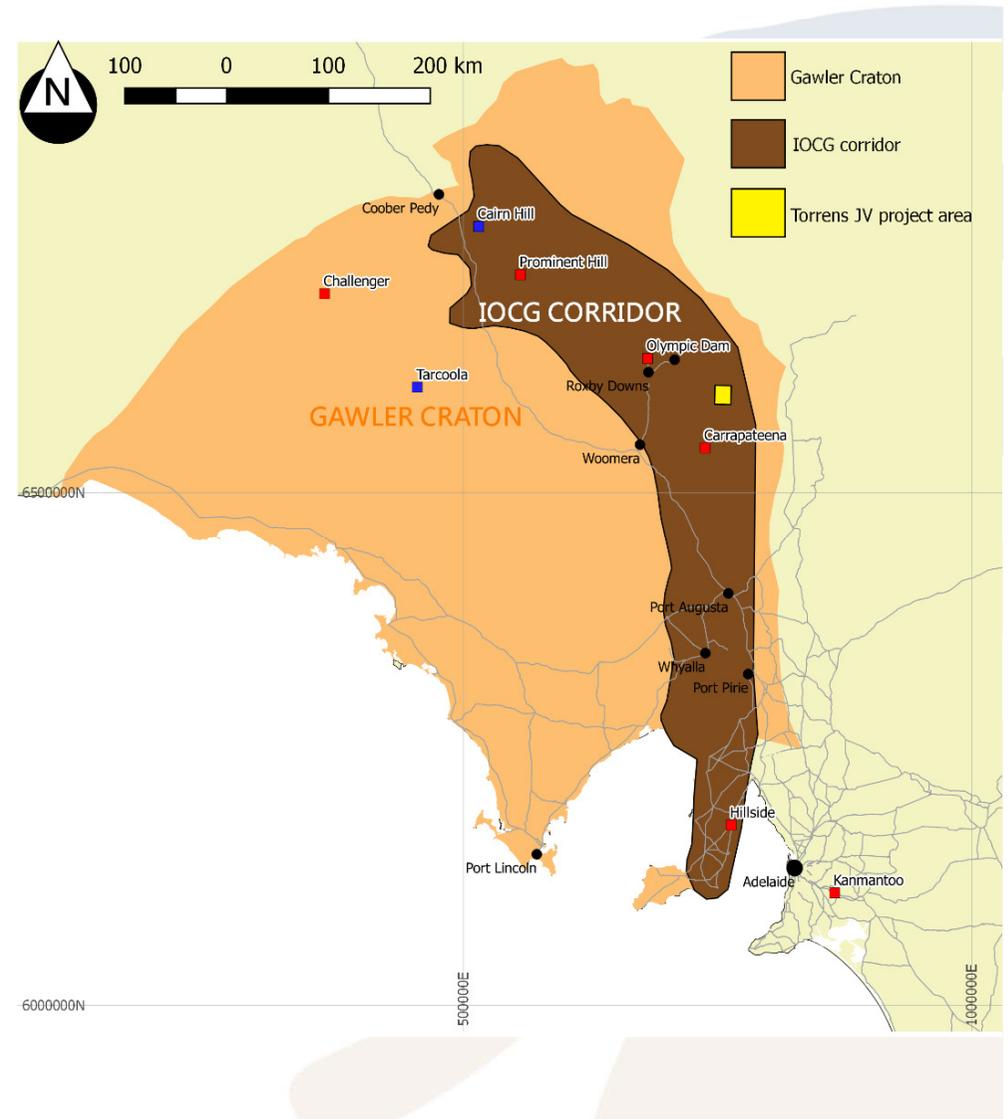
- Drilling program to be accelerated in FY19 with drill results announced periodically



Torrens Project (AIS 70%) Potential major new copper-gold project in the Eastern Gawler Craton



- Aeris holds a 70% interest in the Torrens Project through a JV with Argonaut Resources (30%)
- Torrens located on Eastern Gawler Craton IOCG corridor in South Australia, which hosts several large scale deposits and world class copper-gold operations:
 - Olympic Dam
 - Carrapateena
 - Prominent Hill
- Torrens Project contains a regionally significant coincident magnetic and gravity footprint (11km x 6.5km):
 - Bigger footprint than Olympic Dam (6km x 3.5km)
 - In total 28 gravity anomalies identified from latest geophysical survey
- All regulatory approvals recently secured to commence major new drill program in first half FY19
- Approval permit for drilling of up to 70 deep diamond drill holes

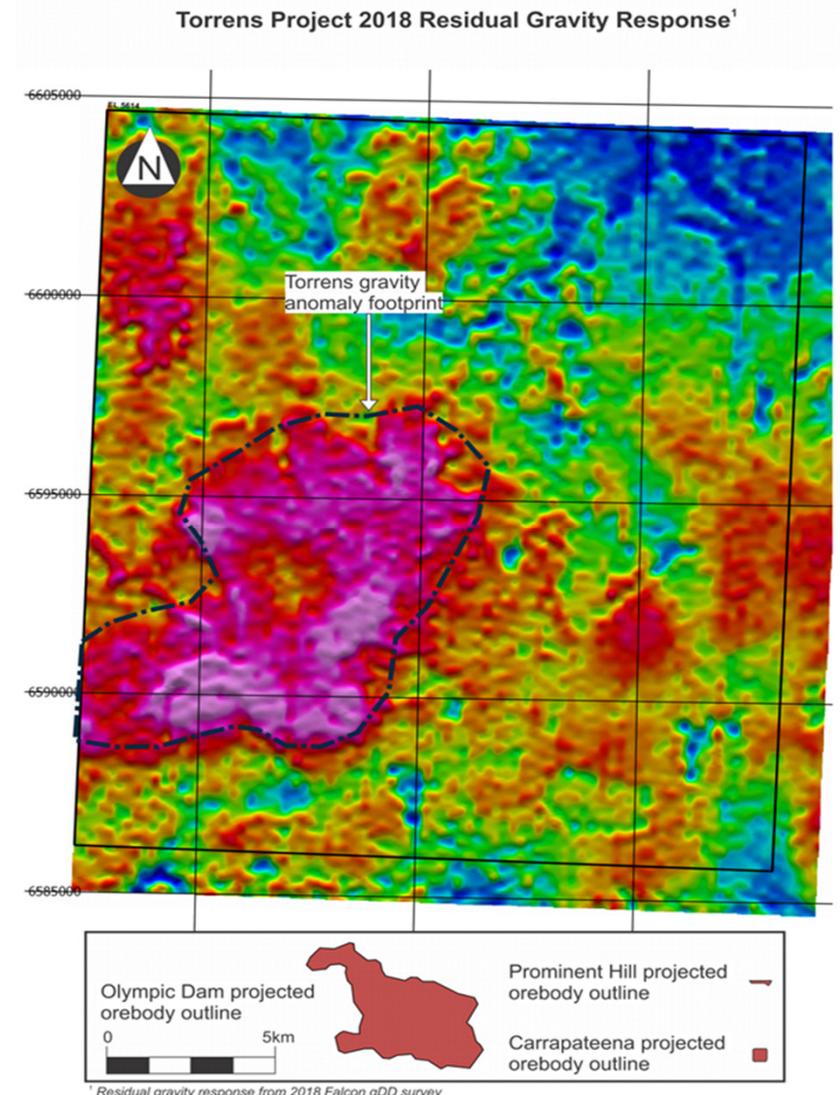


Torrens Project (AIS 70%)

Multiple anomalies across large-scale IOCG system



- Limited historical drilling has intersected mineralisation typical of an IOCG system:
 - 6 drill holes drilled between 1977 and 2008
 - Holes assayed and core maintained
- Defined a large magnetite dominant with lesser hematite alteration system interpreted to form the distal component of a large IOCG system:
 - Zones of anomalous copper mineralisation ($\geq 0.1\%$ Cu) intersected from several drill holes
 - Significant intersection from previous drill campaign (hole TD2) intersected a broad zone of low grade mineralisation including 246m @ 0.1% Cu
- Represents rare potential tier 1 Australian copper exploration target

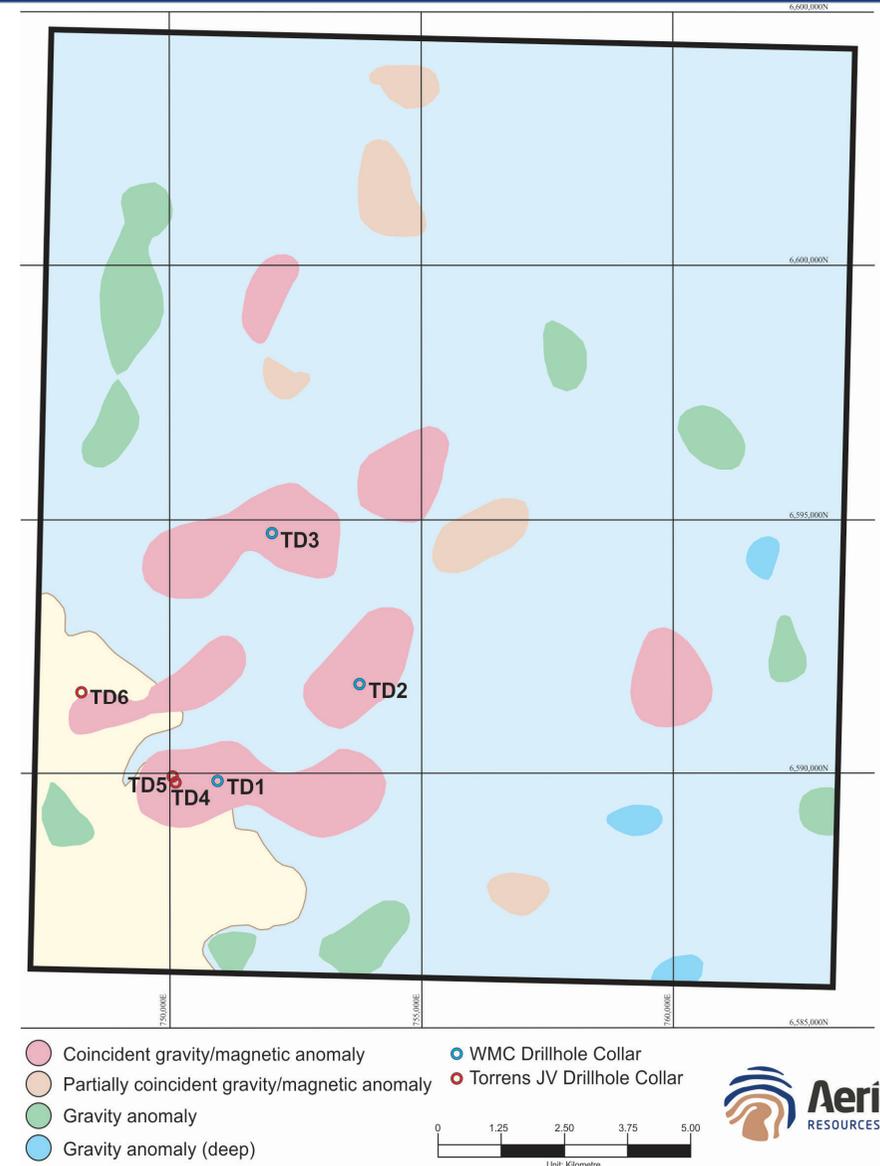


Torrens Project (AIS 70%)

Multiple anomalies across large-scale IOCG system



- Regional airborne gravity survey completed March 2018:
 - 28 gravity anomalies identified⁽¹⁾
 - Refine drill targets in conjunction with geophysical and structural interpretations
 - Drill targets to be selected based on geophysical anomalies and structural interpretations
- Drilling to commence in first half of FY19:
 - Staged drill campaign
 - Stage 1 drill program targeting 8-10 priority targets
 - 20-30 holes 700m to 1500m below surface
 - 18-24 month program
 - Drill results to be released periodically
 - Aeris FY19 budget of A\$3.5m (total JV budget A\$5m)



(1) Refer to ASX announcement released 17 July 2018



FY19 objectives

1. Achieve Tritton FY19 production guidance of 24.5kt of copper at C1 Cash Cost of A\$2.75-2.90/lb
2. Continue brownfield drilling to extend depth at Tritton
3. Continue drilling at Kurrajong prospect seeking to define extent of mineralisation
4. Progress mining lease application for Avoca Tank mine
5. Airborne and ground EM surveys across northern half of Tritton tenement package and prioritise 4 anomalies identified for drilling
6. Commence major drilling program at the large Torrens IOCG project in South Australia

Strategic growth initiatives

1. Realise value from attractive portfolio of organic growth opportunities
2. Continue exploration on the highly prospective Tritton tenement package to build the Mineral Resource inventory and leverage existing infrastructure at the Tritton Copper Operations
3. Unlock value potential of Torrens Project
4. Pursue strategic M&A opportunities to complement existing portfolio and transform Aeris into a mid-sized, multi-mine base and precious metals company

Appendices

Aeris Resources Board and Management



Name & Management Description



Andre Labuschagne
Executive Chairman

- Experienced mining executive with a career spanning more than 25 years, primarily in the gold industry
- Held various executive roles in South Africa, PNG, Fiji and Australia for a number of leading gold companies, including Emperor Gold Mines, DRD Gold and AngloGold Ashanti
- Previously Managing Director of Norton Gold Fields Limited where he led the company's growth to a significant Australian gold producer, prior to its sale to a major Chinese gold company in 2012
- Mr Labuschagne holds a Bachelor of Commerce degree from Potchefstroom University in South Africa



Alastair Morrison
Non-Executive Director

- Highly experienced international banker who has worked in private equity for over 30 years in the UK and Asia
- Previously founding Managing Director of Standard Chartered Private Equity and prior to that spent 20 years at 3i Group where he was Director of 3i Asia Pacific
- Holds a M.A. degree in Politics, Philosophy and Economics and M.Phil degree in Management Studies from Oxford University



Michele Muscillo
Non-Executive Director

- Mr Muscillo is a Partner specialising in corporate law with HopgoodGanim Lawyers
- In his role with HopgoodGanim Lawyers, Mr Muscillo has acted on a variety of corporate transactions including initial public offerings, takeovers and acquisitions. Michele's experience brings to the Board expertise on corporate regulation, governance and compliance matters
- Holds a Bachelor of Laws from Queensland University of Technology and was a recipient of the QUT University Medal



Marcus Derwin
Non-Executive Director

- Mr Derwin is a highly experienced corporate executive with extensive background in corporate restructuring with international experience across a diverse range of industry sectors
- Mr Derwin's previous roles have included senior positions with AMP, NAB, Allco Equity Partners, PwC and KPMG
- Mr Derwin has been appointed as a nominee of SCB under its entitlement as part of the the Restructuring Deed entered between Aeris, SCB and PAG in August 2015



Rob Brainsbury
Chief Financial Officer

- Over 30 years experience in the mining and mining services sectors
- Held senior roles with companies including Rio Tinto, Xstrata, MIM Holdings and BIS Industrial Logistics
- Prior to joining Aeris Resources, Mr Brainsbury was Chief Financial Officer and Company Secretary at Norton Gold Fields Limited
- Mr Brainsbury is a qualified accountant and holds a Bachelor of Business degree with majors in Accounting and Marketing



Ian Sheppard
Chief Operating Officer

- Most recently held General Manager roles with Norton Gold Fields Limited and PanAust Limited
- Prior to this he spent over seven years with Ok Tedi Mining in PNG as General Manager and Executive Manager with responsibility at various times for operations, technical services, business development and exploration
- Member of the Australian Institute of Mining and Metallurgy and has more than 30 years of experience in mine operations, technical studies and business development gained in gold, base metals and iron ore
- Mr Sheppard graduated from University of NSW in 1984 with a degree in Mining Engineering and also has a Masters in Mineral Economics from Curtin University of Technology

Aeris Resources

Reported Mineral Resource



Tritton Tenement Package (30 June 2017)⁽¹⁾

| Project | Cut-off (%Cu) | Measured | | | Indicated | | | Inferred | | | Total Resource | | |
|-------------------|---------------|--------------|--------------|---------------|---------------|--------------|---------------|--------------|--------------|---------------|----------------|--------------|---------------|
| | | Tonnes (kt) | Cu grade (%) | Cu metal (kt) | Tonnes (kt) | Cu grade (%) | Cu metal (kt) | Tonnes (kt) | Cu grade (%) | Cu metal (kt) | Tonnes (kt) | Cu grade (%) | Cu metal (kt) |
| Tritton | 0.6 | 3,700 | 1.8 | 69 | 3,700 | 1.3 | 49 | 2,000 | 1.2 | 20 | 9,400 | 1.5 | 140 |
| Tritton (pillars) | 0.6 | - | - | - | 490 | 2.6 | 13 | - | - | - | 490 | 2.6 | 13 |
| Murrawombie | 0.6 | - | - | - | 5,700 | 1.6 | 89 | 800 | 1.3 | 10 | 6,600 | 1.5 | 100 |
| Budgerygarr | 0.6 | - | - | - | - | - | - | 1,600 | 1.5 | 20 | 1,600 | 1.5 | 20 |
| Budgergy | 0.5 | - | - | - | 1,700 | 1.1 | 19 | 300 | 0.9 | 3 | 2,000 | 1.1 | 22 |
| Avoca Tank | 0.6 | - | - | - | 770 | 2.9 | 23 | 100 | 1.0 | 0 | 900 | 2.6 | 24 |
| Stockpile | - | 11 | 1.2 | 0 | - | - | - | - | - | - | 11 | 1.2 | 0 |
| Total | | 3,700 | 1.8 | 69 | 12,400 | 1.6 | 190 | 5,000 | 1.3 | 60 | 21,000 | 1.5 | 320 |

(1) Discrepancies in summation may occur due to rounding.

Mineral Resource cut-off grades: 0.6% Cu Tritton, 0.6% Cu Murrawombie, 0.6% Cu Avoca Tank, 0.6% Cu Budgerygarr and 0.5% Cu Budgergy

Other Projects (30 June 2017)⁽¹⁾⁽²⁾

| Project | Cut-off (g/t Au) | Measured | | | | | Indicated | | | | | Inferred | | | | |
|--------------|------------------|-------------|--------------|----------------|---------------|----------------|-------------|--------------|----------------|---------------|----------------|-------------|--------------|----------------|---------------|----------------|
| | | Tonnes (kt) | Cu grade (%) | Au grade (g/t) | Cu metal (kt) | Au metal (koz) | Tonnes (kt) | Cu grade (%) | Au grade (g/t) | Cu metal (kt) | Au metal (koz) | Tonnes (kt) | Cu grade (%) | Au grade (g/t) | Cu metal (kt) | Au metal (koz) |
| Yandan | 0 | - | - | - | - | - | - | - | - | - | - | 4,000 | - | 2.4 | - | 300 |
| Total | 0 | - | - | - | - | - | - | - | - | - | 4,000 | - | 2.4 | - | 300 | |

(1) Reported Mineral Resource figures for the Yandan Project are reported from three domains which represent high grade epithermal vein systems. All block estimates within each domain have been reported (0 g/t Au cut-off).

(2) Discrepancies in summation may occur due to rounding.

Aeris Resources Reported Ore Reserve



Tritton Tenement Package (30 June 2017)⁽¹⁾⁽²⁾⁽³⁾

| Project | Type | Cut-off (%Cu) | Proven | | | Probable | | | Ore Reserve | | |
|--------------|-------------|---------------|--------------|--------------|---------------|--------------|--------------|---------------|---------------|--------------|---------------|
| | | | Tonnes (kt) | Cu grade (%) | Cu metal (kt) | Tonnes (kt) | Cu grade (%) | Cu metal (kt) | Tonnes (kt) | Cu grade (%) | Cu metal (kt) |
| Tritton | Underground | 1.1 & 1.5 | 3,000 | 1.7 | 51 | 2,200 | 1.4 | 31 | 5,200 | 1.6 | 82 |
| Murrawombie | Underground | 1.0 | 30 | 1.2 | 0.4 | 2,900 | 1.4 | 40 | 2,950 | 1.4 | 41 |
| Murrawombie | Open Pit | 0.5 | - | - | - | 1,600 | 0.9 | 14 | 1,600 | 0.9 | 14 |
| Avoca Tank | Underground | 1.2 | - | - | - | 700 | 2.5 | 18 | 700 | 2.5 | 18 |
| Stockpile | | | 10 | 1.2 | 0 | - | - | - | 10 | 1.3 | 0 |
| Total | | | 3,100 | 1.7 | 51 | 7,400 | 1.4 | 100 | 10,500 | 1.5 | 150 |

(1) Discrepancies in summation may occur due to rounding.

(2) 1.1% Cu cut-off grade assigned to Tritton underground. 1.5% Cu cut-off grade associated to Tritton pillars.

(3) Mineral Resources are quoted as INCLUSIVE of Ore Reserve.