

ASX ANNOUNCEMENT

Date: 24 January 2014



QUARTERLY REPORT DECEMBER 2013

Highlights

- Geochemical soil sampling programme completed at Laverton project
- Geochemical anomalies for gold, nickel and copper identified

Victory Mines Limited (ASX: VIC – “Victory” or “the Company”) is pleased to provide the quarterly report for the quarter ending 31 December 2013.

Laverton Project: During the quarter the analytical results for the auger geochemical survey the Laverton Project (E38/2374) were received.

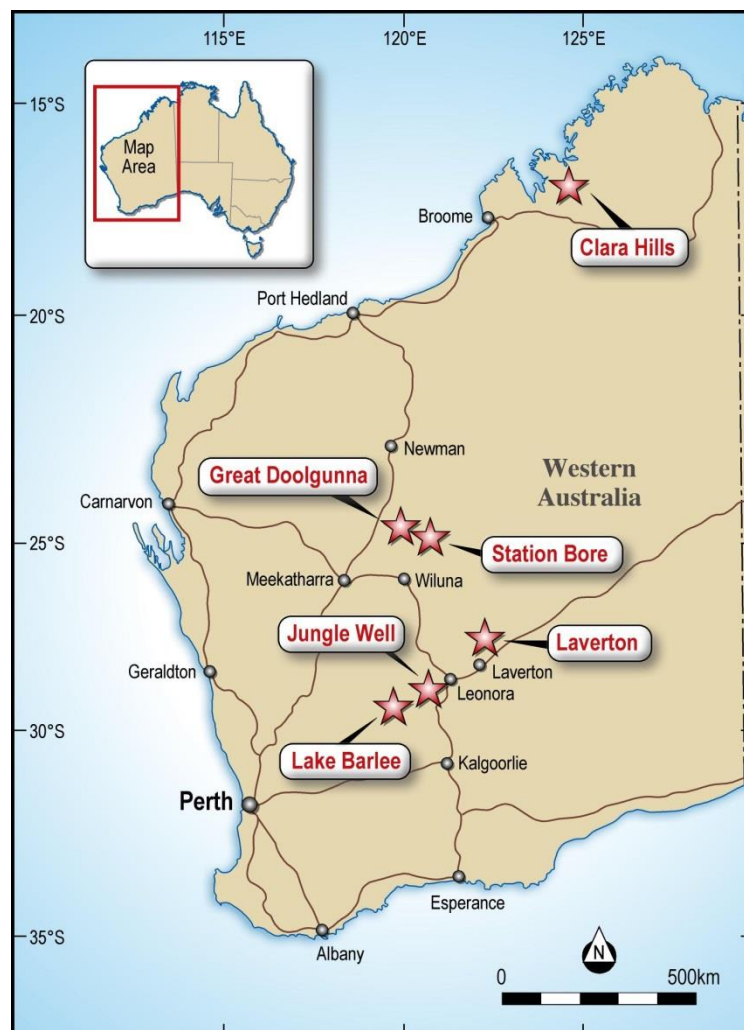


Figure 1 – Laverton Project Location

Victory Mines Limited ABN 39 151 900 855

Principal Place of Business: Unit 1, 249 Balcatta Road, Balcatta WA 6021
Telephone +61 8 9240 7110 | Fax +61 8 9240 7117

Registered Office: Level 11, 216 St Georges Terrace, Perth WA 6000
Telephone +61 8 9481 0389 | Facsimile +61 8 9463 6103 | Web: www.victorymines.com

At the Laverton project, some 20km north of Laverton in the eastern Goldfields, the auger geochemical survey consisted of 1,239 samples collected every 50 metres on lines spaced 400 metres apart. The sampling covered major structural features as well as associated splays which were defined from an aerial magnetic and radiometric survey which was flown in 2012.

The auger samples (which were approx. 1kg in size) were sent to ALS Laboratories where they were fine ground so that 95% of the sample was <75 micron. The pulps were then subject to analysis by a Niton XL3t XRF analyser. The device was calibrated in “soil” mode. The anomalous copper and nickel areas (as shown in Figures 3 and 4) were defined by concentrations detected by the Niton XRF device.

The pulps were then analysed by ALS for gold using their method Au TL43, which is a method using Aqua Regia digest followed by ICP MS finish using a 25 g sample. The gold anomalous areas (Figure 2) relied on results using this analytical method.

All anomalies were defined using the 95th percentile (i.e. the top 5% of the results)

The gold anomalies are shown as Figure 2 with the underlying geology shown. The most northern anomaly is open along strike and across strike. The other 2 anomalous regions are up to 1km in length.

The nickel anomalies are shown as Figure 3, draped over the underlying geology. There is a large anomaly defined in the south of the tenement, but this may simply reflect the underlying geology, which consists of ultramafics (mauve colour) where elevated nickel values are to be expected. The other anomalies to the west and to the north are significant as they are not underlain by ultramafic lithologies.

The copper anomalies are shown as Figure 4, with the largest anomaly being over mafic (pale green) and the ultramafics where elevated copper values can be expected. However the other anomalous regions are significant as they too are not underlain by the mafic/ultramafic rock types.

The full disclosure was originally reported in an ASX announcement dated 2nd January 2014 (Revised Exploration Update). The reader should refer to this announcement for full JORC Compliance Table information.

The results from the auger programme are very encouraging and the Company is very much looking forward to conducting further exploration. Having anomalies in respect to gold, nickel and copper is viewed as being significant in a tenement that is very much “under-explored”.

The Laverton project is joint venture of which Victory is the manager and operator and in which Victory owns 70% of the project.

Planned follow up work will be to expand the auger geochemical programme to

1. Infill the areas already defined on a closer spaced pattern to more clearly define the anomalies
2. Extend the auger programme to areas that have not yet been sampled to assist in define further areas of interest.

Victory Mines Limited ABN 39 151 900 855

Principal Place of Business: Unit 1, 249 Balcatta Road, Balcatta WA 6021
Telephone +61 8 9240 7110 | Fax +61 8 9240 7117

Registered Office: Level 11, 216 St Georges Terrace, Perth WA 6000
Telephone +61 8 9481 0389 | Facsimile +61 8 9463 6103 | Web: www.victorymines.com

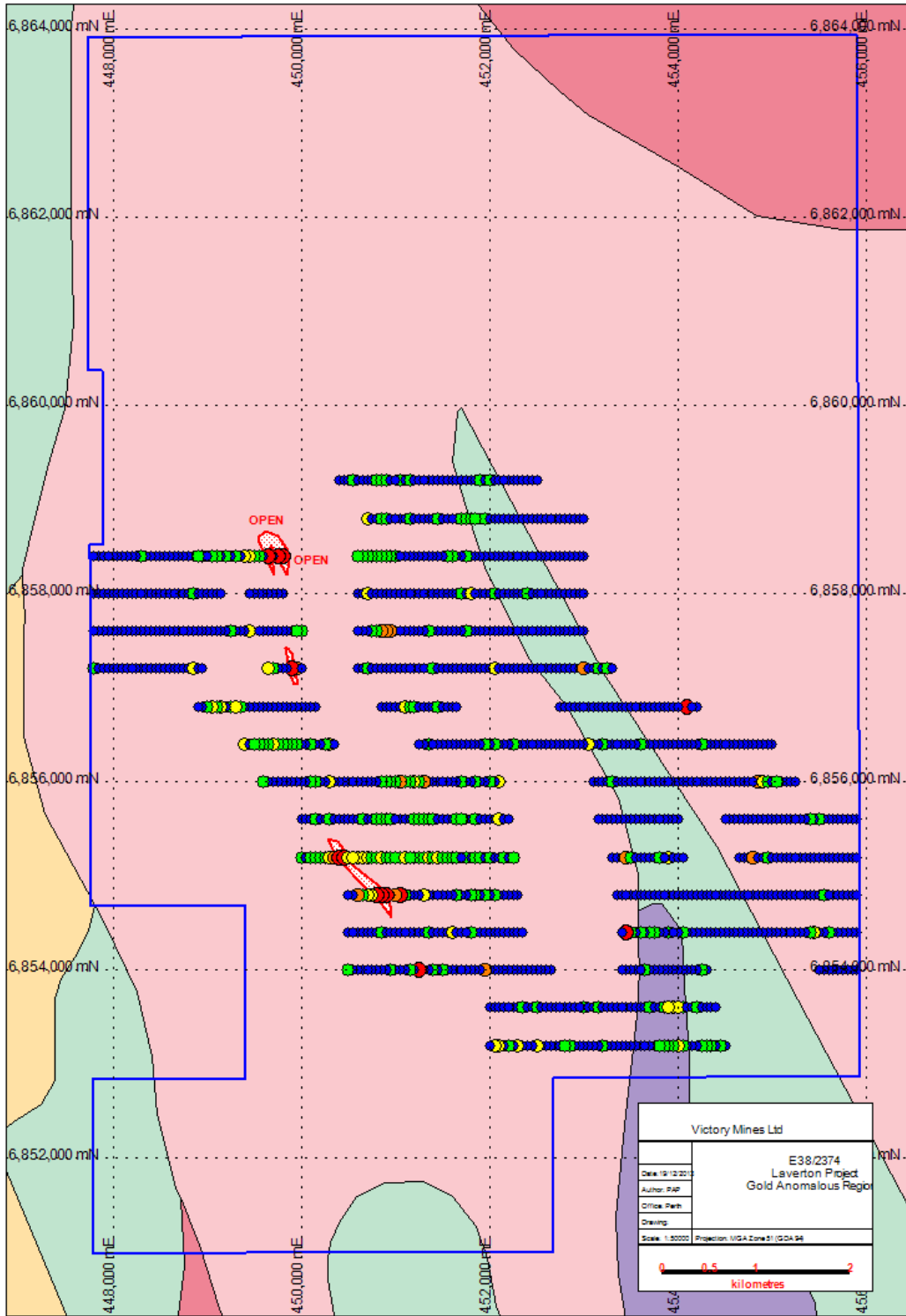


Figure 2 – Gold Anomalous Regions

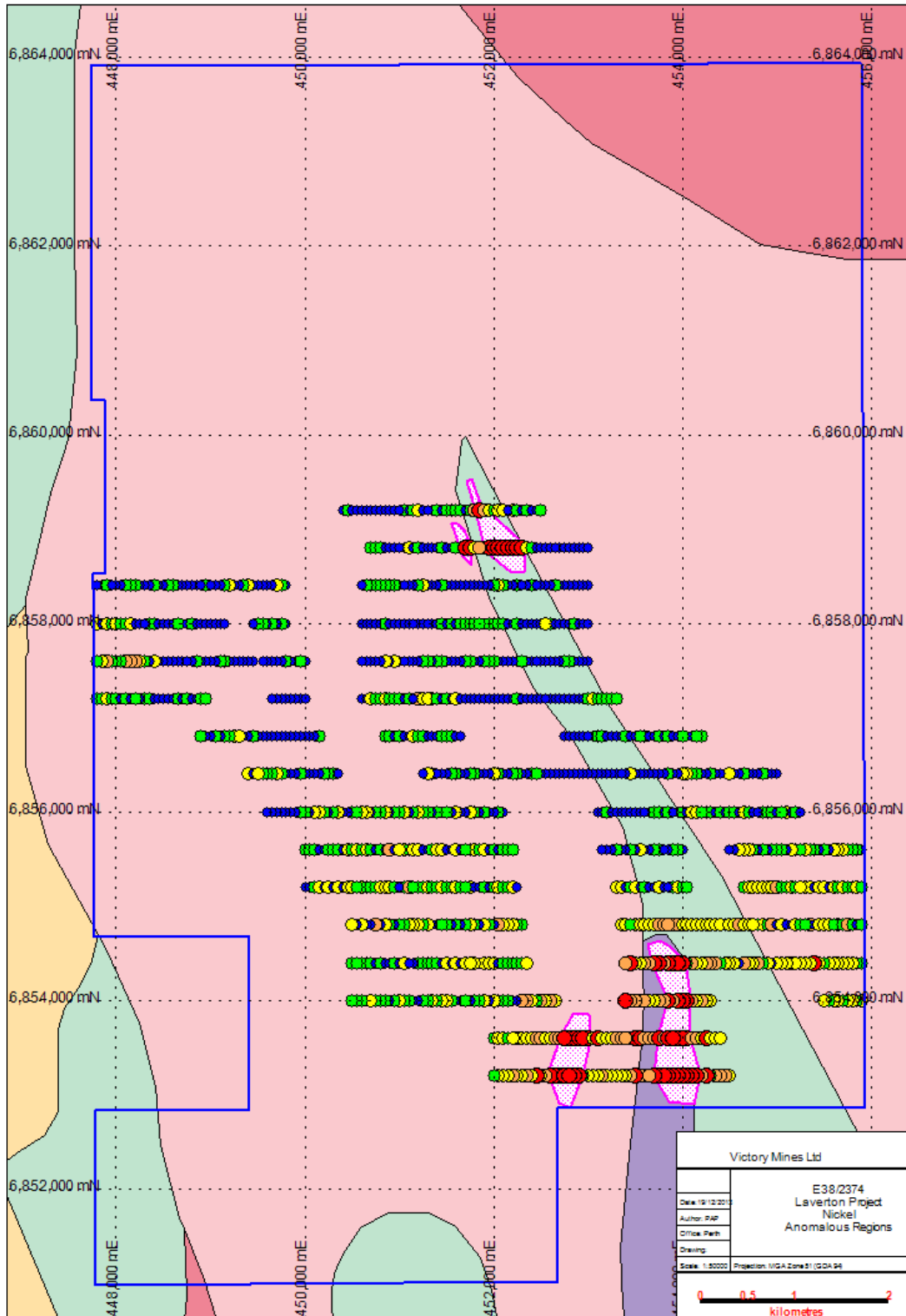


Figure 3 – Nickel Anomalous Regions

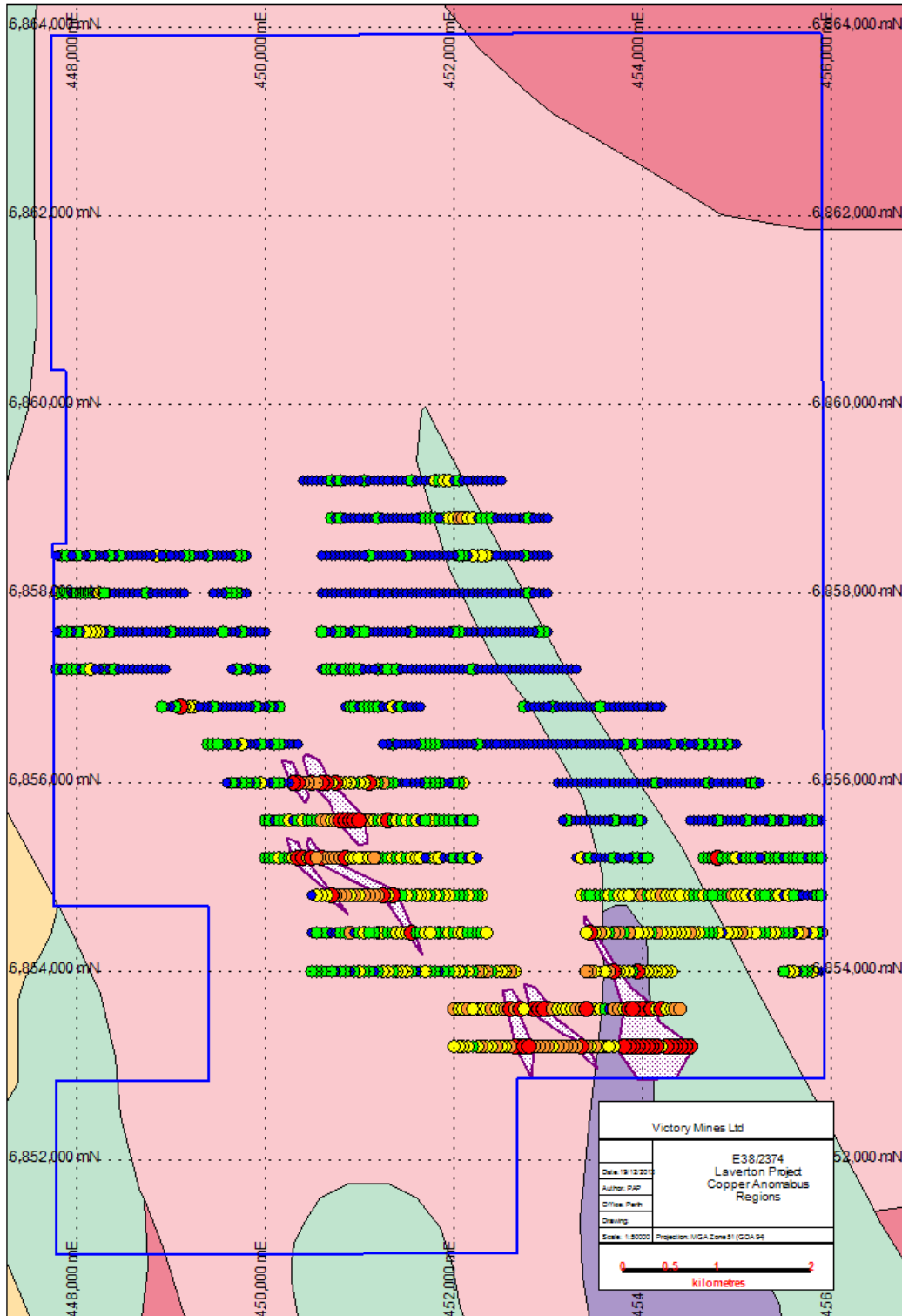


Figure 4 – Copper Anomalous Regions

Jungle Well Project: At Jungle Well (E29/679) no field work was conducted.

Station Bore Project: At the Company's Station Bore project (E69/2872) no field work was conducted during the quarter but will undergo planned exploration during the next quarter. A geochemical programme is being planned to investigate areas defined by a recently flown combined aerial magnetic and radiometric survey which highlighted several areas of interest.

The Company has surrendered its Lake Barlee project (E29/829) on 20 December 2013 and also surrendered its Great Doolgunna project (E51/1455) on 15 October 2013 and will now focus on its existing projects as well as looking for other opportunities.

The Company would like to advise of the following information in line with ASX Listing Rule 5.3.3:

Location	Tenement Licence	Interest held at 30 September 2013	Interest acquired / disposed of	Interest held at 31 December 2013
Jungle Well	E29/679	70%	N/A	70%
Laverton	E38/2374	70%	N/A	70%
Great Doolgunna	E51/1455	70%	70%	0%
Station Bore	E69/2872	70%	N/A	70%
Lake Barlee	E29/829	100%	100%	0%

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 the Technical Director of Victory Mines Ltd. 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.

About Victory Mines Limited

Victory Mines Limited is a Perth-based exploration company with a portfolio of copper, base metals, rare earth elements, uranium, gold and platinum group element prospects throughout Western Australia. The company listed on the ASX in October 2012 and is seeking to maximise shareholder wealth through the successful exploration of its prospects.

Victory Mines Limited ABN 39 151 900 855
Principal Place of Business: Unit 1, 249 Balcatta Road, Balcatta WA 6021 Telephone +61 8 9240 7110 Fax +61 8 9240 7117
Registered Office: Level 11, 216 St Georges Terrace, Perth WA 6000 Telephone +61 8 9481 0389 Facsimile +61 8 9463 6103 Web: www.victorymines.com