

QUARTERLY ACTIVITIES REPORT

FOR THE QUARTER ENDED 30 SEPTEMBER 2019

HIGHLIGHTS

- **Gold exploration projects to be acquired in the Youanmi Goldfield**

Sabre entered Share Sale Agreements to acquire gold exploration projects near Spectrum Metals' Penny West Project.

- **Sherlock Bay Nickel-Copper-Cobalt and Gold Project, Pilbara, WA**

The Company continues to review options for development of the Sherlock Bay nickel project.

- **Otavi Mountain Land Base Metal and Vanadium Project, Namibia**

A review of historical data has identified historic vanadium mines and occurrences

YOUANMI GOLD PROJECTS

Sabre Resources Ltd (Sabre and Company) has entered into binding Share Sale Agreements with Power Metals Pty Ltd (Power Metals) and Scarce Minerals Pty Ltd (Scarce Minerals) to acquire 100% of two gold exploration projects in the Youanmi Goldfield in Western Australia (Figure 1).

Power Metal's Bonanza Gold Project (ELA57/1125) covers an area of 18km² and is located adjacent to the Penny West Gold Project, where Spectrum Metals Limited (ASX: SPX) has reported a new high grade gold discovery at Penny West North.

Scarce Minerals' Beacon Gold Project (ELA57/1136) covers an area of 15km² located 5km south of the recent discovery at the Penny West Gold Project and adjoins the southern boundary of the Bonanza Project.

The Youanmi Gold Mining District has gained rapid investor attention with several companies including Rox Resources Limited (ASX: RXL) and Venus Metals Corporation Limited (ASX: VMC) reporting significant exploration success on its gold projects located in the same area.

Both acquisitions remain subject to receiving shareholder approval and legal, commercial and technical due diligence, and grant of all tenements.

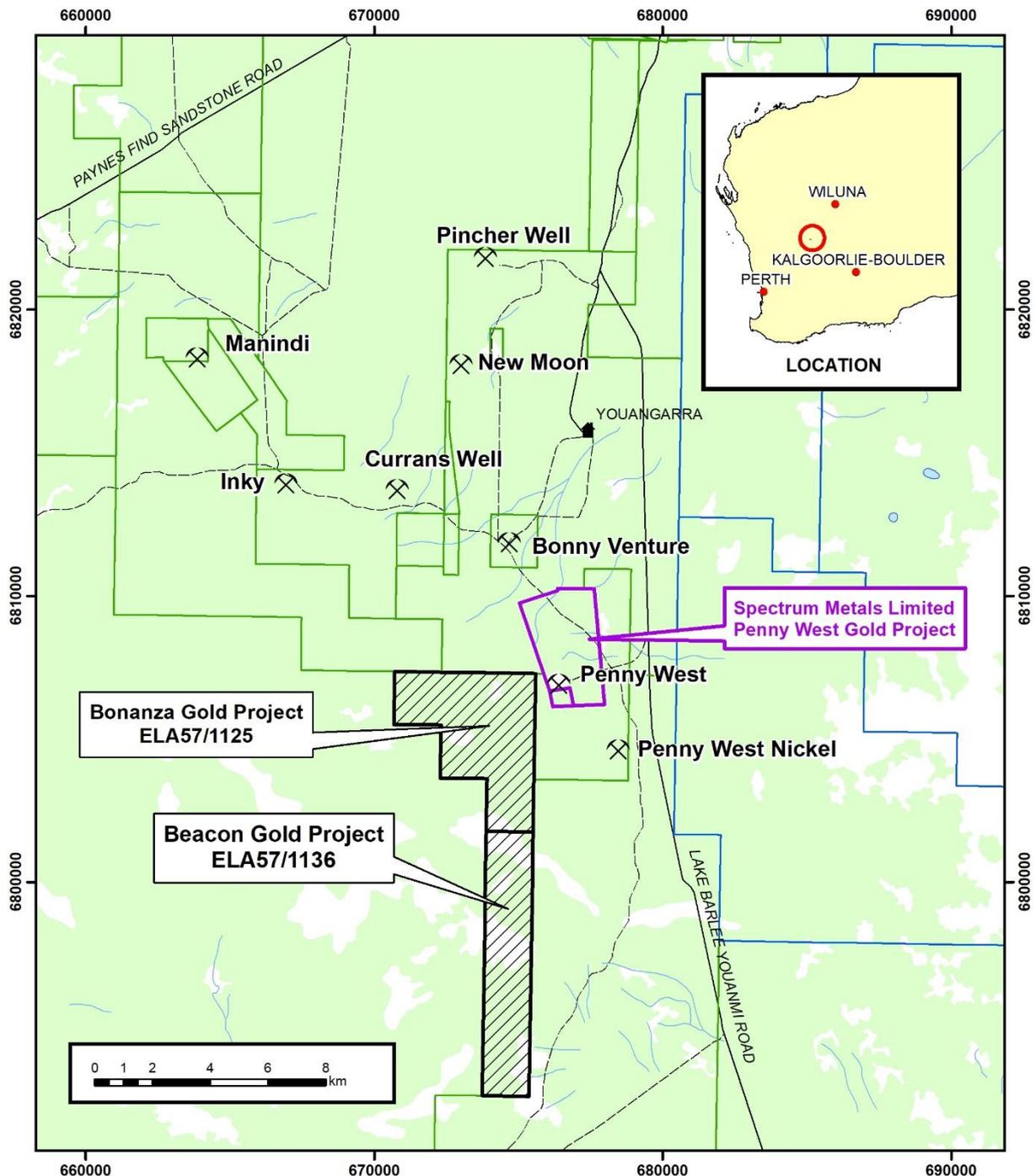


Figure 1: Location plan showing the Bonanza Gold Project (ELA 57/1125) and Beacon Gold Project (ELA57/1136) relative to Spectrum Metals Ltd's Penny West Project

LYON RIVER MANGANESE PROJECT

As part of the binding Share Sale Agreements with Power Metals, Sabre will also acquire 100% of the Lyon River Manganese Project.

The Lyon River Project (E09/2244) covers an area of 31.5km² in the Edmund Basin and is located 120km southeast of Paraburdoo in the Gascoyne Region of Western Australia. The tenement covers the Pingandy Bore and Coodardo Well manganese prospects which are 35km northwest and along strike from Pure Minerals Limited's (ASX:PM1) Battery Hub manganese project.

Drilling completed by Pure Minerals Limited (ASX: PM1) at its Battery Hub manganese project in early 2018 focussed on the Pools, Julia, Steven Ridge and Isle prospects. High grade manganese mineralisation exceeding 30% Mn was identified at all prospects, confirming previous mapping that identified manganese mineralisation extends over a large area*.

The project lies east of Hastings Technology Metals Ltd's (ASX: HAS) Yangibana Neodymium-Praseodymium deposit of 17Mt at 1.27% TREO, and has not been systematically explored for rare earth mineralisation.

The acquisition remains subject to receiving shareholder approval and legal, commercial and technical due diligence, and grant of all tenements.

SHERLOCK BAY PROJECT

Sabre Resources Limited (ASX: **SBR** or the Company) holds a 70% interest in the Sherlock Bay Project located in the Pilbara region of Western Australia (refer to SBR announcement dated 29 January 2018). The Project is well-located, 12 km off Highway 1 with access to critical mining infrastructure. The Project tenements comprise two exploration licenses E47/1769 and E47/1770 and a mining lease M47/567 (Figure 2 and Appendix I). The exploration licences expired in September 2019 and applications for extension of term have been lodged.

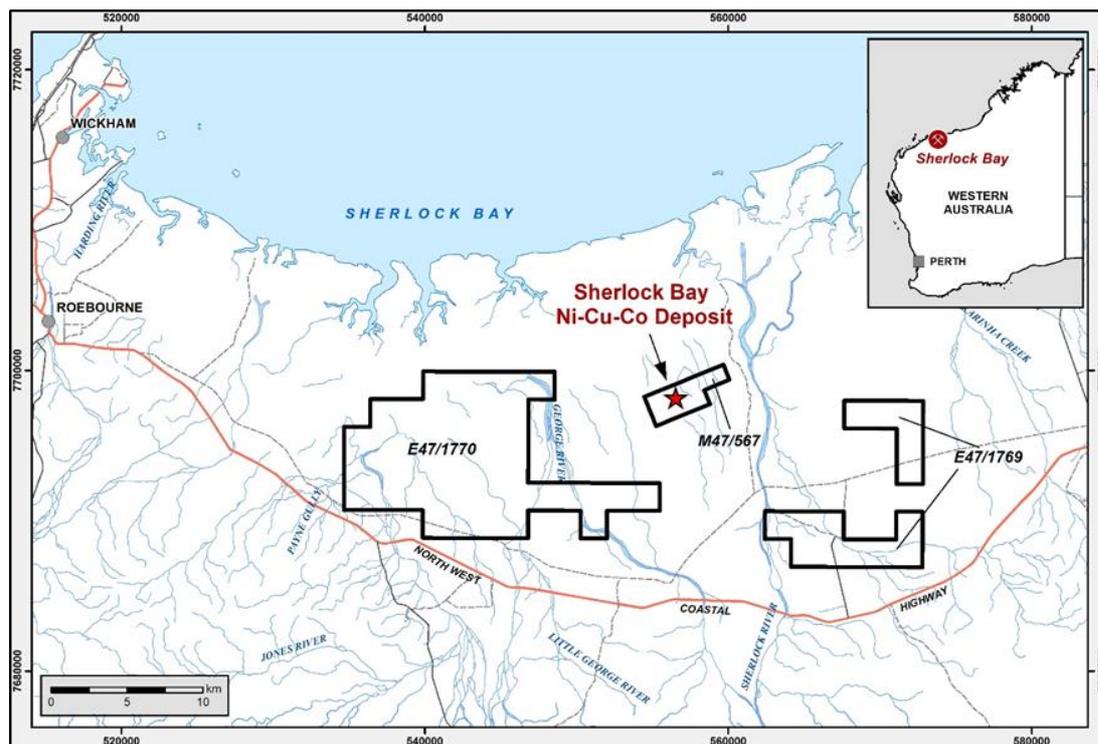


Figure 2: Location map of the Sherlock Bay Project in Western Australia

* Refer to ASX announcement dated 11 January 2018 and titled "Positive drill results from Julia prospect at Battery Hub" as well as ASX announcement dated 9 February 2018 and titled "Initial Drilling Results Steven Ridge Isles", and lodged on the ASX platform under the ASX code PM1.

OTAVI MOUNTAIN LAND PROJECT (“OML PROJECT”)

The Otavi Mountain Land is a highly prospective, underexplored area in northern Namibia which has potential for high-value copper mineralisation, stratabound zinc-lead mineralisation and vanadium deposits (Figures 3-4).

The Otavi Mountain Land contains numerous historic mines, including the Tsumeb copper-lead-zinc mine and smelter complex, plus the Kombat copper mine. These mines are currently on care and maintenance but the Tsumeb copper smelter remains one of only five operating copper smelters in Africa. The presence of these mines and other significant historical mining and processing operations has resulted in the provision of excellent infrastructure throughout the region.

The Otavi Mountain Land Project comprises two tenements, EPL 3540 (SBR 80%) and EPL 3542 (SBR 70%), which cover about 347km² of the ‘Otavi Triangle’. Renewal applications for EPL3540 and EPL3542 have been granted for an additional two year term and will expire in May 2021.

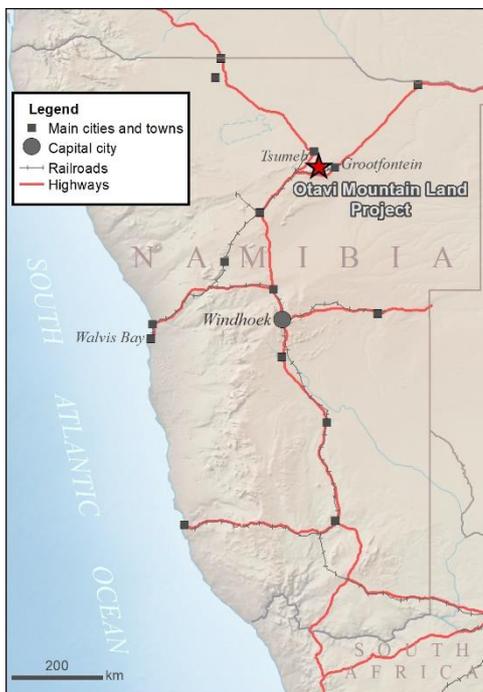


Figure3: Location of Otavi Mountain Land Project in Northern Namibia.

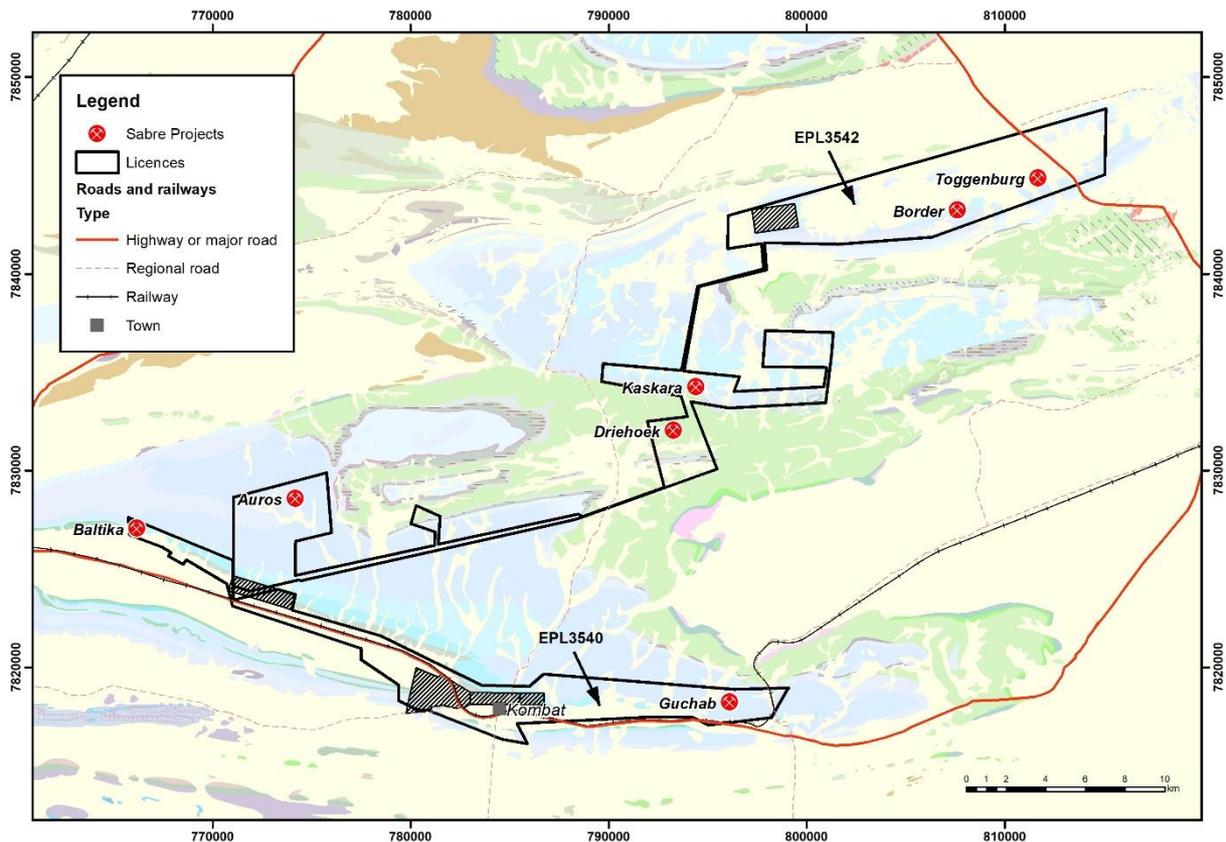


Figure 4: The Otavi Mountain Land, showing road, railroads, towns, major deposits Sabre's two licences, EPL3540 and EPL3542, are located in the highly mineralised south of the area. Mining licences (grey cross-hatched) are not owned by Sabre and are excised from the licences.

A review of historical data has identified historical vanadium mines and occurrences on EPL 3542. A grouping of occurrences is located on a mineralised trend between the Kaskara and Lucas Post prospects. Previous RC drilling by Sabre at Kaskara intersected broad zones of vanadium mineralisation in ferruginous shear zones surrounding a central breccia pipe similar to Abenab (Figure 5 and 6). Kaskara is a priority target for drilling.



Figure 5: Open pit at Kaskara breccia pipe



Figure 6: Vanadium bearing ferruginous veins

Vanadium pentoxide production is recorded from the historic Utisab Mine located 7km east of the Kaskara prospect. Small tonnages of vanadium were mined from an open pit within recrystallised dolomite breccia.

At the Baltika vanadium mine ~100km by road from the Abenab Mine small tonnages of high-grade vanadium pentoxide was mined from an open pit.

ENDS

For further information please contact:

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Or consult our website:

www.sabresources.com

Competent Person Declaration

The information in this report that relates to Exploration Results, Exploration Targets and Mineral Resource or Ore Reserves is based on information compiled by Mr Martin Bennett, who is a consultant to Sabre Resources Ltd, and who is a Member of The Australian Institute of Geoscientists. Mr Bennett has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australian Code for Reporting of Exploration Results, Mineral Resource and Ore Reserves". Mr Bennett consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Sabre Resources Ltd's planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward-looking statements. Although Sabre believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

APPENDIX I – TENEMENT SCHEDULE

Country	State/Region	Project	Tenement ID	Area (km ²)	Date Granted	Date Expires	Interest
Namibia	Otjozondjupa	Otavi Mountain Land	EPL3540	56.19	30/10/2006	7/5/2021	80%
			EPL3542	116.29	30/10/2006	8/5/2021	70%
Australia	WA	Sherlock Bay	M47/567	10.0	07/09/2004	22/09/2025	70%
			E47/1769	44.7	07/09/2009	06/09/2019*	70%
			E47/1770	134.3	07/09/2009	06/09/2019*	70%

* The Company applied on 30 August 2019 for a further two year extension of term for both E47/1769 and E47/1770. The applications for extension of term are currently being assessed.