

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

BROCKMAN

BROCKMAN MINING LIMITED

布萊克萬礦業有限公司 *

(incorporated in Bermuda with limited liability)

(SEHK Stock Code: 159)

(ASX Stock Code: BCK)

OVERSEAS REGULATORY ANNOUNCEMENT QUARTERLY ACTIVITIES REPORT

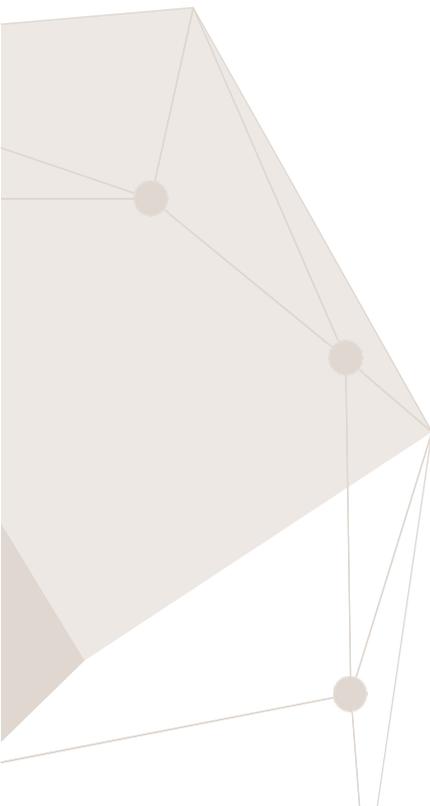
The following is the text of the quarterly activities report of Brockman Mining Limited (the “Company”) released by the Company on ASX Limited today.

By order of the board of directors of
Brockman Mining Limited
Chan Kam Kwan, Jason
Company Secretary

Hong Kong, 29 July 2016

As at the date of this announcement, the board of directors of the Company comprises Mr. Kwai Sze Hoi (Chairman), Mr. Liu Zhengui (Vice Chairman) and Mr. Ross Stewart Norgard as non-executive directors; Mr. Chan Kam Kwan, Jason (Company Secretary), Mr. Kwai Kwun Lawrence and Mr. Colin Paterson as executive directors; Mr. Yap Fat Suan, Henry, Mr. Uwe Henke Von Parpart and Mr. Choi Yue Chun, Eugene as independent non-executive directors.

* *For identification purpose only*



BROCKMAN

布萊克萬礦業有限公司
BROCKMAN MINING LIMITED

Incorporated in Bermuda with limited liability
SEHK Stock Code: 159
ASX Stock Code: BCK

QUARTERLY REPORT

For the quarter ended
30 June 2016

Table of Contents

1. HIGHLIGHTS.....	3
2. CORPORATE REVIEW	4
3. MARILLANA IRON ORE PROJECT	4
4. OPTHALMIA	5
5. TENEMENTS	6
6. DAMAJIANSHAN MINE	8
7. CORPORATE PROFILE	9
8. GLOSSARY	10
9. Appendix 5B	11

1. HIGHLIGHTS

- Brockman's Project Maverick is progressing with two ECI consortiums finalising Class 4 study estimates. Qube completed its feasibility study for the project's transportation solution, which remains conditional on the confirmation of port allocation at the Utah Point Bulk Handling Facility at Port Hedland.
- Positive results from an initial study to evaluate an independent railway solution for Brockman's 20Mtpa Marillana project.
- Brockman awaits the outcome of TPI's application to the Federal High Court of Australia for special leave to appeal the recent judgement from the Supreme Court of Western Australia in favour of Brockman.
- Ophthalmia value in use study completed.

2. CORPORATE REVIEW

Cash position

The consolidated cash position of the Group as at 30 June 2016 was HK\$32.8 million.

Corporate

The Company remains vigilant on overhead costs in the current iron ore price environment. The primary focus is on delivering the Project Maverick, and pursuing infrastructure solutions for a larger Marillana development.

3. MARILLANA IRON ORE PROJECT

3.1 Marillana Development

Work continued during the period on the advancement of Project Maverick with the commencement by two ECI consortiums for Class 4 study estimates. The completion of these studies is due in Q3 calendar year 2016.

The key prerequisite for the Company before progressing further on Project Maverick is to secure a stockyard and capacity allocation at the Utah Point Bulk Handling Facility ('UPF') to cater for the export of 2.5Mtpa of Marillana's iron ore product. Discussions with the Pilbara Port Authority ('PPA') in relation to this allocation continued throughout the quarter, and the Company is expecting a resolution in Q3 calendar year 2016.

Following confirmation of a conditional allocation at UPF, Brockman will progress to a final Feasibility Study for Project Maverick and execution of a Logistics Services Agreement with Qube Bulk Pty Ltd ('Qube'). The Logistics Services Agreement will be the foundation for Qube's provision of logistics services for the transportation and export through UPF for a minimum of five years.

Brockman is targeting first production of Project Maverick in Q4 calendar year 2017.

Project Maverick

The development of Project Maverick is an interim solution to establish Brockman and the high quality Marillana product in the seaborne iron ore market. It will also be a major step forward in commercialising the infrastructure solution for the larger scale operations at Marillana (up to 20Mtpa).

Project Maverick relates to a very small portion of the total mineralisation at Marillana, with an initial small scale (2.5Mtpa) mining operation at the 100% owned Marillana iron ore deposit. A total of 29.4Mt of ore and 8.9Mt of waste is planned to be mined over the first five years of the project and beneficiated product will be transported to Port Hedland by road haulage.

3.2 Marillana Infrastructure

Rail

Brockman Independent Railway

As a result of the prolonged delays in the process of accessing third party rail in the Pilbara, Brockman commissioned a study during the quarter to evaluate an independent railway to connect the Company's Marillana project, and later the Ophthalmia project, to Port Hedland. The independent railway is one of a number of logistics solutions being considered by the Company.

The study was based on a standard gauge, 26 tonne axle load design incorporating a ballast-less Ausbeam Track System, coupled with standard bottom dump wagons. The study indicates a significantly reduced capital cost when compared to traditional Pilbara heavy haul railway lines and demonstrates strong commercial merits for the railway line to support an initial capacity of 30Mtpa to a designated berth in Port Hedland, with the ability to be expanded to 50Mtpa for other junior miners. Following the positive study result, Brockman will progress to a Pre-Feasibility Study.

TPI Access Application

On 24 March 2016, TPI made an application for special leave to appeal the Court of Appeal's judgment to the High Court of Australia. This is

an interlocutory procedure which will determine whether TPI will be allowed to appeal to the High Court. Special leave will only be granted when an appeal is considered to meet certain criteria. The timeframes to progress a special leave application are short and specified, and the hearing usually takes place within a reasonably short time thereafter. Accordingly, a decision on whether TPI will be granted special leave to appeal to the High Court should be determined by late 2016. If TPI is successful in its application for special leave, then it will have its appeal heard by the High Court. If TPI is unsuccessful, it has no further avenue of appeal.

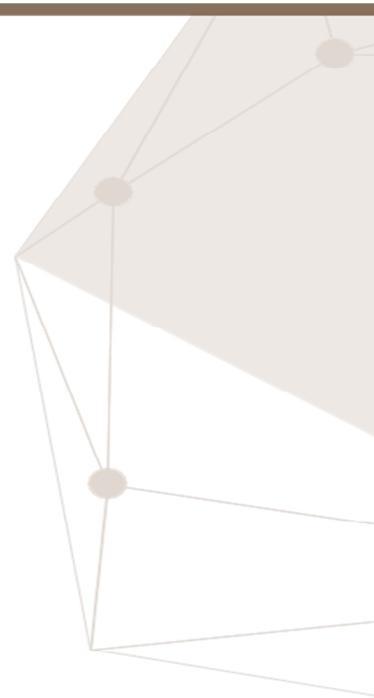
Brockman awaits the outcome of TPI's application for special leave to appeal the recent judgement in favour of Brockman.

Port

Brockman continues to study options for development of the port at South West Creek to complement the Company's future rail solution.

4. OPTHALMIA

Following the completion of the positive sintering testwork programme by CISRI, the Company received the results from the Value in Use model for Brockman's Sirius (Sirius is the largest of the three deposits at Ophthalmia) fines. The VIU in iron making has been estimated using the Marx VIU model in comparison to Pilbara blend fines. The results indicate a total potential discount of 15 – 17% for Sirius fines compared to Pilbara Blend, sold to silica constrained Chinese steel mills.



5. TENEMENTS

Tenements disposed of during the Quarter

Project	Location	Tenement type	Tenement number	Commodity	Status	Interest held
Port Hedland	North Pilbara	L	45/296	Iron Ore	Withdrawn	0%

Tenements acquired during the Quarter

Project	Location	Tenement type	Tenement number	Commodity	Status	Interest held
Coolawanyah	West Pilbara	E	47/3491	Iron Ore	Application	100%
Sylvania	West Pilbara	E	52/3442	Iron Ore	Application	100%

Tenements held at end of Quarter

Project	Location	Tenement type	Tenement number	Commodity	Status	Interest held
Coolawanyah	West Pilbara	E	47/3491	Iron Ore	Application	100%
Duck Creek	West Pilbara	E	47/1725	Iron Ore	Granted	100%
Duck Creek	West Pilbara	E	47/3151	Iron Ore	Granted	100%
Duck Creek	West Pilbara	E	47/3152	Iron Ore	Granted	100%
Eagle Pool North	West Pilbara	E	47/3418	Iron Ore	Application	100%
Enterprise Bore	West Pilbara	E	47/3452	Iron Ore	Application	100%
Fig Tree	East Pilbara	E	47/3025	Iron Ore	Application	100%
Hamersley Range	West Pilbara	E	47/3457	Iron Ore	Application	100%
Innawally Pool	West Pilbara	E	46/1087	Iron Ore	Application	100%
Innawally Pool	West Pilbara	E	52/3356	Iron Ore	Application	100%
Irwin Hills	Goldfields	L	39/0232	Nickel/ Cobalt	Application	40%
Irwin Hills	Goldfields	L	39/0163	Nickel/ Cobalt	Granted	40%
Irwin Hills	Goldfields	M	39/1088	Nickel/ Cobalt	Granted	40%
Jeerinah East	West Pilbara	E	47/3441	Iron Ore	Application	100%
Juna Downs	West Pilbara	E	47/3363	Iron Ore	Application	100%
Juna Downs	West Pilbara	E	47/3364	Iron Ore	Application	100%
Madala Bore	West Pilbara	E	47/3285	Iron Ore	Application	100%
Marandoo	West Pilbara	E	47/3105	Iron Ore	Granted	100%
Marillana	East Pilbara	L	45/0238	Iron Ore	Application	100%
Marillana	East Pilbara	M	47/1414	Iron Ore	Granted	100%
Marillana	East Pilbara	E	47/3170	Iron Ore	Application	100%
Mindy	West Pilbara	E	47/3310	Iron Ore	Application	100%
Mt Goldsworthy	North Pilbara	E	45/3931	Iron Ore	Granted	100%
Mt Grant	East Pilbara	E	45/4496	Iron Ore	Application	100%
Mt King	West Pilbara	E	47/3446	Iron Ore	Application	100%
Mt Stuart	West Pilbara	E	47/1850	Iron Ore	Granted	100%
Mt Stuart	West Pilbara	E	47/2215	Iron Ore	Granted	100%
Mt Stuart	West Pilbara	E	47/2994	Iron Ore	Application	100%
Mt Truchanas	West Pilbara	E	47/3420	Iron Ore	Application	100%
Mt Truchanas	West Pilbara	E	47/3421	Iron Ore	Application	100%
Ophthalmia	East Pilbara	E	47/1598	Iron Ore	Granted	100%
Ophthalmia	East Pilbara	E	47/1599	Iron Ore	Granted	100%
Ophthalmia	East Pilbara	E	47/2280	Iron Ore	Granted	100%
Ophthalmia	East Pilbara	E	47/2291	Iron Ore	Granted	100%
Ophthalmia	East Pilbara	E	47/2594	Iron Ore	Granted	100%
Ophthalmia	East Pilbara	E	47/3323	Iron Ore	Application	100%

Project	Location	Tenement type	Tenement number	Commodity	Status	Interest held
Ophthalmia	East Pilbara	P	47/1715	Iron Ore	Granted	100%
Phils Bore	West Pilbara	E	47/2904	Iron Ore	Granted	100%
Phils Bore	West Pilbara	E	47/2905	Iron Ore	Application	100%
Parson George	East Pilbara	E	47/3217	Iron Ore	Granted	100%
Shovelanna	East Pilbara	E	46/0781	Iron Ore	Granted	100%
Sylvania	West Pilbara	E	52/3442	Iron Ore	Application	100%
Tom Price	West Pilbara	E	47/2098	Iron Ore	Granted	100%
Tom Price	West Pilbara	E	47/2455	Iron Ore	Granted	100%
Tom Price	West Pilbara	E	47/2699	Iron Ore	Application	100%
Tom Price	West Pilbara	E	47/3216	Iron Ore	Application	100%
Tom Price	West Pilbara	E	47/1767	Iron Ore	Application	100%
West Hamersley	West Pilbara	E	47/1603	Iron Ore	Granted	100%
Windell Pool	West Pilbara	E	52/3381	Iron Ore	Application	100%

6. DAMAJIANSHAN MINE

The Company continued to review its mine plan under current market conditions to ensure that this product would maximise shareholders' return in the long run. During the quarter, concerns about the growth of the Chinese economy continued to weigh on copper prices. After careful consideration, the Company still put on halt the production under the current prolonged low copper price environment. The cash payment for exploration activities and development was zero (zero in March 2016 quarter).

During the quarter ended 30 June 2016, cash refund to customer at RMB0.04 million (cash receipts from product sales of approximately RMB0.05 million was recorded, March 2016 quarter).

Cash payments for production associated with mining operations during the quarter amounted to approximately RMB0.4 million (RMB1.0 million, March 2016 quarter).

7. CORPORATE PROFILE

Brockman Mining Limited

ARBN 143 211 867

Non-executive Directors:

Kwai Sze Hoi (Chairman)
Liu Zhengui (Vice Chairman)
Ross Stewart Norgard

Executive Directors:

Chan Kam Kwan Jason
(Company Secretary)
Kwai Kwun Lawrence
Colin Paterson

Independent Non-executive Directors:

Uwe Henke Von Parpart
Yap Henry Fat Suan
Choi Yue Chun Eugene

Registrars

Principal Share Registrars and Transfer Office

MUFG Fund Services (Bermuda) Limited
The Belvedere Building
69 Pitts Bay Road
Pembroke HM 08
Bermuda

Branch Share Registrars and Transfer Office —Hong Kong

Tricor Secretaries Limited
Level 22, Hopewell Centre
183 Queen's Road East
Hong Kong

Branch Share Registrars and Transfer Office —Australia

Computershare Investor Services Pty Limited
Reserve Bank Building
Level 2, 45 St George's Terrace
Perth, Western Australia, 6000

Securities on issue at 30 June 2016

Quoted securities

8,381,982,131 fully paid shares on issue

Unquoted securities

8,000,000 unlisted options granted
— 8,000,000 share options, expiring 18
January 2018 EX HK\$0.45

There were no shares or options issued
during the period.

The following Unlisted Employee share
options lapsed during the period:

— 72,600,000 share options, expiring 20
May 2016 EX HK\$0.717
— 72,600,000 share options, expiring 20
May 2016 EX HK\$0.967

By order of the Board of Directors of
Brockman Mining Limited
Chan Kam Kwan, Jason
Company Secretary, Hong Kong

8. GLOSSARY

"ASX"	ASX Limited ABN 98 008 624 691
"Board"	the Board of Directors
"Brockman" or "Company"	Brockman Mining Limited ARBN 143 211 867, a company listed on the SEHK and ASX
"Damajianshan Mine"	The 100% owned copper mine held by the Company in the Yunnan Province, PRC
"ECI"	Early Contract Involvement
"Group"	Brockman Mining Limited, its associates and subsidiaries
"m"	Metre(s)
"Marillana Project"	The 100% owned Marillana iron ore project is Brockman's flagship project located in the Hamersley Iron Province
"Mtpa"	million tonnes per annum
"NWI"	North West Infrastructure, the joint venture company which represents the interests of its three shareholder companies: Brockman Mining Australia Pty Ltd; Atlas Iron Limited and FerrAus Limited, to facilitate the construction of a port facility capable of annually exporting 50 million tonnes of iron ore from the South- West Creek location at the Inner Harbour at Port Hedland, Western Australia
"Ophthalmia Project"	The 100% owned Ophthalmia iron ore project is located 80 km south of the Marillana Project
"SEHK"	The Stock Exchange of Hong Kong Limited

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

BROCKMAN MINING LIMITED

ABN

ARBN 143 211 867

Quarter ended ("current quarter")

30 June 2016

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter HK\$'000	Year to date (12 months) HK\$'000
1.1 Receipts from product sales and related debtors	-	5,778
1.2 Payments for (a) exploration & evaluation	(3,026)	(20,566)
(b) development	-	-
(c) production	(416)	(8,497)
(d) administration	(1,187)	(28,483)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	46	374
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes refund/(paid)	433	433
1.7 Other (provide details if material)	-	-
(a) Net advance from/(repayment to) related parties	863	899
(b) Refund to customer for over-prepayment	(47)	(337)
Net operating cash flows	(3,334)	(50,399)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	(16)	(497)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	146
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
(a) Stamp duty tax payment on acquisition	-	(25,986)
Net investing cash flows	(16)	(26,337)

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

1.13	Total operating and investing cash flows (carried forward)	(3,350)	(76,736)
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	—	11,234
1.17	Repayment of borrowings	(118)	(118)
1.18	Dividends paid	—	—
1.19	Other (provide details if material)		
	a) cash backed performance bond guarantee of BRM	—	668
Net financing cash flows		(118)	11,784
Net decrease in cash held		(3,468)	(64,952)
1.20	Cash at beginning of quarter/year to date	36,396	98,297
1.21	Exchange rate adjustments to item 1.20	(157)	(574)
1.22	Cash at end of quarter	32,771	32,771

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

		Current quarter HK\$'000
1.23	Aggregate amount of payments to the parties included in item 1.2	1,540
1.24	Aggregate amount of loans to the parties included in item 1.10	—
1.25	Explanation necessary for an understanding of the transactions	

1.23	Being payment of executive directors' salary and non-executive directors' fees.
------	---

Non-cash financing and investing activities

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

Nil

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

Nil

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available HK\$'000	Amount used HK\$'000
3.1 Loan facilities	—	—
3.2 Credit standby arrangements	—	—

Estimated cash outflows for next quarter

	HK\$'000
4.1 Exploration and evaluation	(12,331)
4.2 Development	—
4.3 Production	—
4.4 Administration	(5,926)
Total	(18,257)

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 HK\$'000	Previous quarter HK\$'000
51 Cash on hand and at bank	13,332	17,004
52 Deposits at call	19,439	19,392
53 Bank overdraft		
54 Other (provide details)		
Total: cash at end of quarter (item 1.22)	32,771	36,396

+ See chapter 19 for defined terms.

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
61	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed	L45/296 Withdrawn lodged	100%	0%
62	Interests in mining tenements and petroleum tenements acquired or increased	E47/3491 E52/3442 Application lodged Application lodged	0% 0%	100% 100%

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	8,381,982,131	8,381,982,131	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs			

+ See chapter 19 for defined terms.

Mining exploration entity and oil and gas exploration entity quarterly report

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)	8,000,000		Exercise price HK\$0.45	Expiry date 18 January 2018
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter	145,200,000		HK\$0.717-HK\$0.967	20 May 2016
7.11	Debentures (totals only)				
7.12	Unsecured notes (totals only)				

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 ~~/does not*~~ (delete one) give a true and fair view of the matters disclosed.



Sign here:

.....
(Company secretary)

Date: 29 July 2016

.....

Print name:

..... Chan Kam Kwan, Jason

+ See chapter 19 for defined terms.

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.