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Monthly Activities Report

For the period ended 31, August 2019

Solomon Islands

Isabel Nickel Project

San Jorge Mining Lease



Message from the CEO

The month of August has again been one of consolidation, costs reductions and continued negotiation and discussions with the Ministry of Mines (MMERE) to acquire the export permit in order to make our first shipment.

We are optimistic of resolving this matter soon and we remain confident of our legal position of being entitled to be granted an Export Permit.

After the reporting period and parallel to our discussions with the MMERE we have filed a claim in the High Court for a Judicial Review and Misfeasance in Office directly relating to the Export Permit application.

Operations continue on a reduced basis whilst we await the Solomon Island Government (SIG) to process the necessary regulatory approvals. A total of 69,000 wet metric tons (wmt) of nickel ore has been mined and stockpiled to the end of August.

Recent positive price movement for nickel ore provide us the encouragement to bring our project to full scale production once all regulatory permits are approved by the SIG.

Ryan Mount, CEO

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During the month of August, Axiom mined an additional 4,000 wmt of nickel laterite at San Jorge. Mining activities have now been scaled-down while the company awaits the issue of an export permit.

A reduction in operations will significantly reduce costs with activities focused now on sheeting roads and preparing stockpile areas which enable the Company to be in position to scale up operations and export the nickel ore once a permit is granted.

Axiom is in regular contact with Traxys and other potential customers who remain eager in purchasing nickel ore from our San Jorge mine.

As for other areas of interest as to nickel mining in the Solomon Islands, Axiom has:

- Filed a claim for judicial review in the High Court over an area known as Jejevo; no trial date is set yet and the Company is still looking to resolve an efficient resolution for parties. We are informed that one of the parties to the legal proceedings who holds the current prospecting licence ('PL') has been notified that the Government has registered its intent to cancel its PL;
- Filed a claim for judicial review in the High Court over an area known as South San Jorge (outside of Axiom's current Mining Lease); with no trial date set yet;
- Filed a claim for judicial review in the High Court over Kolosori as to Axiom's Prospecting License Application that was deemed unsuccessful by the Solomon Islands Ministry of Mines and subsequently granted to two other companies. Significant resources are planned to be committed to this court proceeding, and
- A letter of intent for a prospecting license over Tenement D. After the reporting period the Ministry of Mines deemed Axiom's application for a prospecting license as unsuccessful.

Nickel Market Update

Nickel markets continue on a Bull Run!

Indonesia, the world's biggest producer of nickel ore have determined that all exports of the ore will cease on the first of January 2020. This has driven the price to a five year high on 2 September 2019 of US\$18,620* a tonne as recorded on London Metal Exchange (LME).

With the closing of Indonesian supply there is increased demand and its estimated deficit of 51,000 tonnes in 2020, rising to 127,000 tonnes in 2021. (Reuters, 3 September 19) Wood Mackenzie stated, "Chinese buyers need to stockpile not only from Indonesia before the ban takes place, but also from anywhere else."

Experts indicate however that even though one of the largest suppliers of ore, The Philippines, are likely to boost production next year they cannot match the higher grade of Indonesian ore and will be unable to fill the supply void.

Axiom is poised to take advantage of the Indonesian situation.

* Axiom does not intend to sell nickel metal. Axiom will sell nickel ore and the LME nickel price is a general indicator of price and demand of all nickel products including Axiom's nickel ore. **Source of LME Price: LME**



West Guadalcanal

In May the West Guadalcanal prospecting license expired. In June Axiom reapplied for the same area which is highly prospective gold-silver base metal epithermal; and copper- gold porphyry mineralisation.



Australian Tenements

Cardross, Mountain Maid, OK and Mt Molloy

Axiom currently holds prospective copper / gold tenements in North Queensland and continues to review these tenements with interest, particularly following the commencement of field geochemical and geological program during the June and December 2018 and March 2019 quarters.

Field work completed at Mountain Maid included core density and mine scoping along with geological mapping with continuing desk top studies of the data gathered from that program undertaken during the March quarter.

A renewal application over Cardross ML 20003 has been lodged with the Queensland Government's Department of Natural Resources

Schedule of tenements

Mining tenements held at 31 August 2019					
Country	Name and location	Tenement number	Interest held	Status	
Isabel Nickel Project					
Solomon Islands	San Jorge	ML01/18	80%	ML Granted	
	Tenement D		100%	(Letter of Intent issued)	
Cardross Project, Chillagoe, Qld					
Australia	Cardross	ML 20003	100%	Granted (Under Renewal)	
	Cardross	EPM 19821	100%	Granted	
	Mount Molloy Project, Mareeba, Qld				
	Mt Molloy copper mines	ML 4831	100%	Granted (Under Renewal)	
	OK Mines Project, Chillagoe, Qld				
	OK North	ML 4805	100%	Granted	
	OK South	ML 4806	100%	Granted	
OK Extended	ML 4809	100%	Granted		
OK Extended No. 2	ML 4813	100%	Granted		
OK	ML 5038	100%	Granted		
Schedule of tenements abbreviations					
EPM	Exploration Permit for Minerals	PL		Prospecting License	
ML	Mining Lease	LOI		Letter of Intent	

Contacts and notes

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About Axiom Mining Limited

Axiom Mining Limited ('the Company') focuses on tapping into the resource potential within the mineral-rich Pacific Rim. Through dedication to forging strong bonds and relationships with the local communities and governments where we operate, Axiom Mining has built a diversified portfolio of exploration tenements in the Asia Pacific region. The Company also owns all majority holdings in highly prospective gold silver and copper tenements in North Queensland, Australia.

The Company is listed on the ASX. For more information on Axiom Mining, please visit www.axiom-mining.com

Disclaimer

Statements in this document that are forward-looking and involve numerous risk and uncertainties that could cause actual results to differ materially from expected results are based on the Company's current beliefs and assumptions regarding a large number of factors affecting its business, some of which may be outside the Company's control. There can be no assurance that;

The Company has correctly measured or identified all of the factors affecting its business or their extent or likely impact; (ii) the publicly available information with respect to these factors on which the Company's analysis is based is complete or accurate; (iii) the Company's analysis is correct; or (iv) the Company's strategy, which is based in part on this analysis, will be successful.

Axiom is not aware of any new information or data that materially affects the information in the original market announcements and that all material assumptions and technical parameters underpinning these exploration results continue to apply and have not materially changed.

Competent Person's Statement

The information in this announcement that relates to Exploration Results is based on information compiled by Mr Clinton Rivers who is a member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Rivers has sufficient experience that is relevant to the styles of mineralisation and types of deposit under consideration and to the activity which is 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'. Mr Rivers is Group Exploration Manager for Axiom Mining Limited and consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

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THE WELLBEING OF OUR PEOPLE
& LOCAL COMMUNITIES THROUGH
SAFE & ENVIRONMENTALLY
RESPONSIBLE OPERATIONS