

29 April 2015

Ferrum Crescent Limited
("Ferrum Crescent", the "Company" or the "Group") (ASX: FCR, AIM: FCR, JSE: FCR)

Quarterly Activities and Cashflow Report
For the period ended 31 March 2015

Highlights

Moonlight Iron Project BFS:

- Zones A, B and C confirmed as phase 1 development areas for first 10 year mine life design following Q4 2014-Q1 2015 drilling programme
 - 10 reverse circulation holes with a combined 1,396 metres
 - All holes intersected magnetic zones across various depths
 - Final area drilling complete over Area D
 - Infill drilling now to be allocated to primary mining development on Zones A, B and C.
 - New zone of mineralisation, Zone E offers future exploration potential
- Planning ongoing with infrastructure suppliers (power, water, rail and port)
- Next BFS phases:
 - Full Ore Reserve, in terms of JORC (2012), to be established - Infill drilling over Zones A, B and C for advanced mine design work and metallurgical analysis
 - Decision to be made on whether bulk sampling is needed
 - Final beneficiation and pelletiser designs/costings to be completed
 - In the final phase, infrastructure negotiations and agreements to be concluded.

Corporate:

- Discussions progressing with potential development parties
 - Consequently Investment agreement with Anvwar Asian Investments formally terminated
 - Internal RSA steel supply route under evaluation with parties
 - Investment agreement with Anvwar Asian Investments formally terminated
- Changes during the quarter result in the appointment on 23 March 2015 of Beaufort Securities as Ferrum Crescent's AIM broker
- Strand Hanson Limited appointed on 3 March 2015 as Ferrum Crescent financial adviser

A.C.N. 097 532 137
Share code FCR on the ASX, AIM and the JSE
www.ferrumcrescent.com
info@ferrumcrescent.com

L4, Suite 5, South Shore Centre, 85 The Esplanade
SOUTH PERTH WA 6151, AUSTRALIA
PO Box 189, South Perth, WA 6951
Tel: +61 8 9367 5681 Fax: +61 9238 0722

- 10 million options granted to Ferrum Crescent advisers during the quarter with an exercise price of GBP0.0075 (for 4 million options) and GBP0.02 (for 6 million options), all with an exercise period of 3 years
- Cash balance at the end of the quarter: AUD\$592,000

Ferrum Crescent, the direct reduction iron (DRI) pellet project developer, today submits its quarterly activities and cashflow report for the period ending 31 March 2015.

The period saw the final confirmation of where the Phase 1 mine development work will be located for the first 10 years of mine life at Moonlight. Following analysis of the 10 reverse circulation (“RC”) drill holes, the first 10 year development model will be based on Zones A, B and C and further infill drilling will commence next to establish a JORC (2012) Ore Reserve and for advanced beneficiation work to be undertaken as part of the DRI plant design process. The success of infill drilling will also determine whether bulk sampling is necessary to complete the full mine design and plant costings.

Following completion of all mine plan and plant design the last stage of the Moonlight BFS can be entered into, utilising the stand-alone project economics to complete all infrastructure agreements for power, water and transportation.

Commenting today Tom Revy, MD, said: “Since recommencing the BFS at the Moonlight project in the last quarter of 2014 we have confirmed the location for open pit mining during the first 10 years of mine life and have begun advanced pit design work. Using the recent drilling data we shall continue to progress the economic model of both the mine and the DRI pellet complex to be situated at the Thabazimbi railhead. Our recent work is also assisting us in negotiations with development parties and related infrastructure groups. I look forward to updating the market shortly on both operational and corporate progress.”

For more information concerning the Company, please visit that website or contact:

<i>Australia enquiries:</i>	<i>UK enquiries:</i>
Ferrum Crescent Limited Tom Revy T: +61 8 9367 5681 Managing Director	Ferrum Crescent Limited Laurence Read (UK representative) T: +44 7557672432 RFC Ambrian Limited (Nominated Adviser) Andrew Thomson/Oliver Morse T: +61 8 9480 2500 Beaufort Securities (Broker) Elliot Hance +44 (0)20 7382 8416
<i>South Africa enquiries:</i>	JSE Sponsor Bravura Capital (Pty) Ltd Doné Hattingh T (direct): +27 11 459 5037

The information that relates to Exploration Results in the report of which this statement is a summary, is based on information compiled by Andisani Netshilinganedza and Stewart Nupen, who are registered with the South African Council for Natural Scientific Professionals (Andisani Netshilinganedza: Reg. No. 400051/13 and Stewart Nupen: Reg. No. 400174/07) and are members of the Geological Society of South Africa.

Mrs. Netshilinganedza and Mr. Nupen are employed by The Mineral Corporation, which provides technical advisory services to the mining and minerals industry. Mrs. Netshilinganedza and Mr. Nupen have 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 Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves'. Mrs. Netshilinganedza and Mr. Nupen consent to the inclusion in this statement of the matters based on this information in the form and context in which it appears.

Notes to Editors

Ferrum Crescent's principal project is the Moonlight Iron Project located in Limpopo Province in the north of South Africa. The Moonlight Deposit (upon which the Moonlight Iron Project or "Moonlight" or the "Project" is based) is a magnetite deposit located on the farms Moonlight, Gouda Fontein and Julietta and is the main operational focus for the Company. Iscor, which explored the Project in the 1980s and '90s, reported mineralisation, capable of producing a concentrate grading 68.7% iron. At the time, Iscor concluded that the deposit, which was described as comparable to the world's best, was easily mineable due to its low waste-to-ore ratio. The beneficiation attributes of Moonlight ore are extremely impressive, with low-intensity magnetic separation considered suitable for optimum concentration.

Metallurgical tests of Moonlight material, undertaken since by Ferrum, suggest that Iscor's results are conservative, that good metal recoveries can be achieved, and that the resulting concentrates have a high iron content and only negligible impurities, at grind sizes considered to be the industry standard (P80 of 75 – 125 microns).

Key features of the Project are:

- JORC (2012) compliant Mineral Resource;
- Historical drilling, drilling by the Group, geological modelling and high density geophysical survey conducted by the Company in 2012 confirm tonnage upside potential;
- 30 year Mining Right granted;
- Environmental licence (EIA) in place for the Moonlight mining area (approved 4 April 2013);
- Metallurgical test work indicates the potential for high quality pellets in excess of 69% iron and low deleterious elements possible (DR grade pellets for use in direct reduction iron/electric arc steel-making processes);
- Low stripping ratio; slurry pipeline>pellet plant at rail head (Thabazimbi); export through Richards Bay;

- Duferco offtake partner (4.5 Mtpa plus first right on 1.5 Mtpa if not sold domestically);
- Independent valuation 2014 – The Mineral Corporation's independent valuation of the Project released to the market on 11 June 2014;
- Located near Kumba railhead at Thabazimbi (Kumba operation depleting in grade), Limpopo Province, northern South Africa;
- New Eskom power (4,800MW) commissioning first 800MW module;
- Richards Bay port expansion for iron ore products.

Appendix 5B

Mining 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

Name of entity

Ferrum Crescent Limited

ABN

58 097 532 137

Quarter ended ("current quarter")

31 March 2015

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (9 months) \$A'000
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(207) (268)	(778) (1,006)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	3	7
1.5 Interest and other costs of finance paid		
1.6 R&D recoupment tax		
1.7 Other – net income on restricted cash investments	-	(43)
Net Operating Cash Flows	(472)	(1,820)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets		
1.9 Proceeds from sale of: (a) prospects (b) equity investments (c) other fixed assets		
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other (restricted cash investments)	-	772
Net investing cash flows	-	772
1.13 Total operating and investing cash flows (carried forward)	(472)	(1,048)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(472)	(1,048)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	1,033
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings		
1.17	Repayment of borrowings		
1.18	Dividends paid		
1.19.1	Other		
1.19.2	Other		
1.19.3	Other – share issue costs	(14)	(211)
	Net financing cash flows	(14)	822
	Net increase (decrease) in cash held	(486)	(226)
1.20	Cash at beginning of quarter/year to date	1,062	738
1.21	Exchange rate adjustments to item 1.20	16	80
1.22	Cash at end of quarter	592	592

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

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	100
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Non-cash financing and investing activities

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

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

Financing facilities available

Add notes as necessary for an understanding of the position.

		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities		

+ See chapter 19 for defined terms.

3.2 Credit standby arrangements		
---------------------------------	--	--

Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	300
4.2	Development	
4.3	Production	
4.4	Administration	200
Total		500

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 \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	583	903
5.2 Deposits at call	9	159
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	592	1,062

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements and petroleum tenements acquired or increased			

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

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.

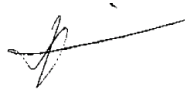
	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference +securities <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	518,787,353	516,487,353	Various	Fully Paid
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	400,000 500,000 2,500,000 2,000,000 3,000,000 2,000,000 3,000,000	- - - - - - -	<i>Exercise price</i> \$0.10 \$0.03 \$0.08 GBP0.0075 GBP0.02 GBP0.0075 GBP0.02	<i>Expiry date</i> 14 December 2015 21 November 2016 19 February 2017 2 February 2018 2 February 2018 1 March 2018 1 March 2018
7.8 Issued during quarter	2,000,000 3,000,000 2,000,000 3,000,000	- - - -	GBP0.0075 GBP0.02 GBP0.0075 GBP0.02	2 February 2018 2 February 2018 1 March 2018 1 March 2018

+ See chapter 19 for defined terms.

7.9	Exercised during quarter				
7.10	Expired / cancelled during quarter				
7.11	Debentures <i>(totals only)</i>				
7.12	Unsecured notes <i>(totals only)</i>				

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:

Date: 29 April 2015

(Company secretary)

Print name:

Bob Hair

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 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, 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.

== == == == ==

+ See chapter 19 for defined terms.