

March 2018 Quarterly Reports

The Board of Berkut Minerals Limited (“**Berkut**” or the “**Company**”) provides the following commentary and Appendix 5B for the period ending 31 March 2018.

March 2018 Quarterly Highlights

- **Skuterud Cobalt Project maiden drill results announced January 2018 returning up to 0.16% Co¹**
- **Additional core sampling undertaken at Skuterud Cobalt Project (results pending)**
- **High grade nickel-cobalt resource established at 100% owned Lainejaur Nickel-Cobalt Project in Sweden:**
 - **460,000t @ 2.2% Ni, 0.15% Co and 0.7% Cu (Inferred, above 0.5% Ni lower cut-off)**
 - **Mineralisation open at depth**
- **Regional surface and downhole electromagnetic (‘EM’) surveys completed at Lainejaur Nickel-Cobalt Project:**
 - **Untested anomaly to south-east identified and interpreted as having a similar strength conductor to the Lainejaur massive sulphides**
 - **Further geophysical surveys planned and approved (fixed loop EM survey)**
- **Cash position at 31 March 2018 of over \$4.0 million**

Plans for June 2018 Quarter

Skuterud Cobalt Project, Norway

- Field work (mapping, sampling and soils) to allow for target generation
- Continued review and interpretation of drilling, geological and geophysical data sets to allow for planning of subsequent drilling programs.

Lainejaur Nickel-Cobalt Project, Sweden

- Second-stage fixed loop EM survey and interpretation to be completed at southern region of Lainejaur Nickel-Cobalt Project

Gladhammar and Tunaberg Cobalt Projects, Sweden

- At the Tunaberg Cobalt Project, historical data will continue to be reviewed, including a physical review of historical core, and planning for future geophysical surveys.
- Exploration assessment continues at the Gladhammar Cobalt Project including scope for a ground survey targeting magnetic anomalies identified from recently re-processed regional data sets.

Fast Facts

Shares on Issue 54.3M
Tradeable Shares 40.4M
Market Cap (@ 14.5 cents) \$7.9M
Cash (31 March 2018) \$4.0M

Board and Management

Neil Inwood, Managing Director
Justin Tremain, Non-Exec Chairman
Paul Payne, Non-Exec Director

Ben Cairns, General Manager Geology
Aaron Bertolatti, Company Secretary

Company Highlights

- European cobalt and nickel projects in Norway and Sweden, strategically located within proximity to operating cobalt refineries and European markets
- 100% ownership of the Skuterud Cobalt Project in Norway
- Historic mined cobalt grades up to 2% at the 100% owned Gladhammar Project in Sweden
- 100% ownership of historical Lainejaur Ni, Co, Cu resource in Sweden
- Swedish ground position of approx. 100km² and Norwegian ground position of 80km²
- Tight capital structure
- Well-funded | Strong cash position

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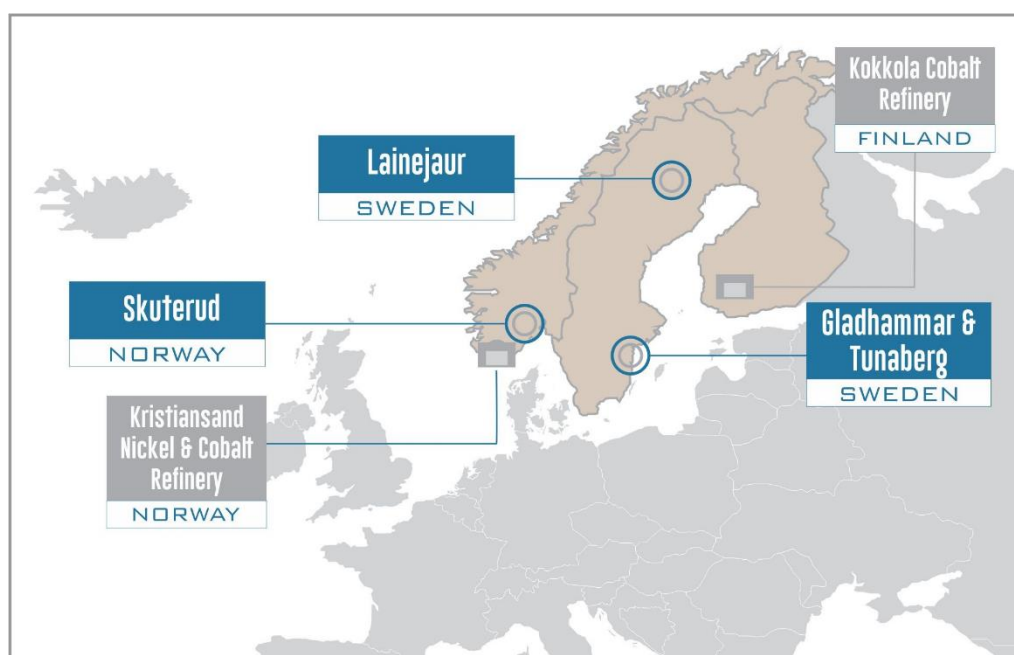


Figure 1 | Scandinavian Project Locations

Scandinavian Nickel & Cobalt Projects

Berkut holds the rights to 100% of the following four cobalt prospective projects in Norway and Sweden (Figure 1).

- Skuterud Cobalt Project in Norway
- Lainejaur Nickel-Cobalt Project and the Gladhammar & Tunaberg Cobalt Projects in Sweden.

Since the initial acquisition of projects in May 2017, Berkut has identified prospective ground surrounding these core assets and has been granted additional exploration licenses. These expand and consolidate tenement holdings covering historic cobalt, copper and gold workings and strike extensions. Berkut's ground holdings now comprise 97.2km² in Sweden and 83.4km² in Norway.

Skuterud Cobalt Project, Norway

The Skuterud Cobalt Project currently consists of eight granted licences in southern Norway, within 100km of the Oslo port. The area contains one of the most famous, historic cobalt mines in the world, which lends its name to one of the cobalt ore minerals, Skutterudite. The area was mined throughout the 18th and 19th Centuries, during which time it supplied much of the world's cobalt and employed thousands of people. The Skuterud cobalt occurrences are related to meta-sedimentary, sulphide-rich schist zones, so-called 'fahlbands'. The most extensive sulphide-rich zone has a length of 12km along strike and is up to 100-200m wide. The cobalt mineralisation is, to a large degree, characterised by impregnation of cobaltite, glaucodote, safflorite and Skutterudite, which partly occur as enrichments in quartz-rich zones and lenses.

The Company's maiden drill program at Skuterud was finalised in November 2017 (refer Figures 2 and 3) with results announced in January 2018¹. Phase 1 of the diamond drill program targeted depth and strike extensions of known cobalt workings and prospective, previously untested, geological units that were identified during the Company's summer field mapping and ground magnetic surveys. The drilled area contains historical cobalt mine workings with spoil grab samples up to 0.8% Co and 0.5% Cu and hosts three interpreted repeats of the mine-sequence host lithologies (quartzites and mica-schists). The drilling focussed on workings at the historical Middagshville Cobalt Mine in the southern portion of Skuterud Cobalt Project with a single reconnaissance hole completed at the historical Døvikollen Cobalt Mine which is in northern portion of the Skuterud Cobalt Project.

Cobalt and copper mineralisation was observed in all the holes sampled at Middagshville with a pattern emerging of broad copper/cobalt haloes (e.g. 30m @ 0.15% Cu from 12m in MDV003) hosting multiple higher-grade cobalt zones consistent with observations from the nearby Skuterud underground workings.

Intercepts included 2m @ 0.12% Co and 0.11% Cu (from 75m in MDV003), 1m @ 0.16% Co and 1.5m @ 0.10% Co and 0.47% Cu1 (from 56m and 52.8 m respectively in MDV006), 1.5m @ 0.09% Co and 0.5m @ 0.15% Co and 0.46% Cu (from 49.5m and 42m respectively in MDV002).

In March 2018, relogging of the core was undertaken along with additional cutting and sampling of selected core, targeting intersections of anomalous cobalt/copper mineralisation that were not completely terminated by previous sampling. Results from the drilling will feed into subsequent phases of exploration which will include follow up mapping and geochemistry and further drilling in mid-2018 pending results and weather conditions.

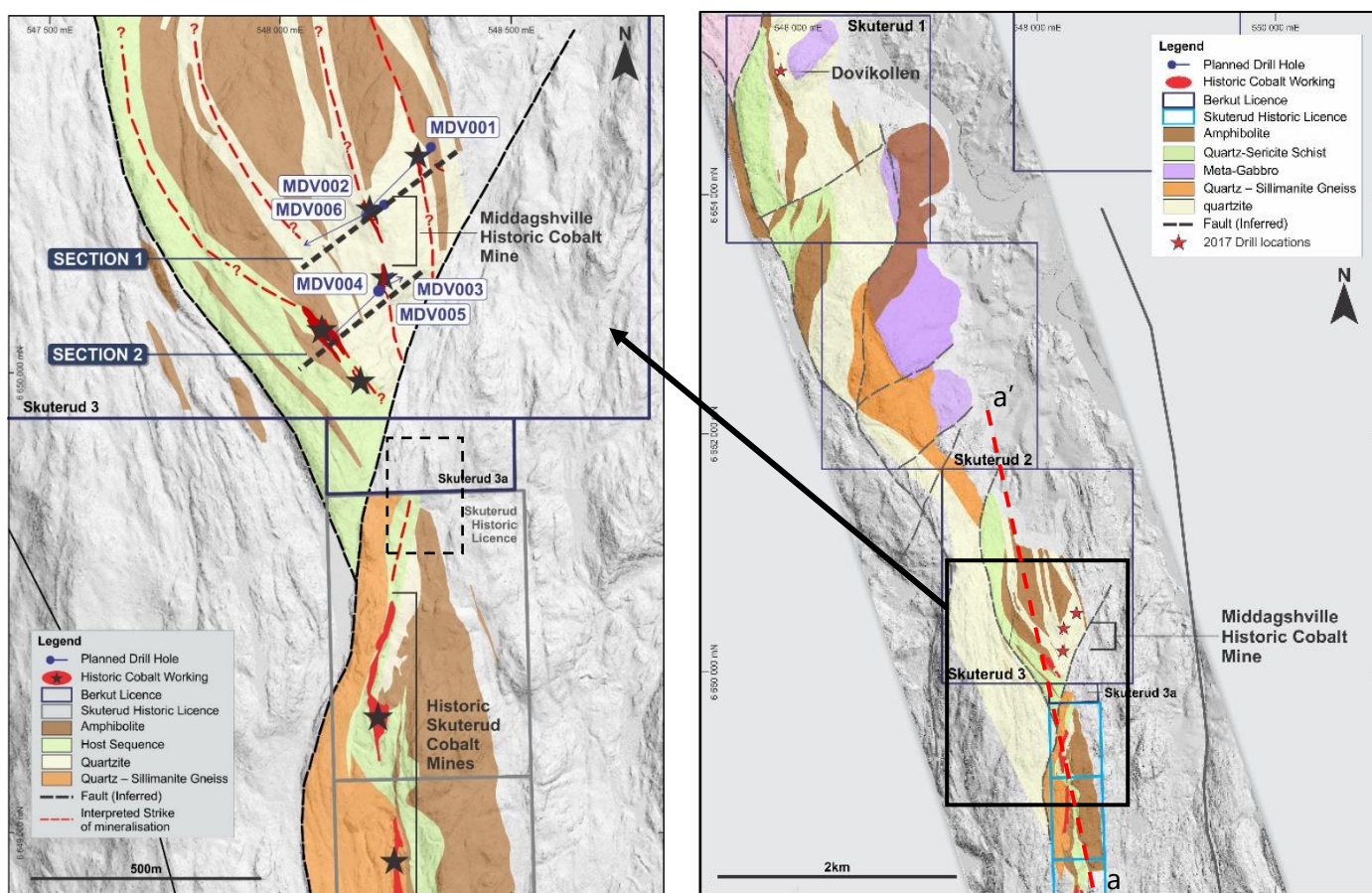


Figure 2| Skuterud South drill positions: Showing historical workings and the nearby historic Skuterud Cobalt Mine.

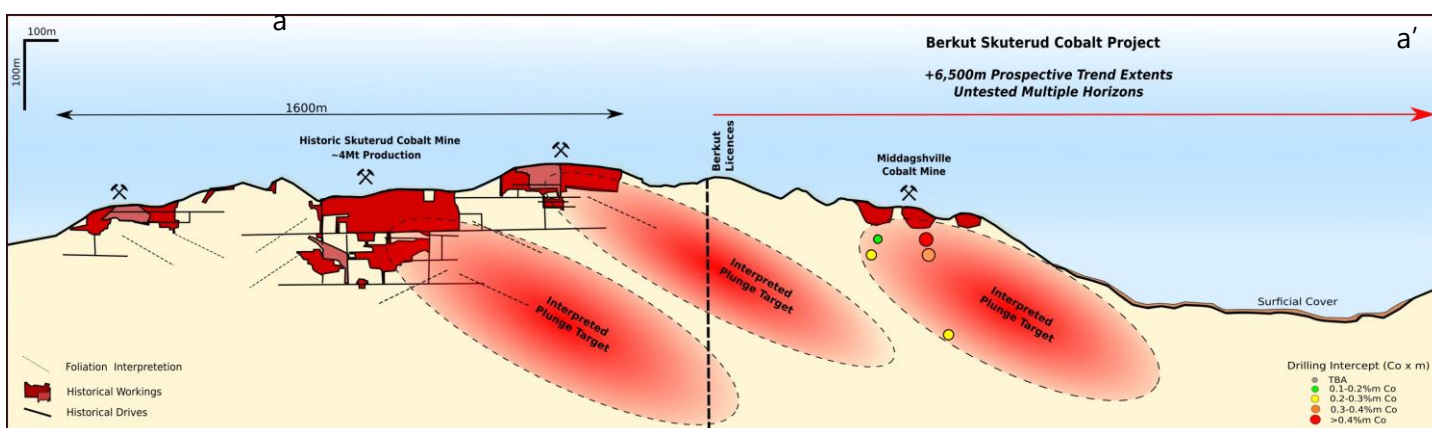


Figure 3| Skuterud drilling relative to historical workings (section line a-a' Figure 2).

Lainejaur Nickel-Cobalt Project, Sweden

The Lainejaur Nickel-Cobalt Project (refer Figures 4, 5 and 6) is centred on a historical Ni-Co-Cu mine which was discovered in 1941 with a recorded production of 100,526t @ 2.21% Ni, 0.1% Co and 0.93% Cu. In 2007 and 2008, Blackstone Minerals AB drilled 43 drill holes for approximately 13,200m in 2007 and 2008 on a limited 0.4km² licence holding. The Berkut licence covers 41.2km² over the area and the Company is investigating the down dip extensions of this mineralisation and the potential for repeat structures laterally.

In February 2018, an updated Mineral Resource¹ (refer Figure 5) was reported under JORC (2012) and is based upon a technical review undertaken by Berkut of the historical core, assays and logging. The reported Inferred resource of **460Kt @ 2.2% Ni, 0.15% Co and 0.7% Cu** (above a 0.5% Ni lower cut off) is shown in Table 1.

Table 1 | Lainejaur Deposit, January 2018 Inferred Mineral Resource Estimate (0.5% Ni cut off)

Zone	Tonnes Kt	Ni %	Cu %	Co %	Au Ppm	Pt ppm	Pd ppm	S %	Ni t	Cu T	Co t
Massive Sulphide	460	2.2	0.7	0.15	0.65	0.20	0.68	20.2	10,100	3,000	680

In January 2018 Berkut finalised several ground electromagnetic ('EM') surveys at the Lainejaur Nickel-Cobalt Project to both test the down-dip resource potential and to explore for conductive bodies in the region (refer Figure 7). The work focussed on fixed loop EM and down-hole EM surveys around the Lainejaur deposit additional further reconnaissance moving loop EM surveys over magnetic anomalies to the south and east of the deposit.

The reconnaissance program was undertaken of five surface moving loop EM profiles to target magnetic anomalies 1km to 2km to the south and east of Lainejaur (refer Figure 3). The magnetic anomalies are interpreted to represent fold structures to the north and east of the known mineralisation and were targeted as a potential continuation of the host to mineralisation. Profile E (refer Figure 7) produced a positive EM anomaly with modelling suggesting a significant conductor at a depth of approximately 250m with similar conductance to the main Lainejaur massive sulphides. Results from Profile D suggest a weakly conductive anomaly 550m north of the anomaly on Profile E. Both anomalies warrant further work and will be targeted by a fixed loop EM survey planned for the June 2018 quarter.

The fixed loop EM and downhole EM surveys at the Lainejaur resource region were successfully completed with three historical holes found to be open. The fixed loop EM survey gave an indication of potential mineralisation continuing to the north of the deposit and requires further follow up geophysical surveys to confirm the target.

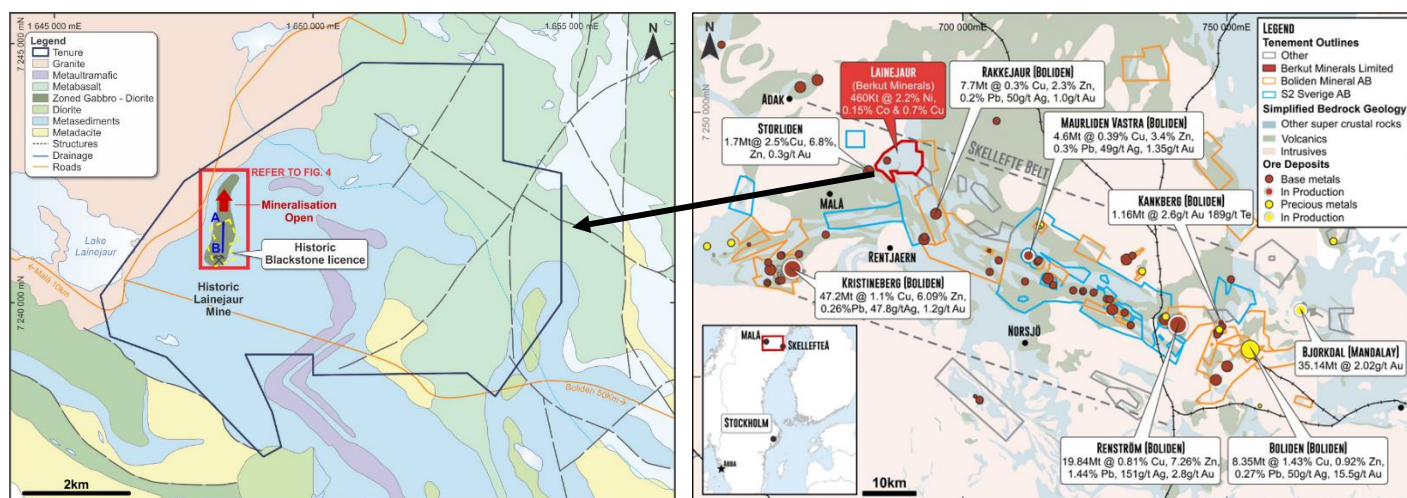


Figure 4| Lainejaur Project Region: Showing Berkut license area and historical Blackstone licence (LHS) and projects along the Skellefteå Belt (RHS)

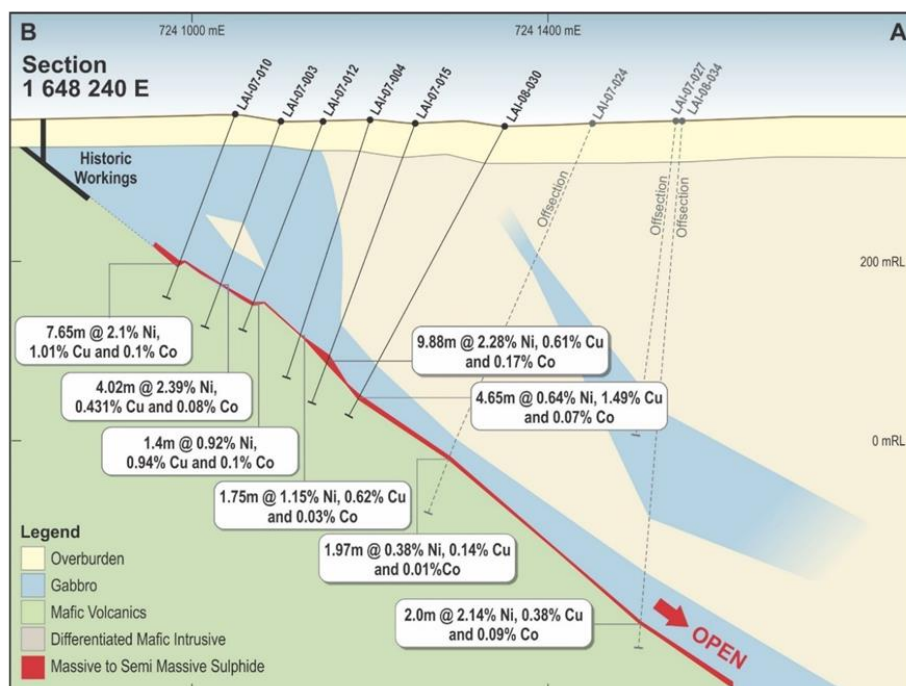


Figure 5 | Cross section through Lainejaur

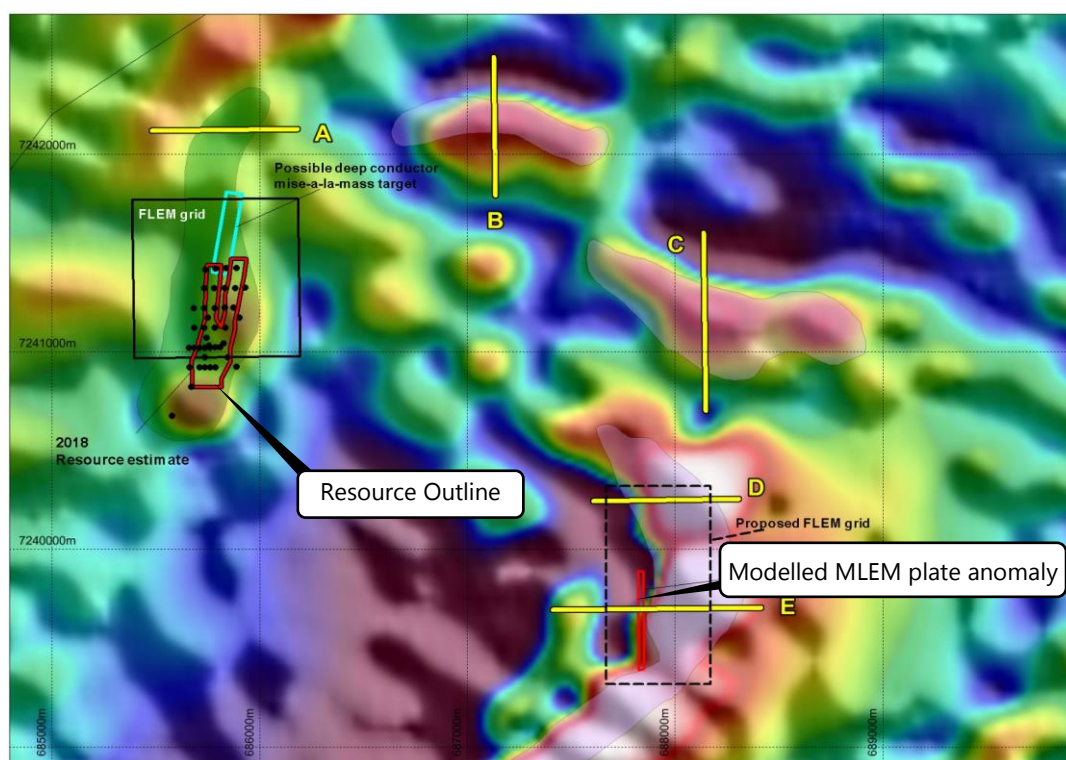


Figure 6 | Resource Outline and Survey Regions - over regional magnetics. Showing Resource drill collars (black dots), and resource Outline (red polygon)

Gladhammar and Tunaberg Cobalt Projects, Sweden

The Gladhammar and Tunaberg Cobalt Projects are centred around historic mines. Iron ore mines opened at Gladhammar in the 16th century, with copper ore being mined from the 17th century and cobalt from the 18th century, continuing intermittently until 1892. At Tunaberg, cobalt and copper mining have been undertaken intermittently from the 15th to 18th centuries. The Company focus in both of these areas is on the strike extensions or repeats to the historically defined mineralised zones.

Gladhammar Cobalt Project

Berkut's reconnaissance field visit to the Gladhammar Cobalt Project (Figure 7) revealed that drilling undertaken by a previous explorer, comprising seven diamond drill holes principally targeting gold mineralisation, encountered potential extensions to historic cobalt mineralisation and returned up to 0.21% cobalt (GLA0509, 1m from 86m) and up to 7.8% copper at (GLA005, 1.95m from 103.12m).

Airborne geophysical data recently acquired and re-processed by Berkut (200m line spacing 30m sensor height) highlights a strong magnetic feature associated with the historic mineralisation which strikes WNW-ESE through the Gladhammar Cobalt Project area. Reconnaissance mapping undertaken by Berkut confirms a strong association with magnetite bearing quartzite and high-grade cobalt mineralisation. A ground magnetic survey is proposed targeting these magnetic features to provide greater detail and to allow improved exploration focus.

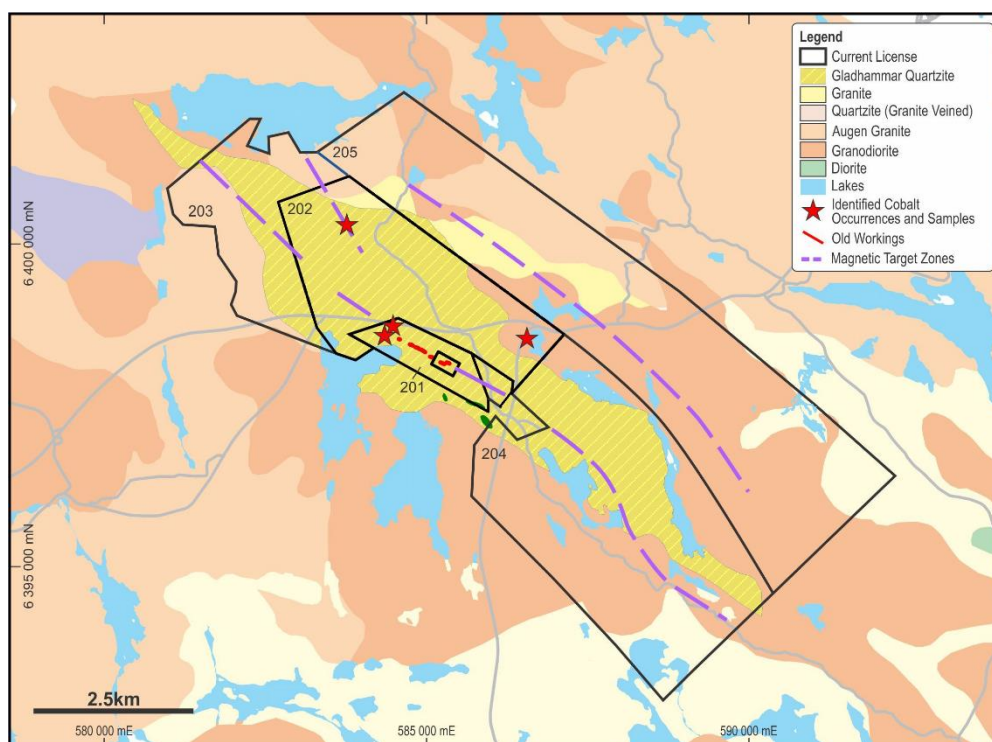


Figure 7 | Gladhammar Cobalt Project area over local geology with interpreted magnetic trends

Tunaberg Cobalt Project

Field investigations identified historic diamond drilling within the Tunaberg Cobalt Project area (Figure 8). This drilling was undertaken by Boliden and BHP in 1948 and 1996 respectively, targeting base metals (lead, zinc and silver) and drill samples were not assayed for cobalt. Berkut is in the process of identifying the core from some of these historical holes located in the SGU core archives in Malå for possible assaying for cobalt.

Numerous workings were located within the Tunaberg Cobalt Project area clustered on an interpreted synformal fold hinge in which skarn style mineralisation was noted. Field reconnaissance has indicated the project area is amenable to outcrop mapping and surface geochemistry, having only limited occurrences of glacial till, and this will form the first stage of exploration at the project. Work programs going forward will focus initially on regional targeting using the historical drilling results, surface geochemistry and ground geophysics during the summer and autumn, with drill targets to be generated for the winter drilling season.

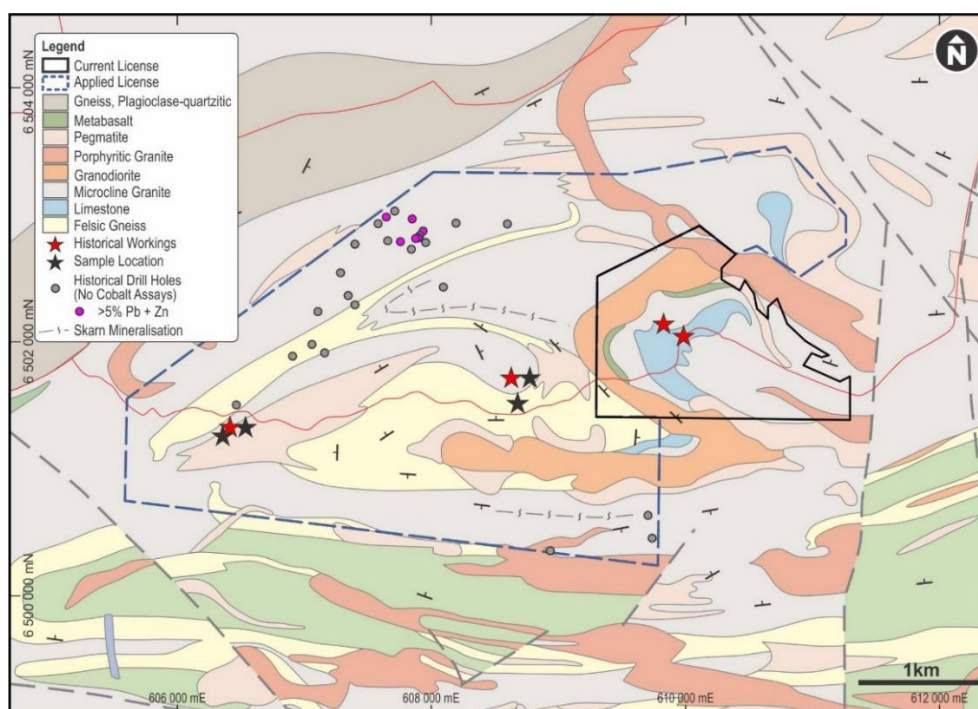


Figure 8 | Tunaberg Cobalt Project

Mt Clement Project

Desktop studies were undertaken at the Mt Clement Project during the Quarter. Berkut has finalised discussions with native title parties regarding access agreements for the Mt Clement Project and plans to undertake preliminary geological mapping and hammer prospecting at Mt Clement in 2018.

Cairn Hill and Capricorn Projects

Given the Company's focus on its Scandinavian projects, the exploration licence application covering the Capricorn Project was withdrawn in February 2018 and the Company formally withdrew from the Cairn Hill Earn-In and Joint Venture Agreement in February 2018.

Corporate

At 31 March 2018 Berkut held just over \$4.0 million in cash. Refer to the following Appendix 5B for movements in cash for the March quarter.

ASX Waiver | Listing Rule 14.7

In May 2017, 8,250,000 deferred consideration shares were approved by shareholders based on certain milestones being achieved at the Skuterud Cobalt Project including completion of a Scoping Study and a Definitive Feasibility Study on JORC Compliant Resources. No deferred consideration shares were issued during the March quarter (for further information refer to the announcement dated 3 July 2017).

Competent Persons Statement

The information in this document that relates to exploration results is based upon information compiled by Mr Neil Inwood, a full-time employee of Berkut Minerals Limited. Mr Inwood is a Fellow of the AUSIMM and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code). Mr Inwood consents to the inclusion in the report of the matters based upon the information in the form and context in which it appears.

Notes

¹ For full details of exploration results refer to ASX announcements including on 18 May, 15 June, 7 July, 26 July, 31 July 2017, 23 October 2017, 8 January 2018, 12 February 2018. Berkut Minerals is not aware of any new information or data that materially affects this information. Other than as specified in this announcement and the mentioned announcements, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources, Exploration Target 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 announcements.

Berkut Minerals Limited Tenements

Berkut's Scandinavian Cobalt Projects

Tenement	Location	Structure
Kobald Mineral Holdings Pty Ltd		
Skuterud 1, 2, 3, 4	Norway	100%
Tunaberg nr 201	Sweden	100%
Gladhammar nr 201	Sweden	100%
Goshawk 1,2,3,4,5,6,7,8,9,10	Norway	100%
Berkut Minerals Ltd		
Skuterud 3a, 5, 6, 7, 8	Norway	100%
Tunaberg nr 202	Sweden	100%
Gladhammar nr 202, 203, 204, 205	Sweden	100%
Gladhammar nr 206 (application)	Sweden	100%
Lainejaur nr 20	Sweden	100%

Berkut's Australian Gold Projects

Tenement	Location	Structure
Berkut Minerals Ltd		
Mount Clement Gold Project		
E08/2848	Western Australia	100%

Mining Tenements disposed: Nil

Beneficial percentage interests held in farm-in or farm-out agreements: Nil

Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed:

- withdrew from Cairn Hill Earn In (E08/2248); and
- withdrew the Capricorn Project application (E69/3435)

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, 01/05/13, 01/09/16

Name of entity

BERKUT MINERALS LIMITED

ABN

62 610 855 064

Quarter ended ("current quarter")

31 March 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(223)	(1,152)
(b) development	-	-
(c) production	-	-
(d) staff costs	(121)	(345)
(e) administration and corporate costs	(93)	(260)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	22	66
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other	6	4
1.9 Net cash from / (used in) operating activities	(409)	(1,687)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other – joint venture payments – option payments	- -	- -
2.6	Net cash from / (used in) investing activities	-	-
3. Cash flows from financing activities			
3.1	Proceeds from issues of shares	-	1,541
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	1,541
4. Net increase / (decrease) in cash and cash equivalents for the period			
4.1	Cash and cash equivalents at beginning of period	4,428	4,192
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(409)	(1,687)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	1,541
4.5	Effect of movement in exchange rates on cash held	31	4
4.6	Cash and cash equivalents at end of period	4,050	4,050

5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	1,050	928
5.2 Call deposits	3,000	3,500
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	4,050	4,428

6. Payments to directors of the entity and their associates	Current quarter \$A'000
6.1 Aggregate amount of payments to these parties included in item 1.2	85
6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2	

Payment of Directors Fees and Remuneration - \$85k

7. Payments to related entities of the entity and their associates	Current quarter \$A'000
7.1 Aggregate amount of payments to these parties included in item 1.2	-
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

N/A

Mining exploration entity and oil and gas exploration entity quarterly report

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

N/A

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	160
9.2 Development	-
9.3 Production	-
9.4 Staff costs	143
9.5 Administration and corporate costs	85
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	388

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter %
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	E08/2248 - Western Australia	Exploration Licence	0%, earning 70%	-
	E69/3435 - Western Australia	Exploration Licence	Application	-
10.2 Interests in mining tenements and petroleum tenements acquired or increased	N/A			

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.



Sign here:

(Company Secretary)

Date: 30 April 2018

Print name: Aaron Bertolatti

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 that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, 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. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.