

30 April 2019

ASX RELEASE

QUARTERLY ACTIVITIES REPORT MARCH 2019

TAO Commodities Limited (“TAO” or “the company”) (ASX: TAO) is pleased to release the Quarterly Activities Report for March 2019.

Highlights

- **Bureau of Land Management (BLM) and Utah division of Oil, Gas and Mining grant drilling approvals for maiden drill program at the highly prospective Zinc, Lead & Copper Milford Project.**
- **Drill sites were staked in the Silver Bear prospect, which is the most promising of several prospect areas within the greater Milford Project. The main vein is exposed and has a length of at least 150 metres and is approximately 2 metres wide where exposed.**
- **Subsequent to the quarter end and as announced on the 29th April 2019, the Company’s maiden drilling program commenced at the Milford Project, with the first hole completed showing heavy alterations. Samples will be shipped to the laboratory immediately for assaying.**

Exploration Activities

At the end of the March 2019 quarter TAO Commodities Limited (“TAO” or “the Company”) (ASX: TAO) announced that drilling permits have been issued for the 100% owned Milford Project located in Beaver County, Utah, USA representing the maiden drill program for TAO’s Milford Project.

The maiden drill program will focus on the Silver Bear which is the most promising of several prospect areas included in the extensive Milford land holdings. Six drill sites, from which up to seven may be drilled, were staked on the Silver Bear prospect, two on either side of the vein (Figure 1). The main vein is exposed in two adits (now mostly inaccessible) and an open trench. The vein has a known strike length of at least 150 metres and is approximately 2 metres wide where it is exposed.

Drill sites were also staked north and south of an old prospect area that appears to have been a shaft, a trench, or both, labelled “SB West Shaft” on Figure 1. The shaft/trench area had been bulldozed over by the Utah Department of Natural Resources for public safety reasons, but samples from the dumps yielded excellent

values in Cu, Ag, Zn and Pb. As announced previously by TAO in the ASX release dated 9th July 2018 titled, “High Grade Zinc, Lead and Copper Confirmed”.

- **ML18035 assay returned 26.4% Zn, 10.65% Pb and 1.72% Cu**
- **ML18037 assay returned 9.99% Zn, and 8.78% Pb 2.05% Cu**
- **ML18039 assay returned 7% Pb, and 3.93 Cu**

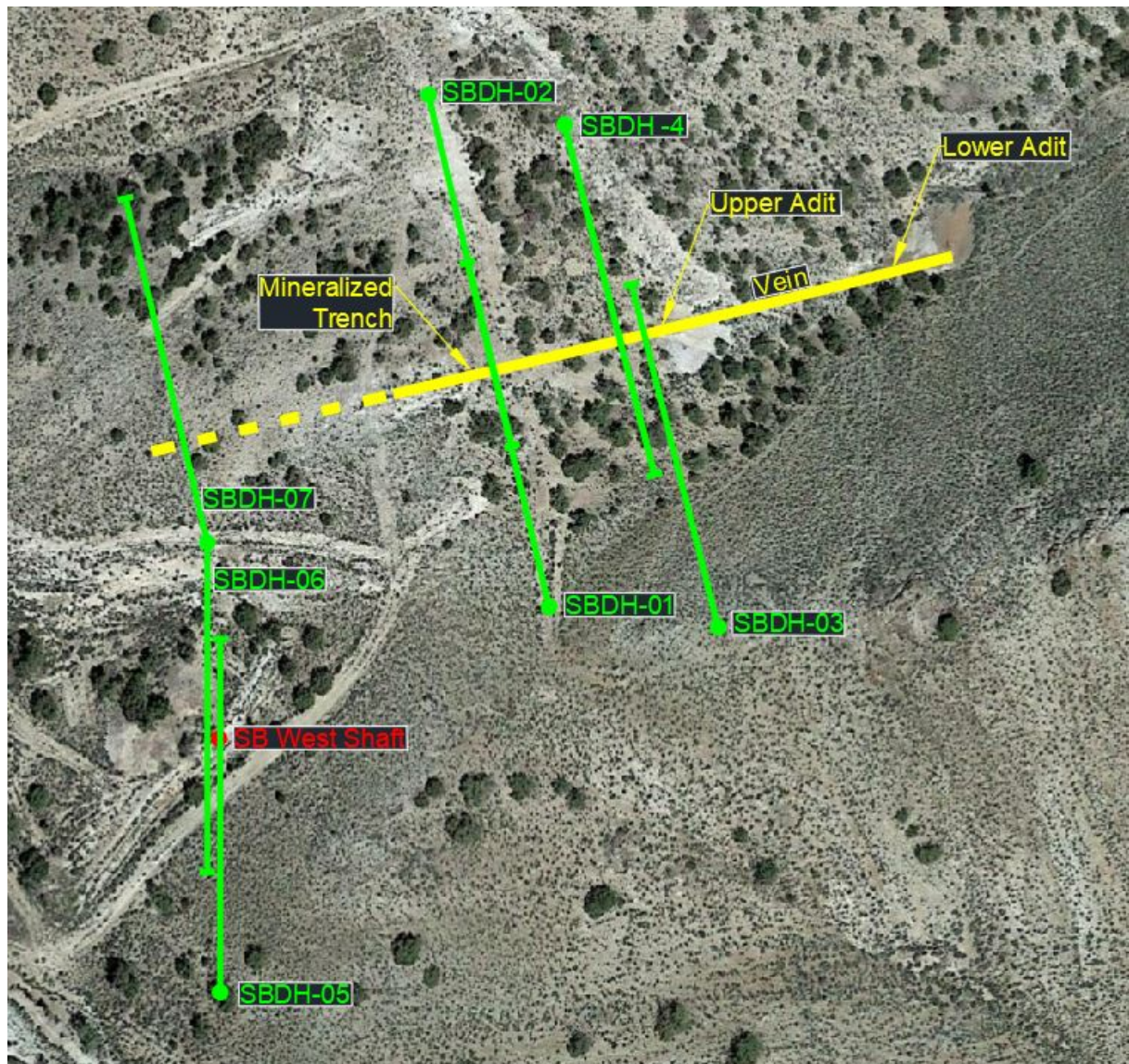


Figure 1 – Staked drill hole locations and mineralized features of the Silver Bear prospect.

Table 1 is a summary of the drill hole calculations for the Silver Bear prospect.

Table 1 - Silver Bear Proposed Drill Hole Calculations. (UTM locations are based on NAD83, Zone 12.

Proposed Drill Hole	Easting UTM	Northing UTM	Google Elev (m)	Direction	Horizontal Distance to Vein (m)	Drill Distance to Vein -60° (m)	Drill Distance to Vein -60° (ft)	Proposed Hole Length (m)	Proposed Hole Length (ft)
SBDH-01	315121	4250884	1915	N15°W	50	100	328	150	500
SBDH-02	315099	4250986	1910	S15°E	60	120	394	150	500
SBDH-03	315126	4250981	1909	N15°W	65	130	427	150	500
SBDH-04	315052	4250895	1903	S15°E	50	100	328	150	500
SBDH-05	315056	4250812	1922	Due N	54	108	354	150	500
SBDH-06	315154	4250878	1910	Due S	42	84	276	150	500
SBDH-07	315154	4250878	1910	N15°W	21	42	138	150	500
Total								1050	3500

Subsequent to the quarter end and announced on the 29th April 2019, the Company's maiden drilling program commenced at the Milford Project, with the first hole completed showing heavy alterations. Assays will be shipped to the laboratory immediately.

The Company will continue to update shareholders in due course.

Corporate

The Company released the Dec 2018 Half Yearly Financial statements on the 14th March 2019.

Tenement Schedule (Disclosure per ASX Listing Rule 5.3.3)

Tenements held at end of the quarter by TAO Commodities Ltd and subsidiary companies.

TENEMENT	LOCATION	INTEREST
ML-001 to ML-200	Utah USA	100%
Total Number of Claims	200	

END



For further information, please contact

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