

12 December 2017

SECOND FORTUNE PROGRESS UPDATE

- Construction of Mine Portal Completed
- Installation of Mine Services Completed
- Decline Development Commenced
- New Accommodation Units Completed
- Service Workshop Near Complete

Anova Metals Limited (ASX: AWV, "Anova" or the "Company") is pleased to provide an update on mine activities at the Second Fortune Gold Project in Western Australia.

Mine Portal Completed

GBF Underground Mining Company ("GBF") have completed construction of the mine portal and installation of surface mine services (Figures 1 - 5). Decline development is underway and has advanced 20 metres to date. Decline development should reach Level 1 (Figure 7) early in the new year.



Figure 1 and 2: Mine portal after being bored out, GBF staff in front of the bored out mining portal.

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Figure 3: Charging the portal opening.

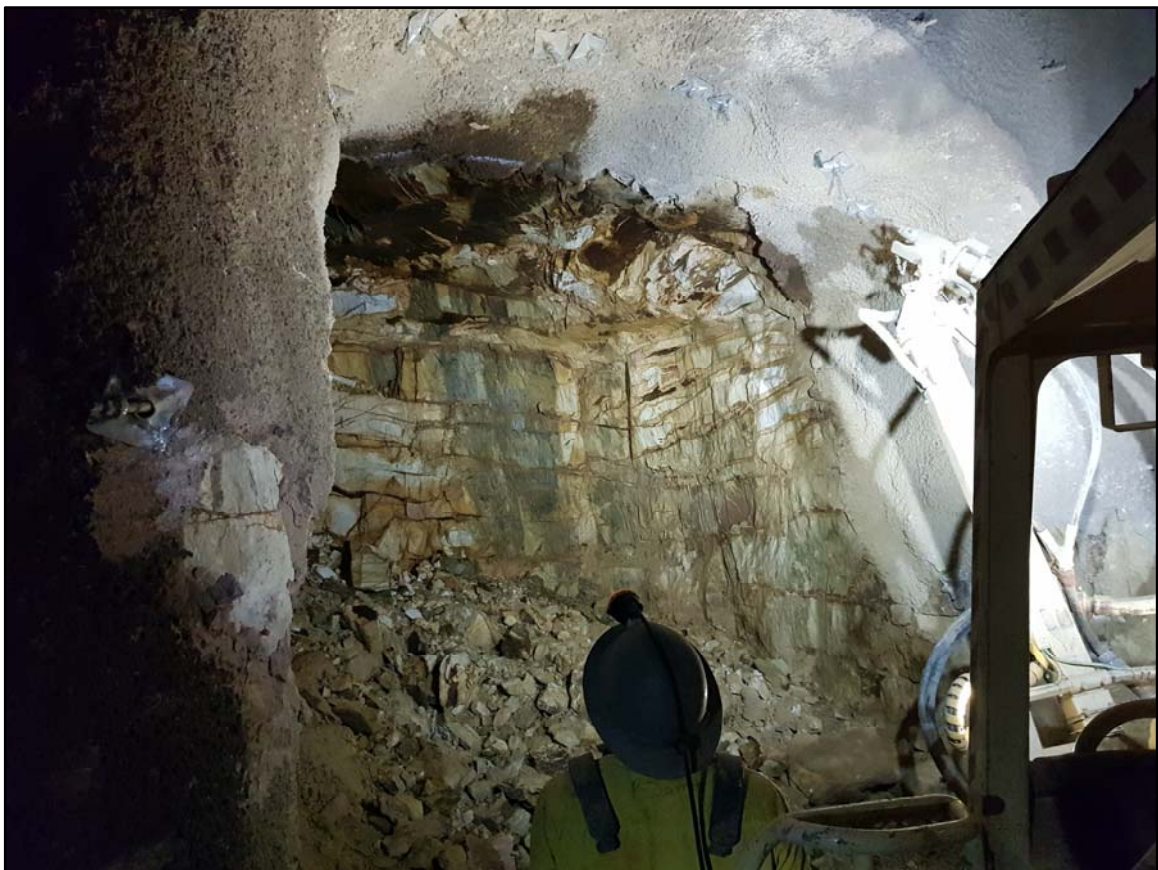


Figure 4: Second cut of mine portal after being hydro scaled by GBF.



Figure 5: Mine portal opening after completion of bogging.

Site Works

The establishment of surface infrastructure has been continuing over the last few months. Accommodation facilities to support the expanded staffing levels during mining are now complete as well as mine offices, upgraded ablutions, change rooms, laundry and kitchen.

Magazines and water services are now complete, and workshops are nearing completion.

Tolling Agreement

An ore tolling agreement for processing sorted ore products from Second Fortune is at an advanced stage of drafting and should be concluded soon.

For more information:

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Figure 6: New camp facilities.

About Anova Metals

Anova Metals is an Australian Securities Exchange listed gold exploration and development company with projects in Western Australia and Nevada, USA.

In WA, the Company's focus is on the Linden Gold Project in the North Eastern Goldfields region, within the Laverton Tectonic Zone, which hosts multi-million ounce deposits including Sunrise Dam (AngloGold Ashanti) and Granny Smith/Wallaby (Gold Fields). A feasibility study has recently been completed on the Second Fortune Gold Mine demonstrating the technical and economic viability of the project and all regulatory approvals are in place for the underground mine and associated infrastructure. Commencement of the portal development is planned for Q4 2017.

In the US, the Company is progressing towards production on the Big Springs Project, a Carlin-style gold deposit located in an established gold mining region, 80km north of Elko in north eastern Nevada. The Project was mined by Independence Mining Company between 1987 and 1993 producing 386,000 ounces of gold and currently has a JORC 2012 Mineral Resource 16 million tonnes at 2.0 g/t gold. Applying a cut-off grade to 2.5 g/t gold results in a high grade core to the deposit of 2.9 million tonnes of 4.2 g/t gold for 388,000 ounces. Big Springs recently received permitting approval to commence its first phase of mining operations.

For more information, please visit www.anovametals.com

Competent Person Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Lauritz Barnes, Principal Consultant Geologist, Trepanier Pty Ltd. Mr Barnes is a shareholder of Anova Metals. Mr Barnes is a member of both the Australian Institute of Geoscientists and the Australasian Institute of Mining and Metallurgy, and has sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Barnes consents to the inclusion in this report of the matters based on his information in the form and context in which they appear.

Refer to Exterra Resources Limited's (ASX:EXC) announcement titled Feasibility Study Confirms Robust High Grade Gold Mine and dated 25 May 2017 for further information in relation to the Second Fortune Mineral Resources and Ore Reserve estimate for the Second Fortune project. 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 and Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the original market announcements continue to apply and have not materially changed. The company confirms that the form and context in which the competent persons findings have not been materially modified from the original announcement.

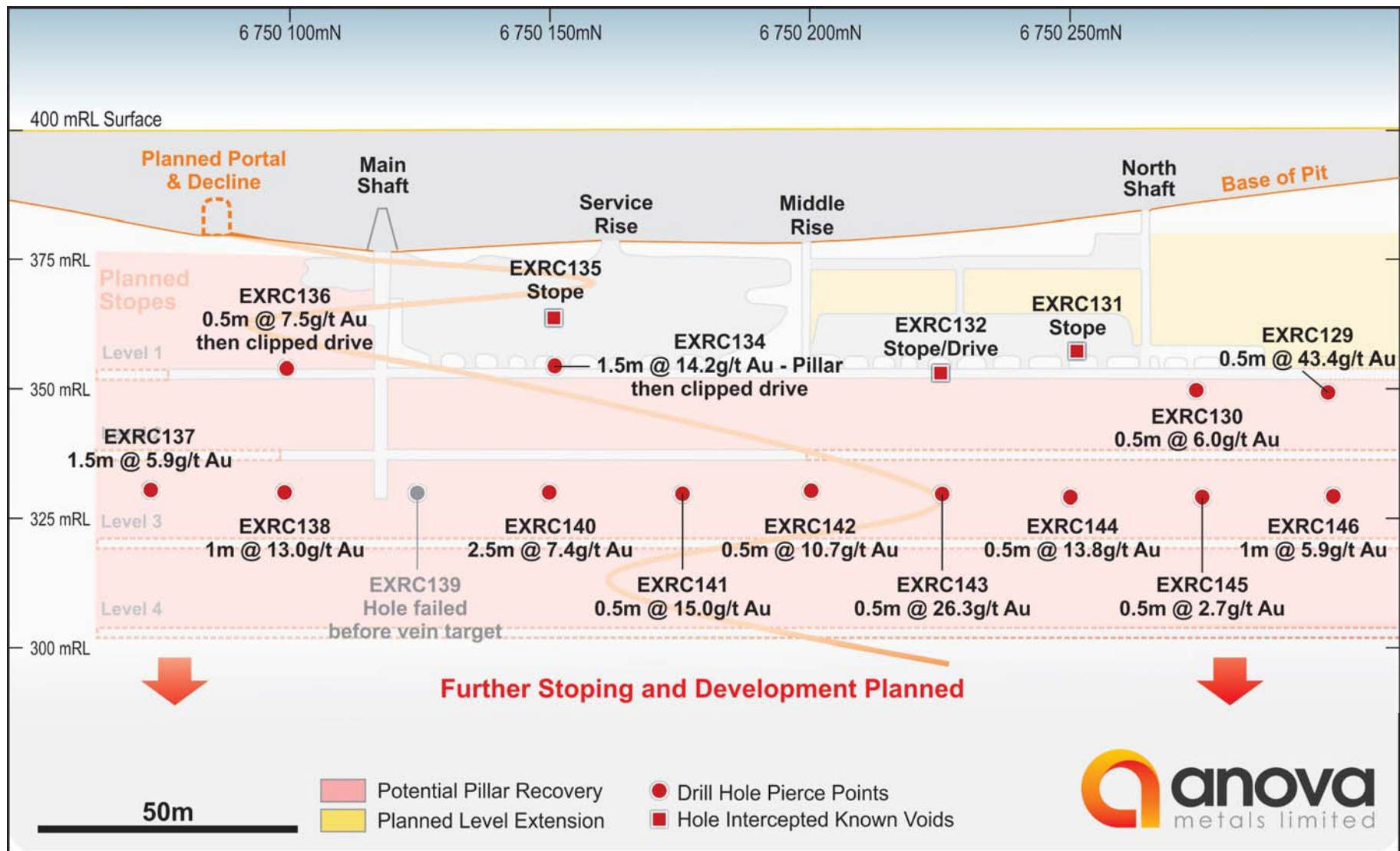


Figure 7: North-south Long-Section showing new 2017 drilling results (downhole intercepts) at the Second Fortune Deposit