

ASX ANNOUNCEMENT

7 August 2017



EXPLORATION PROGRAMME UPDATE LAVERTON AND BONAPARTE PROJECTS

Highlights

- Ground EM Survey to commence at Laverton
- Site visit scheduled for the Bonaparte Project

Victory Mines Limited (ASX: VIC) (“Victory” or “the Company”) is pleased to provide an update on proposed exploration programmes for its Laverton and Bonaparte Projects

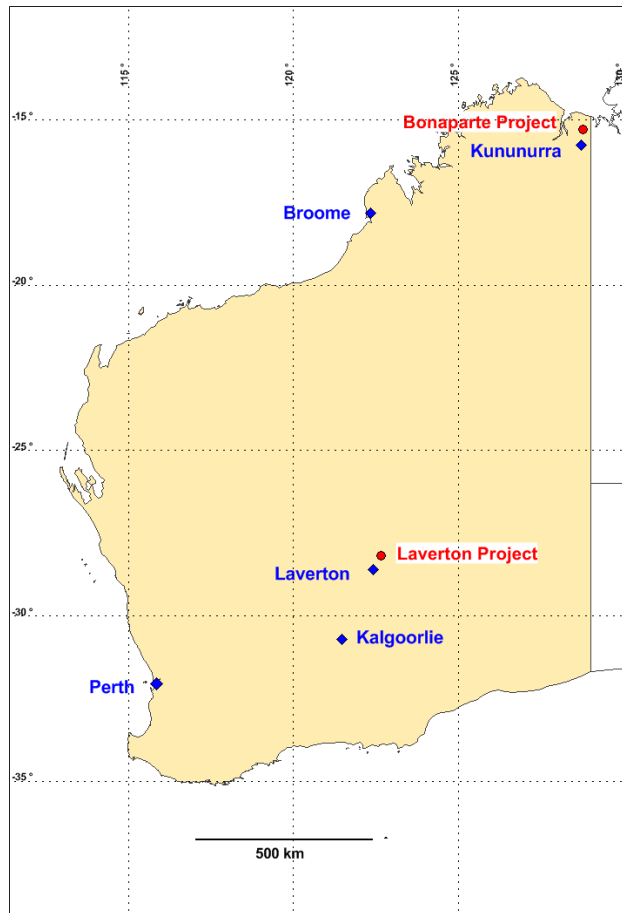


Figure 1: Project Locations

Laverton Project (E38/3075)

As announced 27 July 2017, several copper, nickel and gold anomalies had been confirmed at the Laverton Project, specifically:

- nickel anomalies up to 1.25km in strike and 350 metres in width;
- copper anomalies up to 1.25km in strike and 250 metres in width; and
- gold anomalies up to 900 metres in strike,

with most anomalous areas appearing to be coincident with major geological structures.

The next phase of exploration will to conduct a Ground EM Survey, which will be conducted over the three most extensive anomalous regions. The 3 areas to be surveyed have a combined area of 5.2sqkm. The proposed EM survey lines are shown as Figure 2.

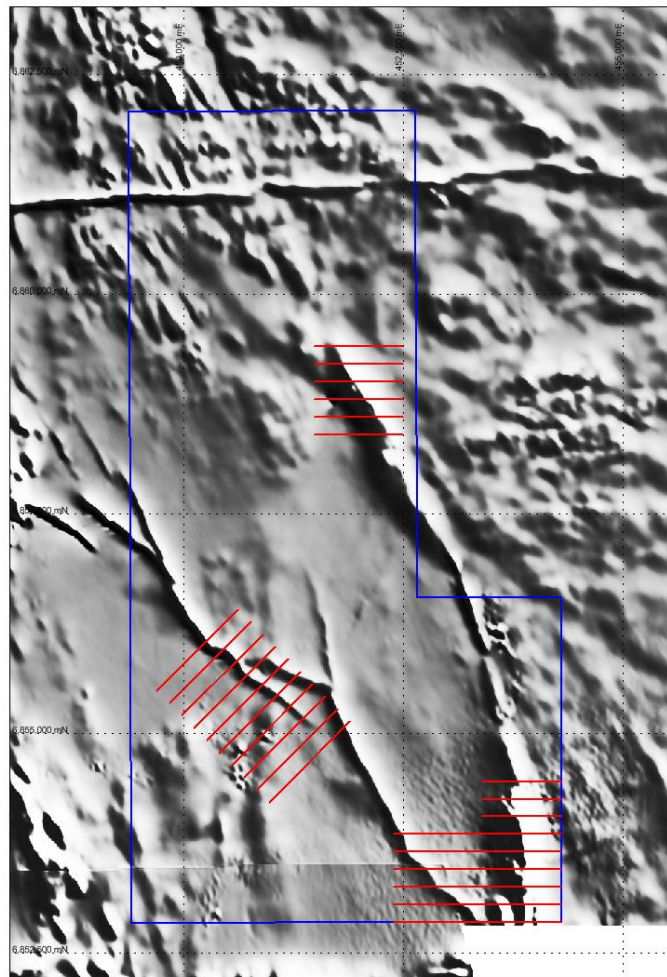


Figure 2: Proposed EM Survey Lines

Contractors for the EM Survey have been arranged with the survey expected to commence on or about 1 September 2017 and take between 2 and 3 weeks to be completed. Interpretation of the results of the survey will be undertaken by Mr Russell Mortimer (from Geopotential Consulting Pty Ltd). The results of the survey will be announced once the interpretation has been completed.

Bonaparte Project (E80/4901 and 4964)

The Company announced on 18 July 2017 the acquisition of the Bonaparte Project, which is considered prospective for polymetallic commodities.

A site reconnaissance visit by Technical Director (Peter Peebles) along with a representative of the Vendors and another consultant geologist will take place in the middle of August. The purpose of the site visit is to assist in the planning of future exploration of the Project, which has multiple prospective areas (see Figure 3).

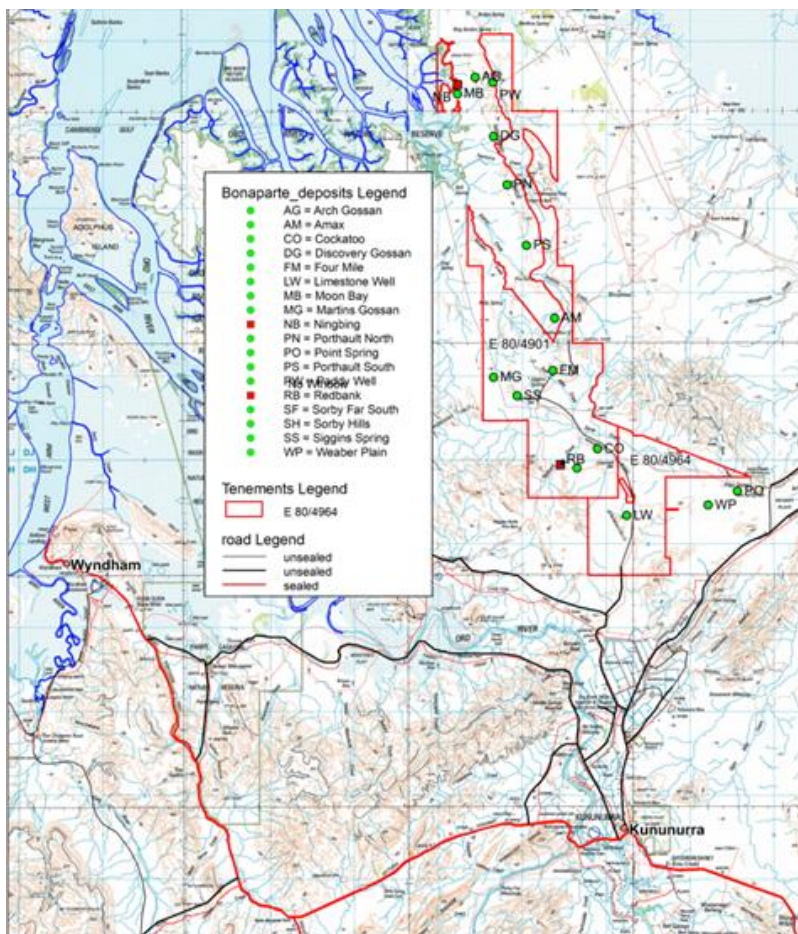


Figure 3: Tenements and Prospects

Enquiries

Elizabeth Hunt
Company Secretary

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Peter Peebles who is a Member of The Australasian Institute of Mining and Metallurgy and a Member of the AIG. Mr Peebles is employed by Darlington Geological Services Pty Ltd and is also a Director of Victory Mines Limited. Mr Peebles has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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 Peebles consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.