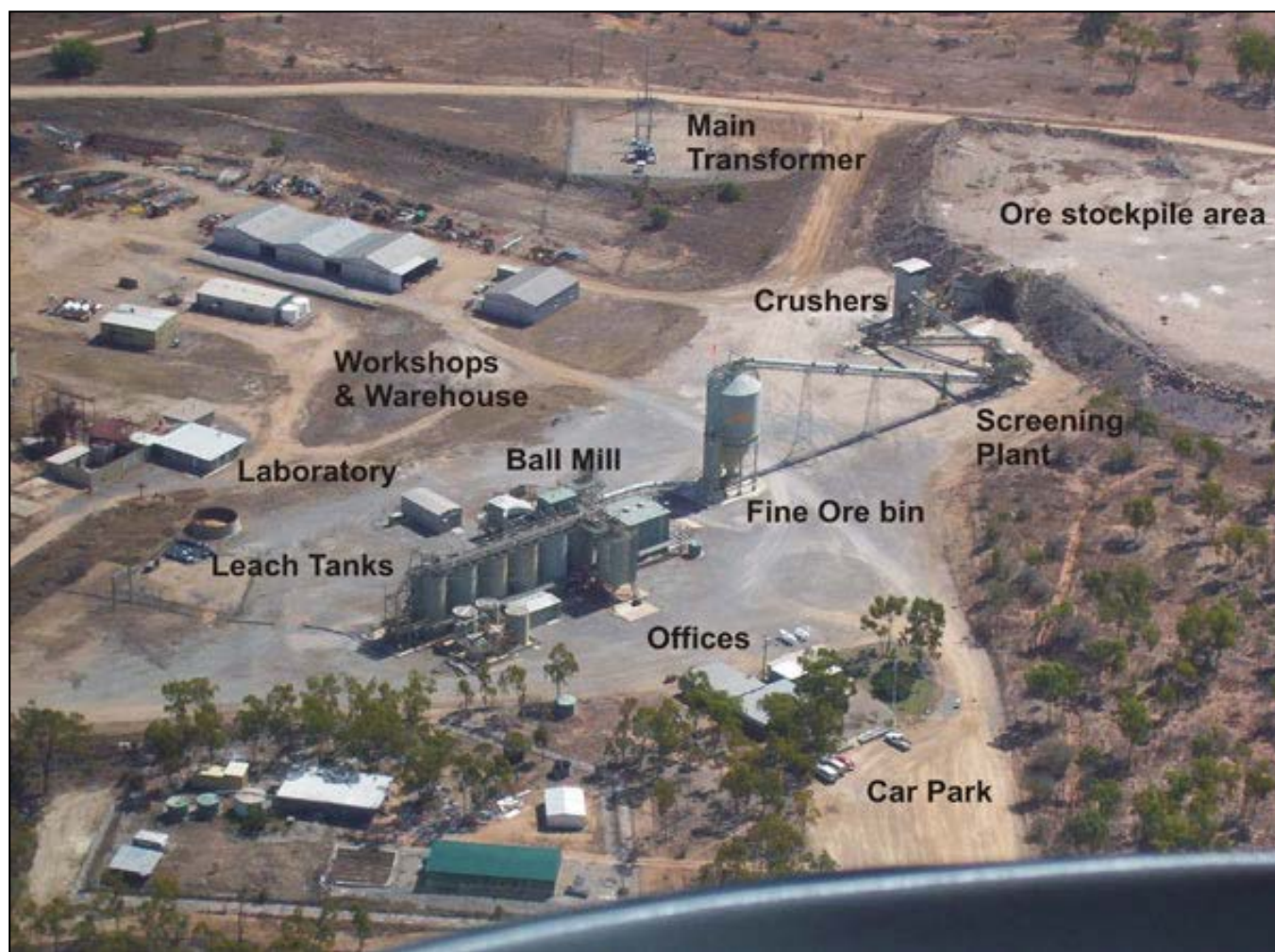


LANEWAY RESOURCES

Quarterly Activities Report for the period ended 30 September 2018



Maroon Gold's Black Jack Gold Processing Plant which will process Agate Creek Ore

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Directors

Mr Stephen Bizzell (Chairman)
Mr Rick Anthon
Mr Mark Baker
Mr. Peter Wright
Company Secretary
Mr Paul Marshall

Highlights

Agate Creek Gold Project (North Queensland)

- + Mining & Processing Agreement entered into with Maroon Gold to mine and process up to 100,000 tonnes of high grade near surface ore from the Agate Creek Gold Project.
- + Agreement with Maroon Gold provides for Maroon to undertake and meet the costs of the mining, transportation and processing of ore under Laneway's supervision through Maroon's Black Jack Gold Processing Plant located outside Charters Towers.
- + Significant milestone for Laneway providing the opportunity to produce gold with minimal capital exposure and realise near term cashflow from the Project following Mining Lease grant.
- + Mining is planned to commence shortly after Mining Lease grant subject to any wet season constraints. Mine planning is very simple given the ore is near surface and can be easily open cut with a maximum pit depth of 30m.
- + The Mining Lease Application (MLA 100030), which covers the high grade near surface Sherwood and Sherwood West Prospects, is awaiting grant.
- + Laneway has reached agreement in principle with Tatampi Puranga Aboriginal Corporation RNTBC (TPAC), the prescribed body corporate of the native title holders for the project area, regarding TPAC's consent to the grant of MLA 100030. As required under the Native Title (Prescribed Bodies Corporate) Regulations 1999 (Cth), TPAC is currently consulting with, and seeking the consent of, the native title holders to enter into the relevant agreements.

New Zealand Gold Project (North Island, New Zealand)

- + Drilling planned for 2019 will be focused within and below the historically mined area of Jubilee. With the planned 3,000m of drilling targeting both the Jubilee Vein System and also the newly identified zone which was re-assayed at 0.3m @ 521 g/t Au interpreted approximately 50m horizontally behind the main stope Jubilee Vein.

Ashford Coking Coal Project (Northern NSW)

- + The recently completed LiDAR survey over the project will be utilised in progressing the project with the planned conversion of the existing Exploration Licenses 6234 and 6428 to a Mining Lease, over the Global Resource of 14.8 million tonnes of Coking Coal.

Corporate

- + Expenditure of \$255,000 on projects in the quarter.
- + Additional Projects and Joint Ventures are also being reviewed.
- + Capital raising program, by way of the issue of ordinary shares and convertible notes, continued during the quarter with commitments received to raise \$3 million to primarily fund the Agate Creek Gold Project including the remainder of the project approvals process, payments that will be due upon grant of the mining lease and to provide funding towards the mine development start-up.

Projects Overview

Laneway Resources is an emerging producer with multiple 100% owned projects in Queensland, New South Wales and New Zealand primarily targeting gold.



Location of Laneway Resources' projects

Agate Creek Gold Project in North Queensland

- 100% interest
- Epithermal Gold

New Zealand Gold Project in New Zealand

- 100% interest
- Epithermal Gold

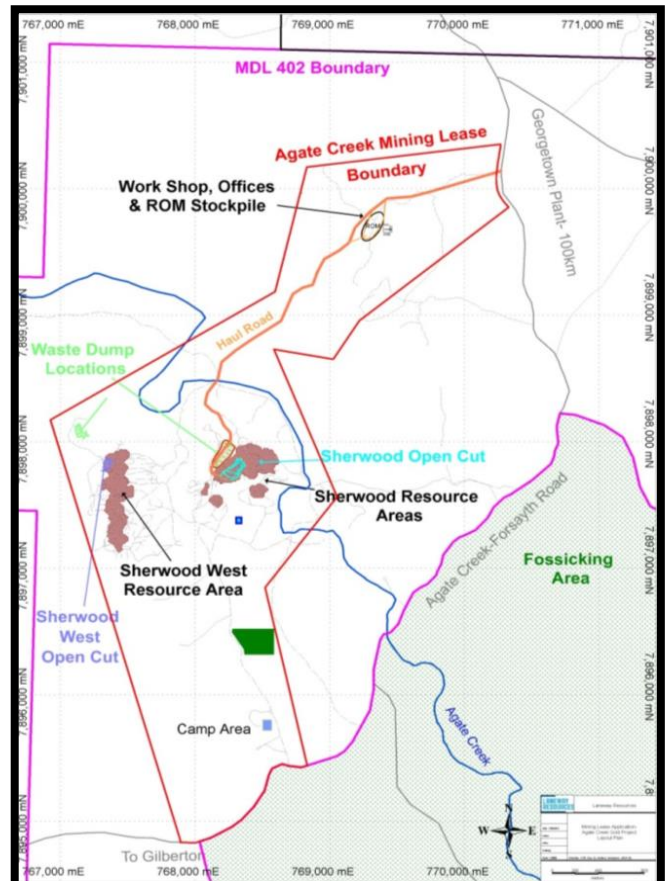
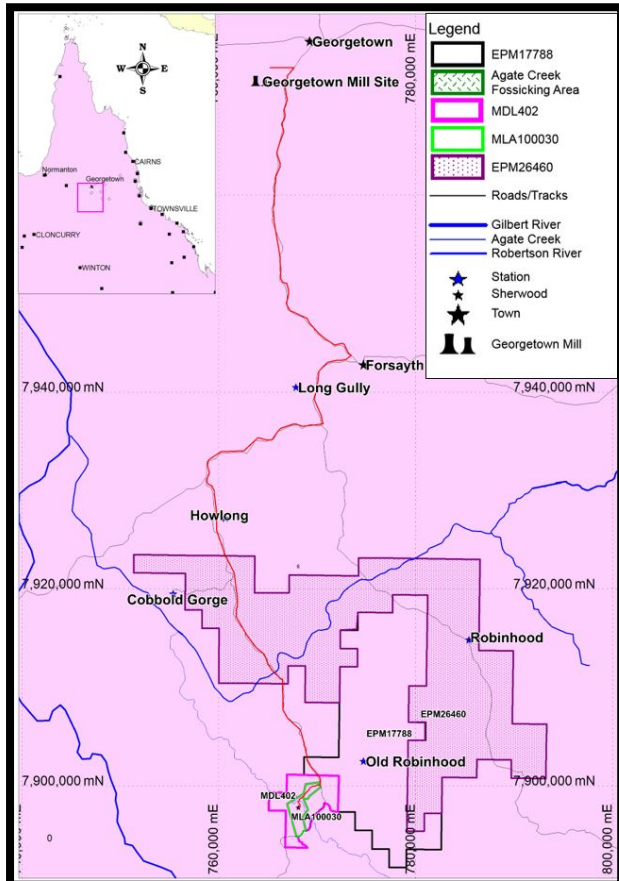
Ashford Coking Coal Project in Northern NSW

- 100% interest
- Coking Coal

Agate Creek Gold Project (100% owned by LNY)

The Agate Creek Gold Project is located approximately 40km south of Forsyth and 60km west of Kidston in North Queensland. With the recent grant of EPM 26460 the project area now covers a total of 647.5 km².

The Project comprises of the following tenures EPM 17788, EPM 26460, MDL402 & MLA 100030.



Mining and Processing Agreement with Maroon Gold

During the Quarter the Company signed an Agreement with, Maroon Gold Pty Ltd (Maroon) the owner of the Black Jack Mine Site & Processing Plant at Charters Towers, to undertake mining operations at Agate Creek and process ore through Maroon's wholly owned CIL processing plant. Key terms of the agreement are as follows:

- Direct costs incurred with respect to the project including but not limited to haul road and access road construction and maintenance, waste dump preparation, support facilities, blast hole drilling, sampling and assaying, mining, transportation of ore, crushing, milling and transportation of gold bars to the refinery and rehabilitation of the disturbed area, will be incurred and paid for by Maroon;
- Gold produced will be paid 60% to Laneway and 40% to Maroon above 3.5 g/t gold head grade with the initial 3.5g/t produced to be retained by Maroon;
- All State Government and Third Party Royalty costs will be shared by both parties in proportion to their share of gold received;

- Compensation arrangements with landholders will be at Laneway's expense; and
- Maroon will provide an interest free unsecured loan to Laneway for an amount of up to \$500,000 to meet costs to be incurred to complete the process for the Mining Lease grant including Native Title and Landholder obligations, tenement holding costs and environmental liability financial assurance requirements.

This Agreement represents a significant milestone for Laneway by providing the opportunity to mine and process ore from Agate Creek on a commercial scale, with minimal capital requirements thereby enabling the near term generation of significant cashflow for the Company.

The Agreement establishes the basis for open cut mining, transport and processing operations of high grade ore from the Agate Creek Gold Project (the Project) upon successful grant of the Agate Creek Mining Lease. The Mining Lease Application (MLA 100030) that Laneway lodged in February 2015 with Queensland's Department of Natural Resources and Mines, covers the near surface high grade Sherwood and Sherwood West prospects, as well as areas for all necessary infrastructure to support mining operations. Progress is well advanced on the remaining requirements for the grant of the Mining Lease with the Company expecting these to be completed in the near term.

Pursuant to the Agreement, mining and processing of initially up to 100,000 tonnes of high grade ore from the Project through Maroon's Plant. Commissioning works are currently being finalised at the Black Jack Plant Site (pictured below) which has the capacity to process up to 340,000tpa. Utilising an existing processing plant significantly reduces the capital expenditure and time to first gold production, for Laneway.

Laneway processed a small Metallurgical Sample through a CIL Plant at Georgetown and had previously entered into a Heads of Agreement for the processing of ore from Agate Creek through this plant. The previous Heads of Agreement has been terminated and this Agreement with Maroon Gold provides for a better commercial outcome for Laneway and a more certain route towards commencing mining and processing operations.

The technical and commercial information gained from this initial sample processed in 2014 has been critical to the planning for the further development of the Project. The initial sample of 5,472 dry metric tonnes produced a total of 1,725 ounces of gold was produced at a recovered gold grade of 9.8g/t gold from a feed head grade of 11.2g/t gold (a gold recovery rate of 87%).

The circuit and reagent requirements highlighted by this test has been incorporated into process design improvements during the recommissioning works at the Black Jack Plant which now includes a Falcon concentrator and Gekko Intensive Leach Reactor and other minor changes which the Company expects will achieve recoveries of 90% to 95%.

Native Title Agreements

Laneway has also advanced the Native Title negotiations during the Quarter reaching agreement in principle with Tatampi Puranga Aboriginal Corporation RNTBC (TPAC), the prescribed body corporate of the native title holders for the project area, regarding TPAC's consent to the grant of MLA 100030. As required under the Native Title (Prescribed Bodies Corporate) Regulations 1999 (Cth), TPAC is currently consulting with, and seeking the consent of, the native title holders to enter into the relevant agreements.

Mineral Resource

A global recoverable Mineral Resource is defined for the Agate Creek Project in Table 1 at a 0.5 g/t Au cut-off suitable for a large open pit operation. A continuous high-grade Mineral Resource can be interpreted at cut-off of 2 g/t Au for Sherwood and 1 g/t Au for Sherwood West in Table 2. Table 2 represents a subset of Table 1.

0.5 g/t cut-off	Sherwood			Sherwood South			Sherwood West			Total		
Resource Classification	Mt	Gold (g/t)	Gold (oz)	Mt	Gold (g/t)	Gold (oz)	Mt	Gold (g/t)	Gold (oz)	Mt	Gold (g/t)	Gold (oz)
Indicated	2.80	1.60	140,000				2.20	1.60	112,000	5.00	1.60	252,000
Inferred	1.40	1.30	57,000	0.30	1.20	12,000	1.50	1.20	59,000	3.20	1.24	128,000
Total	4.20	1.50	197,000	0.30	1.20	12,000	3.70	1.44	171,000	8.20	1.46	381,000
Grade and tonnage rounded to two decimal places. Ounces calculated after rounding and reported to nearest 1,000 ounces.												
High Grade Sub Set	Cut-Off Grade		Indicated			Inferred			Total			
	Au (g/t)		kt	Gold (g/t)	Gold (oz)	kt	Gold (g/t)	Gold (oz)	kt	Gold (g/t)	Gold (oz)	
Sherwood	2		89	6.01	17,300				89	6.01	17,300	
Sherwood West	1		1080	1.82	59,600	146	1.72	8,100	1164	1.81	67,700	
Total			1169	2.16	76,900	146	1.72	8,100	1253	2.16	85,000	

Table 1 - Mineral Resource Figures and Table 2 - High Grade sub set for Mineral Resource

Proposed Mining Operations

The proposed mining operations will be undertaken in the area covered by Mining Lease Application (MLA 100030) which has been lodged with Queensland's Department of Natural Resources and Mines (DNRM) over part of the Agate Creek Gold Project. The total area of the MLA is 689.3 Hectares covering the Sherwood and Sherwood West near surface high-grade prospects as well as prospective extensions to the known mineralisation areas.

The Environmental Authority is also in place (EPSL03068015) for the start of proposed mining operations. Landholder Compensation Agreements are finalised. The conclusion of Native Title arrangements regarding compensation, employment and training opportunities will allow the grant of the Mining Lease by DNRM.

The grant of the ML will allow the Project to progress towards commencing high-grade (low strip ratio) open cut mining operations at Agate Creek. Utilising an existing processing plant will significantly reduce the capital expenditure, and time to first gold production. Given the simple shallow open cut nature of the orebody and the ores low reagent consumption characteristics, only minor mine planning and infrastructure will be required prior to the start of mining. Start of mining and processing will be able to commence shortly after grant of the Mining Lease subject to any wet season constraints.

New Zealand Gold Project (100% LNY)

The project is located on the North Island of New Zealand in the Hauraki goldfield, within the mineralised corridor that is host to the historic Karangahake and Golden Cross gold-silver mines, and in the same district as Oceana Gold's operating Waihi Mine. The Hauraki goldfield is host to approximately 50 low-sulphidation epithermal prospects and deposits, and has yielded in excess of 45 million ounces of gold and silver.

Historic mining occurred in the Project area between 1860 and 1952, with workings reaching a depth of up to 140m from surface. There remains significant scope for down dip and strike extensions of this mineralisation along a >10 km long prospective corridor.

The geology of the Hauraki goldfield consists of a block-faulted basement of Jurassic greywacke (Mania Hill Group) overlain by a thick sequence of andesite and lesser dacite (Coromandel Group), and rhyolite and ignimbrite (Whitianga Group). Based on known occurrences of gold-silver deposits in the goldfield, two epithermal gold-silver mineral deposit models, andesite-hosted and rhyolite-hosted, are considered the most prospective.

Gold and silver are localised in quartz veins that range up to 30m wide and approximately 800m long. Gold and silver occurs in sheeted and stockwork quartz veins, breccia pipes and disseminated in hydrothermally altered wall rocks, typical of hot springs type epithermal gold deposits.



Karangahake – Jubilee – Golden Cross Mineralised Trend

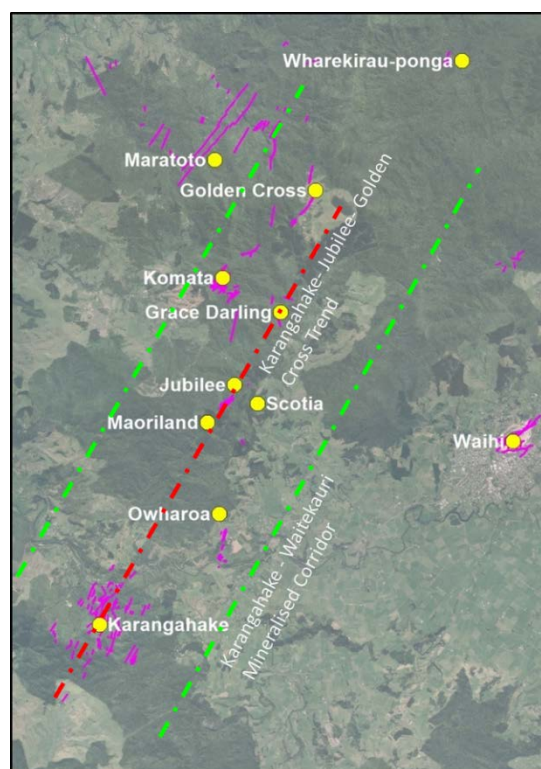
Historically the Karangahake-Jubilee-Golden Cross Mineralised Trend has produced 4.4 Moz Au-Ag bullion. Mineralisation occurs as discrete low sulphidation high grade epithermal veins, primarily of banded quartz/chalcedony within rhyolites and andesites.

The Karangahake orebody is shown to have vertical continuity of 700m (unusual in epithermal deposits) and Jubilee is likely the strike extent of the Karangahake system but was only mined to 200m and never tested at depth.

At Jubilee a mapped succession of stacked rhyolites which show vertical continuity provide significant potential for mineralised repetitions and blind shoots. The historically mined vein of Jubilee Mineralised Zone in ML018 assayed 2.39g/t Au at 118.3-118.8m.

Laneway recently completed a geological re-evaluation of historical work which included resampling of historical holes. This included core from ML018 (drilled in 1987) which had a 2m wide zone which originally assayed at 7.8g/t Au but was never followed up. Within this 2m metre zone Laneway located and reassayed a 30cm wide vein which returned results of 521g/t Au. These results is interpreted as a second blind vein zone present in the system which sits approximately 50m horizontally behind the historically stoped main Jubilee Vein and which had not been identified by miners or previous workers on the project.

Further mapping in the area has revealed Au anomalism runs parallel to Jubilee and appears to be associated with a rhyolite dyke in core logging and mapped on surface.

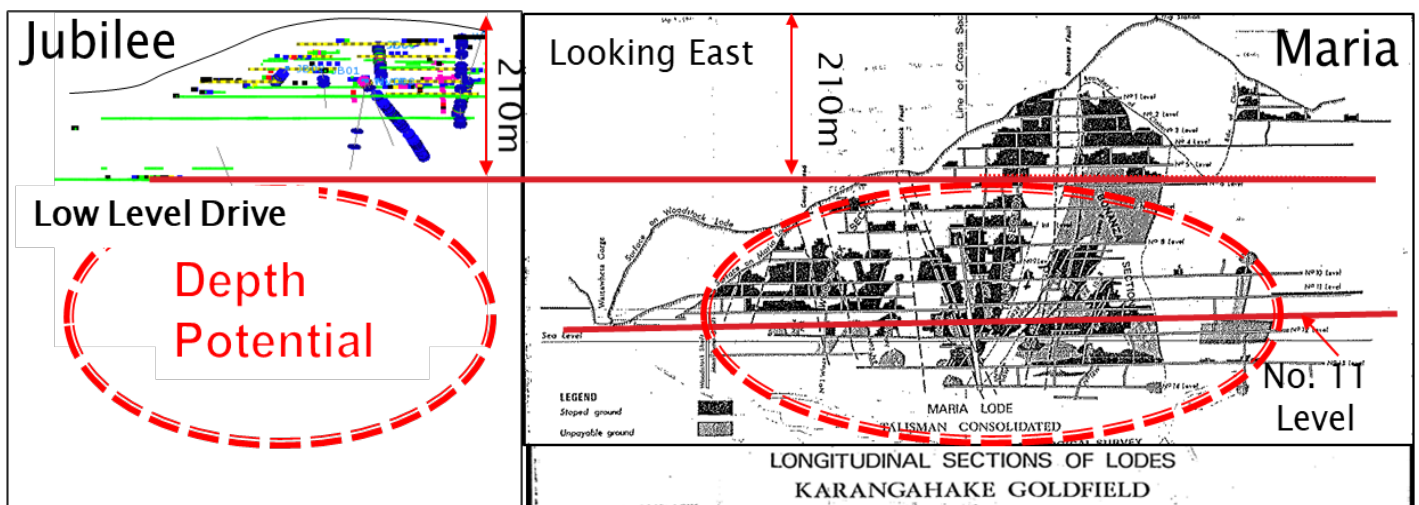
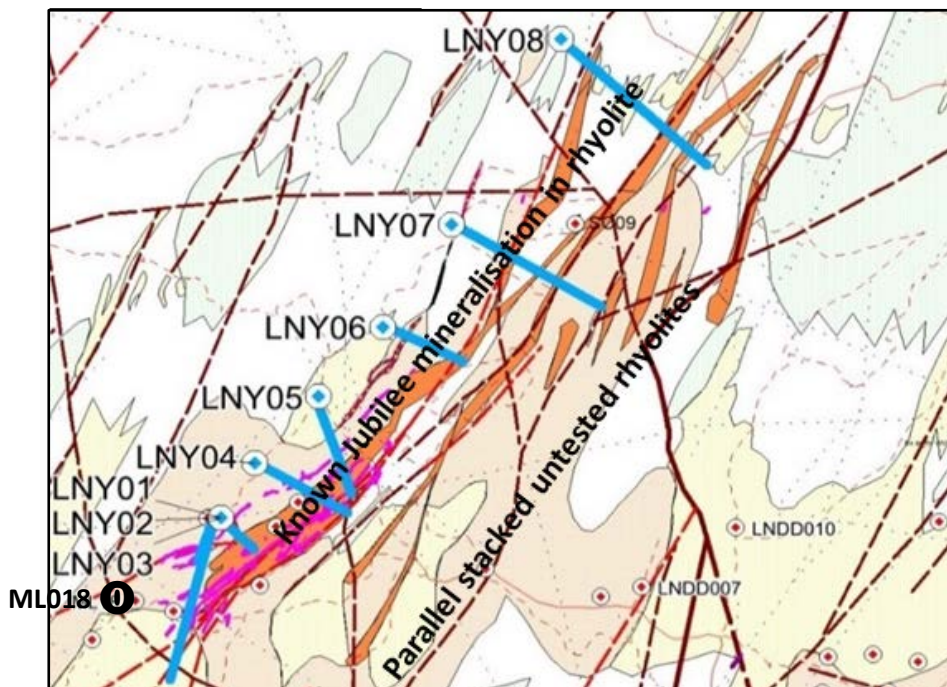


Planned Exploration Drilling

There are still several drill ready target areas within the project area. The most exciting of these areas is the 500m long Jubilee trend, within EP53469, which was historically mined around the turn of last century. Recorded production was 1,300oz of gold bullion from 2,118 tons of quartz within one small stope area. Several historical reports also state quartz veining was up to 32 feet wide in the lower levels 200m below surface.

The Jubilee area has had less than 10 holes drilled into the area shown below with only 2 of these holes deeper than 200m and as such retains significant depth potential, particularly when compared to the Maria vein within the Karangahake Mine System which sits 7km directly along trend from Jubilee. Recent resampling of old drill core has highlighted one vein grading 0.3m @ 521g/t gold.

Laneway has another 8 drill ready targets (LNY01-08) at the Jubilee Prospect which target both along strike and down dip extensions of known mineralisation at the Jubilee workings. All agreements, permitting and drill pads are now in place to allow drilling of this area in 2019.



Section showing potential comparison between Jubilee and Karangahake Systems

Ashford Coking Coal Project

The Ashford Coking Coal Project is located approximately 60km north of Inverell (northern NSW) and 4 km from the township of Ashford. The Project is comprised of EL 6234 & EL 6428 which covers approximately 14 km². The tenures hold part of the Ashford Coal Measures covering the only commercial operation to mine the Ashford Seam the “Ashford Colliery”. The Ashford Colliery was operated from 1959 to 1990, firstly by Davis Contractors until 1976 and then by White Industries Limited supplying coal to the Ashford Power Station. In 1976 a study was undertaken to ascertain the quality of the Ashford Seam. The study revealed that the Power Station was burning premium quality coking coal.

Laneway through its wholly owned subsidiary Renison Coal Pty Ltd applied for the tenement in 2004 since which time the project has been advanced sufficiently and with the updated resource estimates completed earlier this year, Laneway intends to progress the project towards a Mining Lease Application over the resource area within the next 12 months. During last quarter a LiDAR survey was completed to give detailed topographic information across the project. The assessment of Biophysical Strategic Agricultural Land (BSAL) can now be started as the first step of the process of environmental studies required as part of the Mining Lease application process. Native Title investigations over the planned ML area has been investigated with the results being reviewed.

Ashford Resource Estimate

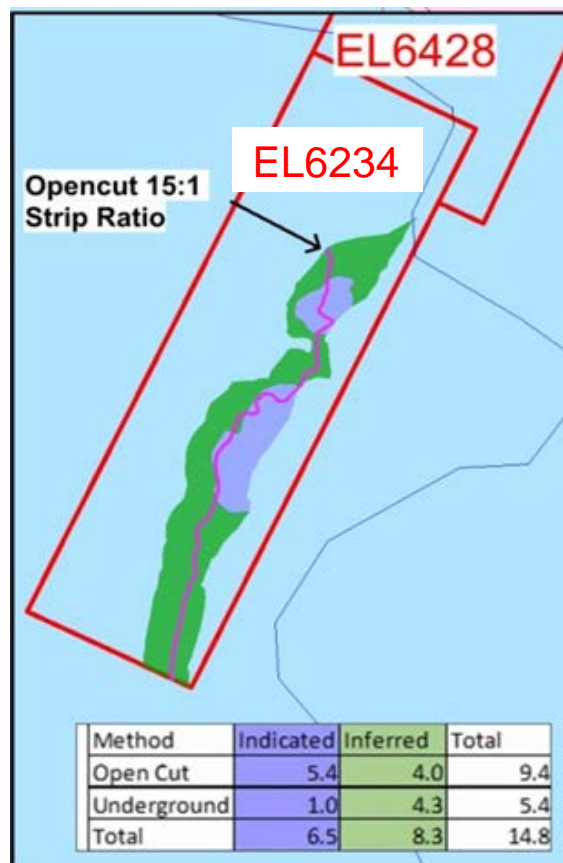
The Ashford Coking Coal Project incorporates the historic Ashford Mine Area (EL 6234 and EL 6428). A new increased resource estimate was completed during the quarter. Total resources within EL6234 have been now estimated at 14.8 million tonnes of in-situ coal with 6.5 million tonnes classified as Indicated and 8.3 million tonnes as Inferred. Of the total resource, 9.4 million tonnes are likely to be accessible by conventional open cut methods to a 15:1 vertical waste to in-situ coal tonnes stripping ratio cut off. A further 5.4 million tonnes are expected to be mined via high wall mining methods. These estimates reconcile well with previous studies.

Coal Quality studies investigating the potential coking quality from a raw product found that the seam could qualify as a semi hard coking coal provided the raw ash is not above 10.5%.

Geology

The Permian aged Ashford coal measures are expressed as a narrow (<10km) 80km long basin stretching from the Queensland border in the north to Inverell in the south. The Ashford coal measures unconformably overlie highly deformed late carboniferous sediments assigned to the Texas Beds. EL6234 overlies part of the outcrop of the Ashford coal measures which dip to the west at 15-35 degrees.

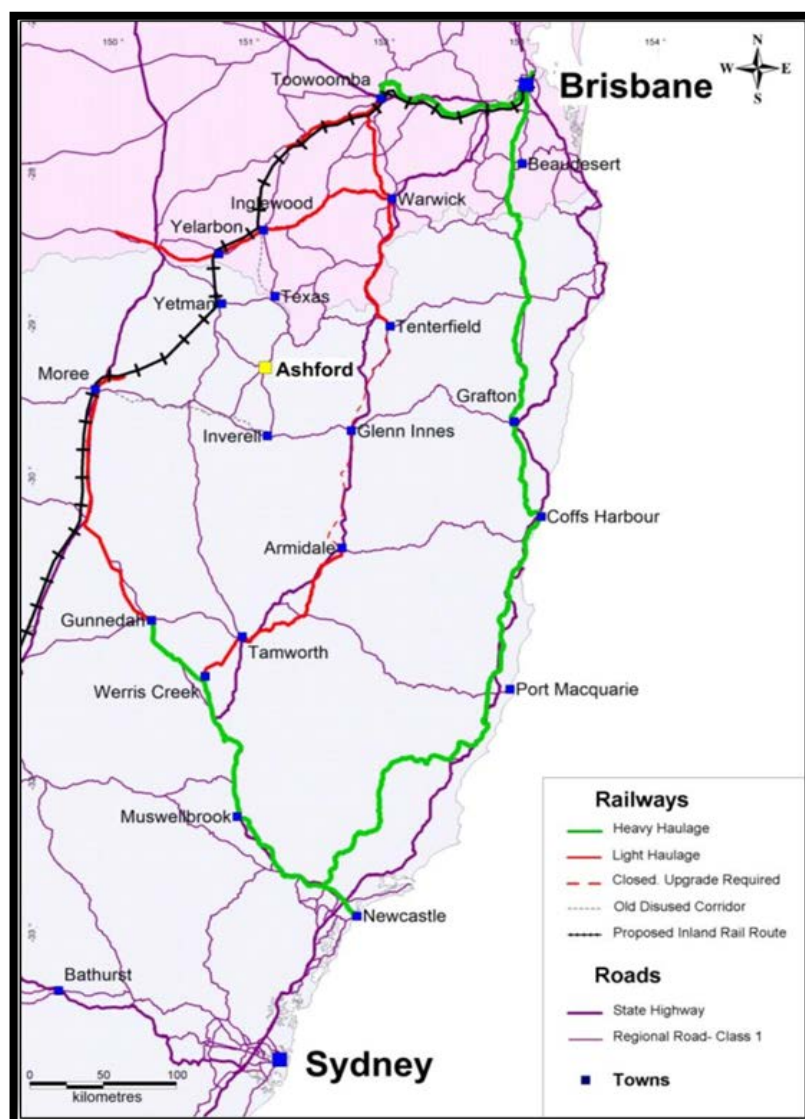
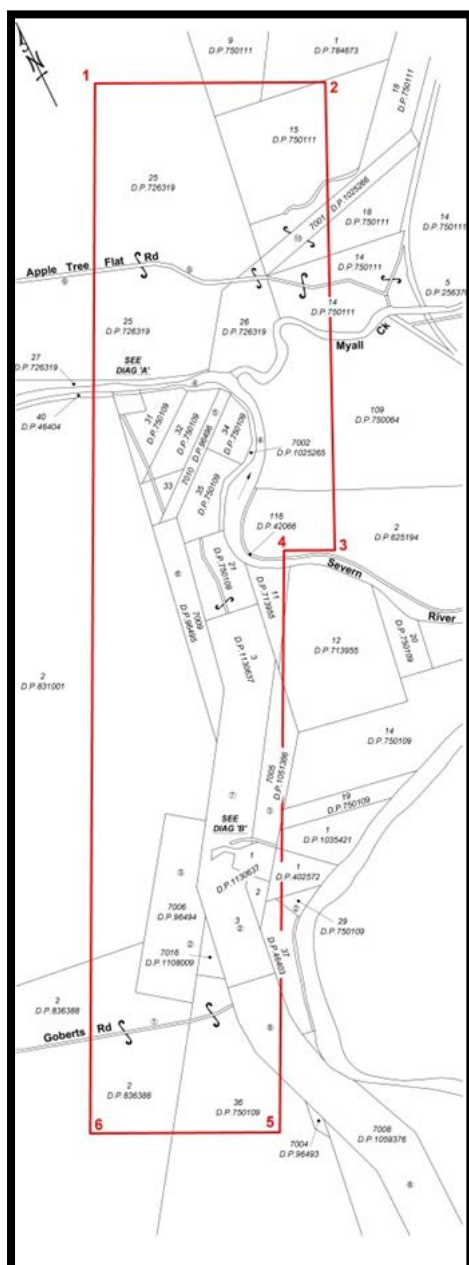
The Ashford seam ranges from 0.2m to 24.4m in thickness and makes up the principle resource within EL6234. The upper Bonshaw seam also has been intersected in a number of drill holes, however these holes indicate that this seam is non-persistent and is currently of no economic interest. A cross section that demonstrates the structural setting within the Ashford deposit is shown above.



Infrastructure

Several transport options have been reviewed and assessed as viable at current coking coal prices, including the following:

- Road haulage to Port of Brisbane using covered B doubles. Maximum of 500ktpa.
- Road haulage to Inglewood; then rail to port of Brisbane.
- Road haulage to Moree; then rail to port of Newcastle.
- Road haulage to Yetman; then rail to Port of Brisbane. Only when the Federal Inland Rail project is completed.



Mining Lease Application

The proposed mining lease application area is shown which covers the resource areas and also sufficient area to allow for mining, stockpiles and washing if required. The Mining Lease Application and associated studies will be investigated further and progressed during the 2019 financial year.

Corporate

During the prior quarter, Laneway announced a capital raising program to raise \$3 million via the issue of ordinary shares and convertible notes. As part of this program, during the current quarter Laneway issued a total of 41,500,000 shares at \$0.003 per share raising \$124,500 and 20,000,000 unlisted \$0.005 June 2021 convertible notes raising \$100,000. Commitments have been received for the balance of the \$3m program which will require shareholder approval at the 2018 AGM. The capital raising is to primarily fund the Agate Creek Gold Project including the remainder of the project approvals process, payments that will be due upon grant of the mining lease and to provide funding towards the mine development start-up.

A total of \$255,000 was spent on exploration projects in the quarter with \$168,000 on the Agate Creek project, \$42,000 on the New Zealand exploration project and \$45,000 on the Ashford Coal project.

For further information contact:

Stephen Bizzell

Chairman, Laneway Resources

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E-Mail: admin@lanewayresources.com.au

Competent Persons Statements

The information in this report that relates to Exploration Results is based on information compiled by Mr Scott Hall who is a member of the Australian Institute of Mining and Metallurgy. Mr Hall is a full-time employee of Laneway Resources Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking 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.' Mr Hall consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information relating to the Mineral Resources at the Agate Creek Project is extracted from the ASX Announcement as follows:

ASX Announcement titled:

'Resource Update for Agate Creek Gold Project' dated 1 February 2016.

The report is available to view on the Laneway Resources website www.lanewayresources.com.au. The report was issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

The information relating to the Mineral Resources at the Ashford Coking Coal Project is extracted from the ASX Announcement as follows:

ASX Announcement titled:

'Ashford Coking Coal Project - Increased Resource' dated 20 November 2017.

The report is available to view on the Laneway Resources website www.lanewayresources.com.au. The report was issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, and also "Australian Guidelines for the Estimation and Classification of Coal Resources, (2014)". The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Schedule of Interests in Mining Tenements

Laneway Resources Limited held the following interests in mining and exploration tenements as at 30 September 2018: There were no changes in the quarter.

Queensland Tenements

Type & Title No.	Location	Interest
MDL402	Agate Creek	100%
EPM17788	Agate Creek	100%
EPM26460	Agate Creek	100%
MLA 100030	Agate Creek	100% Application

NSW JV Tenements

Type & Title No.	Location	Interest
EL6234	Ashford	100%
EL6428	Ashford No III	100%

New Zealand Tenements

Type & Title No.	Location	Interest
EP53469	Waitekauri	100%
EP54216	Owharoa	100%