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9 November 2017

Fox Resources Ltd Shareholder Update

Dear Shareholders,

Announcement - Fox Resources Limited

Fox Resources Limited (**Fox**) wishes to announce to shareholders the following:

(a) Settlement of litigation

Fox has now settled the proceedings which Zasvin Pty Ltd commenced against Fox.

(b) Sale of tenement interest

Fox has settled the sale of a fifty percent (50%) interest in the coking coal tenement EPC 1523. Fox has received the sum of \$1,000,000 for the sale of that interest. As part of the sale, Fox has committed to spend \$200,000 on drilling the tenement, which drilling is expected to commence later in November.

(c) Debt repayment

As advised to shareholders on the 29 May 2017 Jungle Creek Pty Ltd Gold Mines Pty Ltd (Receivers and Managers Appointed) (**Jungle Creek**) is a company owned by Mr Terry Streeter, a former Chairman and Non-Executive Director of Fox. Jungle Creek has previously provided funding to Fox which now totals approximately \$6m. The receivers and managers of Jungle Creek demanded repayment of the money loaned by Jungle Creek to Fox.

Fox entered into a Deed of Forbearance with the receivers and managers of Jungle Creek and Fox agreed to pay to Jungle Creek the sum of \$250,000 as consideration for Jungle Creek forbearing on demanding the repayment of the facility for a period of 12 months.

Subsequent to Fox entering into the Deed of Forbearance, the receivers and managers have been retired from Jungle Creek.

(d) Audited accounts

The auditors Grant Thornton have mostly completed the review of the half yearly Financial Statements for the period ended, 31 December 2014, 31 December 2015, and 31 December 2016. The full audit of the Financial Statements has been mostly completed for the twelve month periods 30 June 2015, and 30 June 2016. The full audit of the Financial Statements for the period ended 30 June 2017 will commence in the middle of November 2017.

Grant Thornton will sign off all financial statements when the 30 June 2017 full audit is completed, as this is the most efficient and cost effective approach in these circumstances.

(e) Artemis shares

Fox owns thirteen million (13m) shares in Artemis Resources Ltd, and at today's high value of 52 cents these shares are valued at approximately \$6.8m.

(f) Creditors Loans and unpaid Directors fees total \$8.6m, and a payment program is being put in place with respect to each of these parties.



Bruce Garlick

Executive Director and Company Secretary