



39 Clifton St
Nedlands WA 6009
Tel: +61 8 9389 6032
ABN: 59 151 155 734
www.santafeminerals.com.au

16 March 2018

Company Announcements Office
ASX Limited

SANTA FE MINERALS LIMITED COMPLETES ACQUISITION OF STRATEGIC LANDHOLDING AT CHALLA SOUTH PROJECT

Santa Fe Minerals Ltd (ASX: SFM) (**SFM**, the **Company**) is pleased to announce that the acquisition of exploration licences E59/2257 and E59/2259 (**Tenements**) from Gunex Pty Ltd (**Acquisition**) as first announced to ASX on 1 March, 2018, has now completed.

Ministerial consent was received from the Minister for Mines and Petroleum to allow the tenements to be transferred from Gunex Pty Ltd to SFM's wholly owned subsidiary Challa Minerals Pty Ltd (**Challa Minerals**).

Total Consideration paid by SFM was:

- \$20,000 cash execution fee;
- \$50,000 cash settlement fee;
- 500,000 ordinary shares in the Company;
- 500,000 unquoted options over shares in the Company, exercisable as 20 cents on or before 30 September 2020; and
- 0.8% Net Smelter Royalty payable on future production.

The new ground covers 418km² and compliments the Company's existing tenements at Challa South. It also enables the Company to consolidate the Eastern side of the Narndee Intrusive Complex. Please refer to figure 1 below.

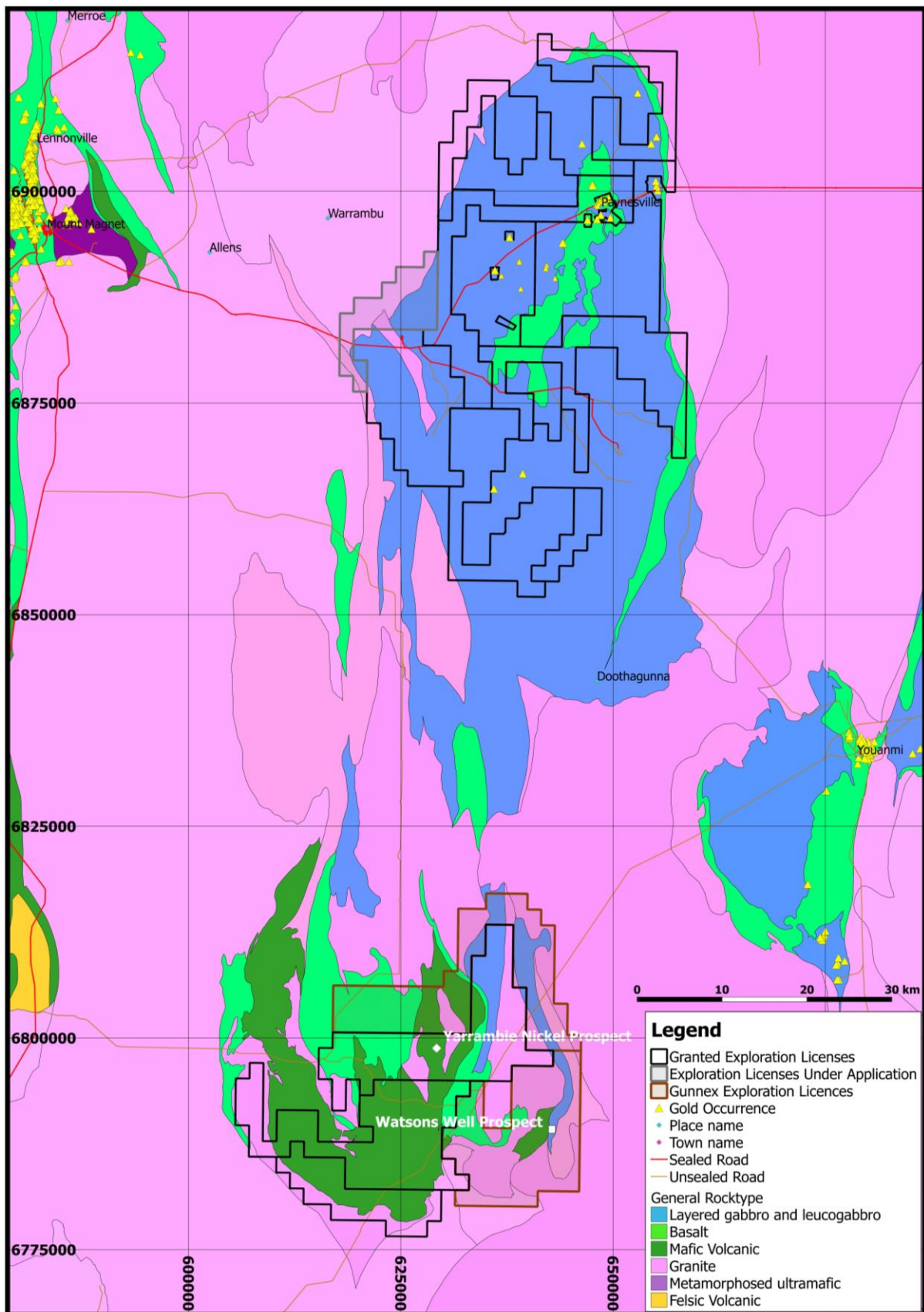


Figure 1: Full Challa Project area including Gunex Pty Ltd tenements.

E59/2259 includes the northern strike extensions to the Company's Yarrambie Nickel prospect.

E59/2257 includes a magnetic feature (greater than 5km in length) at the Watson's Well Prospect. Lag and MagLag sampling by WMC Resources Limited in 2004 showed anomalous Nickel (up to 467ppm) across the magnetic feature however this was not evaluated further.

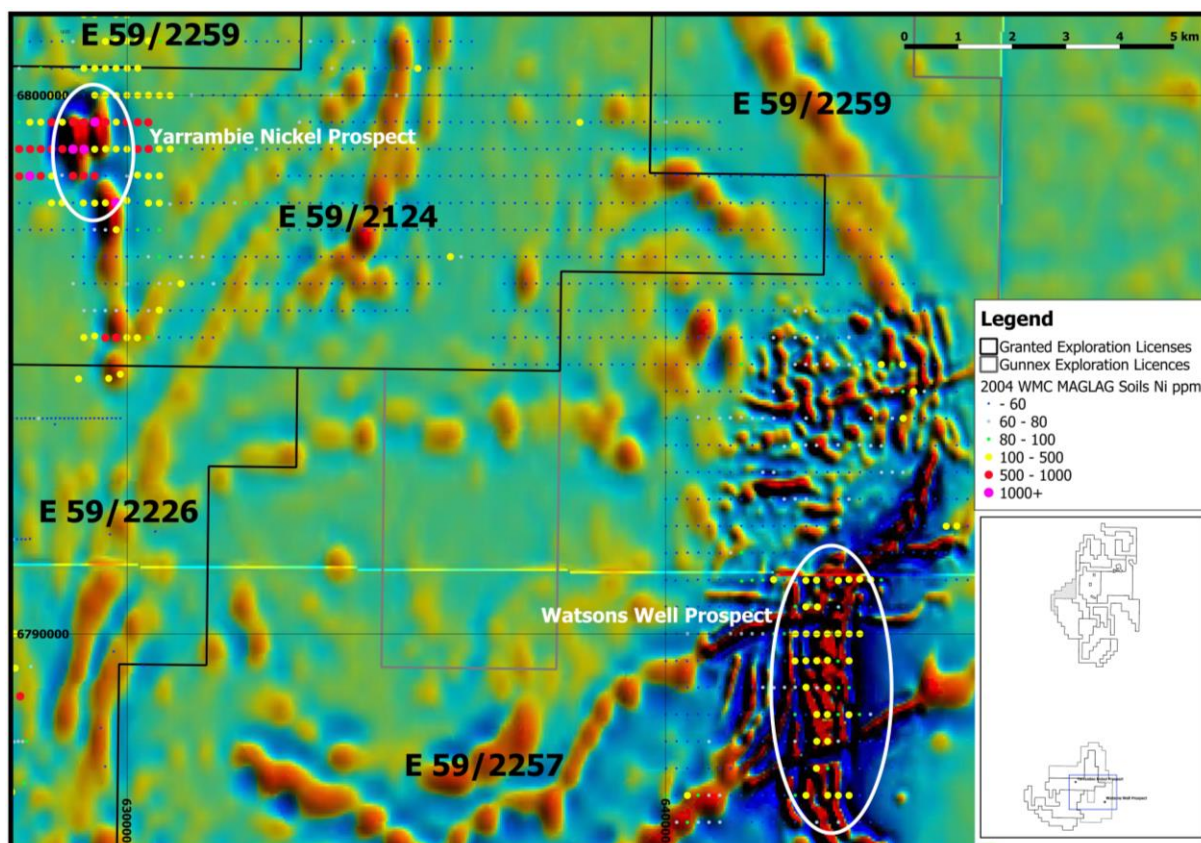


Figure 2: Yarrambie and Watson's Well prospects

SFM has recently concluded an initial reconnaissance mapping and sampling program over the Watson's Well area and will keep the market updated as per ASX listing rules.

For investor queries, please call:

Doug Rose
Managing Director
Santa Fe Minerals Limited
+61 409 465 511

COMPLIANCE STATEMENT

The information in this announcement that relates to exploration targets and exploration results is based on information compiled by Mark Carder, a competent person who is a member of the Australian Institute of Geoscientists (AIG). The information has previously been announced to ASX on 1 March 2018 – "Santa Fe Acquires Adjoining Challa South Licences". Santa Fe Minerals is not aware of any new information or data that materially affects the information provided in that announcement. Mark Carder is an employee of Santa Fe Minerals Limited. Mark has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mark Carder consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.