ASX Release – 31 July 2018

JUNE 2018 QUARTERLY ACTIVITIES REPORT

Highlights

Colson Cobalt-Copper Project, Idaho

- **The Company's maiden drilling program commenced in late July:**
  - **Initial 5,000-7,500m diamond core drilling program is targeting the strike extensions of the historical high-grade Salmon Canyon Deposit**
- **Very strong cobalt anomalism evident in new soil geochemistry assay data received during the quarter:**
  - **A 1.3km long cobalt-copper anomaly centred on the Salmon Canyon Deposit;**
  - **An even higher tenor 1.9km long cobalt-copper anomaly in a previously unexplored area, 1.2km NW of the historical mine portal – the "Long Tom Anomaly";**
  - **A strong, 700m-long cobalt anomaly 1.5km SE of the Salmon Canyon Deposit – the "Sheep Creek Anomaly"; and**
  - **A +1.6km long cobalt-copper anomaly located immediately south of the Salmon Canyon Deposit – interpreted to potentially arise from the up-dip extension of the Salmon Canyon Deposit**
- **These new soil anomalies indicate that the known high-grade cobalt-copper mineralisation at the Salmon Canyon Deposit may be part of a more widespread mineralised system**

Goodsprings Copper-Cobalt Project, Nevada

- **Five additional high-priority cobalt-copper soil anomalies delineated from assay data received during the quarter, bringing the total number of high-priority anomalies identified through the project-wide soil sampling program to sixteen**
- **Project area expanded by 1,800 acres (100% NWC) to cover potential extensions of the anomalies defined to date**
- **An IP survey completed over seven of the high priority soil anomalies to refine drill targets; results pending**

Grapevine Cobalt-Nickel-Copper Project, Arizona

- **Secured a 100% interest in a new project area covering 3,800 acres in central Arizona, USA**
- **Cobalt mineralisation reported from at least five of the multiple historical workings at the Project, over >1.5km of strike, with assays to 7.5% Co reported previously**

Corporate

- **Underwriting agreement executed in relation to the remaining ~$2.0m worth of unlisted NWC Options that expire on 31 July 2018**

New World Cobalt Limited
ABN 23 108 456 444

ASX Code: NWC

Directors and Officers

Richard Hill – Chairman

Mike Haynes – Managing Director/CEO

Scott Mison – Non-Executive Director

Ian Cunningham – Company Secretary

Capital Structure

Shares: 472.1m

Share Price (31/7/18): $0.051

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Projects

- Colson Cobalt-Copper Project, Idaho, USA
- Goodsprings Copper-Cobalt Project, Nevada, USA
- Hazelton Cobalt-Copper-Gold Project, British Columbia, Canada
- Grapevine Cobalt-Nickel-Copper Project, Arizona, USA

New World Cobalt Limited (**ASX: NWC**; "**New World Cobalt**" or "**the Company**") is pleased to report it has continued to rapidly advance its highly prospective portfolio of cobalt projects in North America during the June quarter.

Colson Cobalt-Copper Project, Idaho

Soil Sampling Program

During the June quarter the Company continued its highly effective soil sampling program at the Colson Project.

In the previous quarter, as a result of the Company's first-phase soil sampling program, a 1.3km-long, strong cobalt-copper-arsenic soil geochemistry anomaly had been delineated immediately south of the historical high-grade Salmon Canyon Deposit. This anomaly is interpreted to potentially arise from the up-dip extension of the Salmon Canyon Deposit.

The soil sampling coverage has since been extended to include:

(i) the Salmon Canyon Deposit itself;

(ii) the potential strike extensions of the Salmon Canyon Deposit; and

(iii) the area to the south and east of the previously delineated anomaly interpreted to arise from the up-dip extension of the Salmon Canyon Deposit.

During the June quarter approximately 750 soil samples were collected and assayed. Multiple strong anomalies are now evident across the Project area, with high-priority anomalies including:

1. A 1.3km-long cobalt-copper-arsenic anomaly centred on the Salmon Canyon Deposit itself;
2. An even higher tenor 1.9km-long cobalt-copper-arsenic anomaly in a previously unexplored area 1.2km NW of the historical mine portal – the "Long Tom Anomaly";
3. A strong, 700m-long cobalt-arsenic anomaly 1.5km SE of the Salmon Canyon Deposit – the "Sheep Creek Anomaly"; and
4. A +1.6km long cobalt-copper-arsenic anomaly located immediately south of the Salmon Canyon Deposit – interpreted to potentially arise from the up-dip extension of the Salmon Canyon Deposit

(see Figures 1-4). These anomalies are highly prospective as they have the same geochemical attributes as the large Blackbird and Ram Cobalt Deposits (both of which are located within 30km of the Salmon Canyon Deposit). These new soil anomalies may arise from similar, multiple stacked horizons of mineralisation. They also indicate the known high-grade cobalt-copper mineralisation at the Salmon Canyon Deposit may be part of a more widespread mineralised system within the greater Colson Project area.

During the June quarter additional soil samples have been collected immediately north and west of the Long Tom Soil Anomaly (see Figures 1-3). These samples will be submitted for assay in the coming days, with results expected in September.

Maiden Drilling Program

In late June the Company received all permits required to commence its maiden drilling program at the Colson Project.

Earthworks to re-establish access roads and prepare drill pads were subsequently completed. The first of two drilling rigs was mobilised to site and commenced drilling in late July. A second rig is scheduled to be mobilised to site in early August. Having two rigs on site will expedite the Company's initial 5,000-7,500m diamond core drilling program.

This drilling program is targeting the mineralisation at the underexplored historical Salmon Canyon Copper-Cobalt Deposit together with the 1.3km long cobalt-in-soil anomaly that is centred on this deposit (as this is interpreted to arise from the strike extensions of the mineralisation at the deposit; Figure 5).

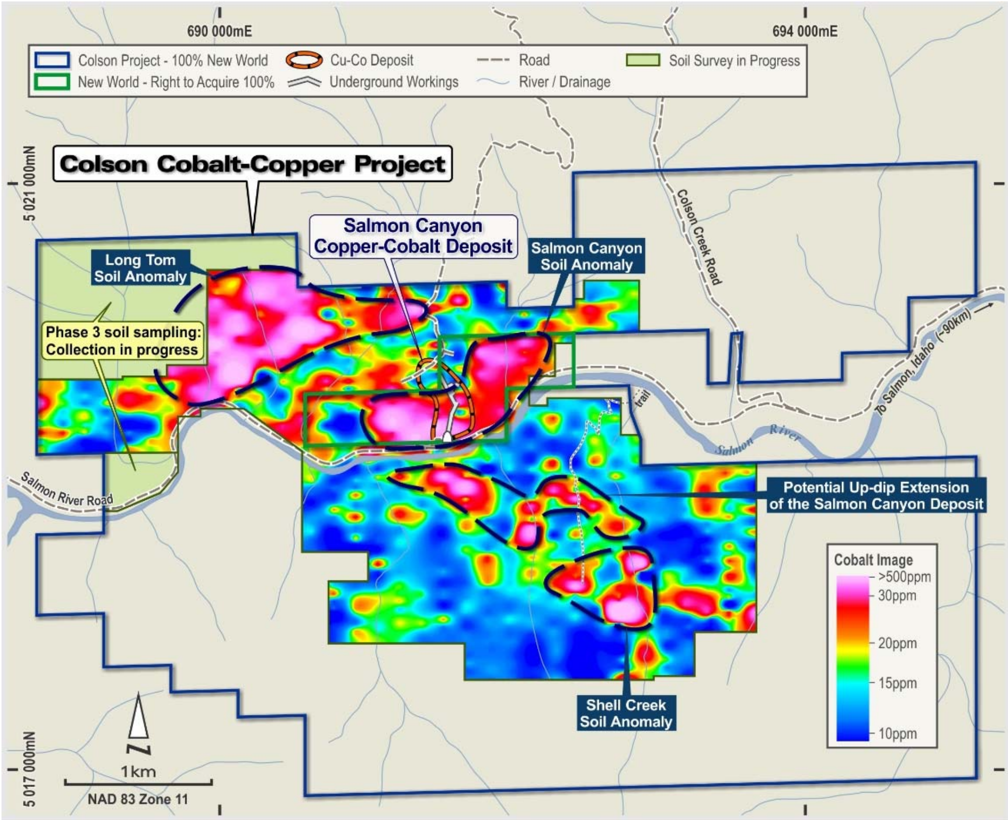

Figure 1. Cobalt in soil geochemistry data from the Colson Cobalt-Copper Project, Idaho.

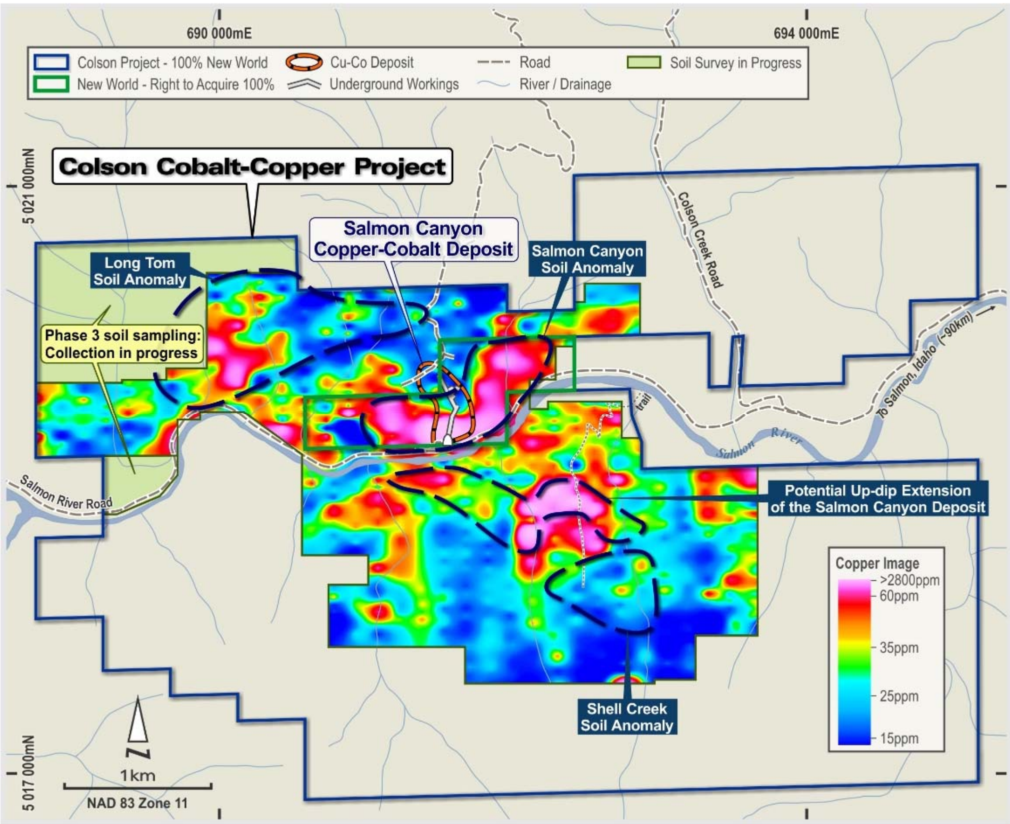

Figure 2. Copper in soil geochemistry data from the Colson Cobalt-Copper Project, Idaho.

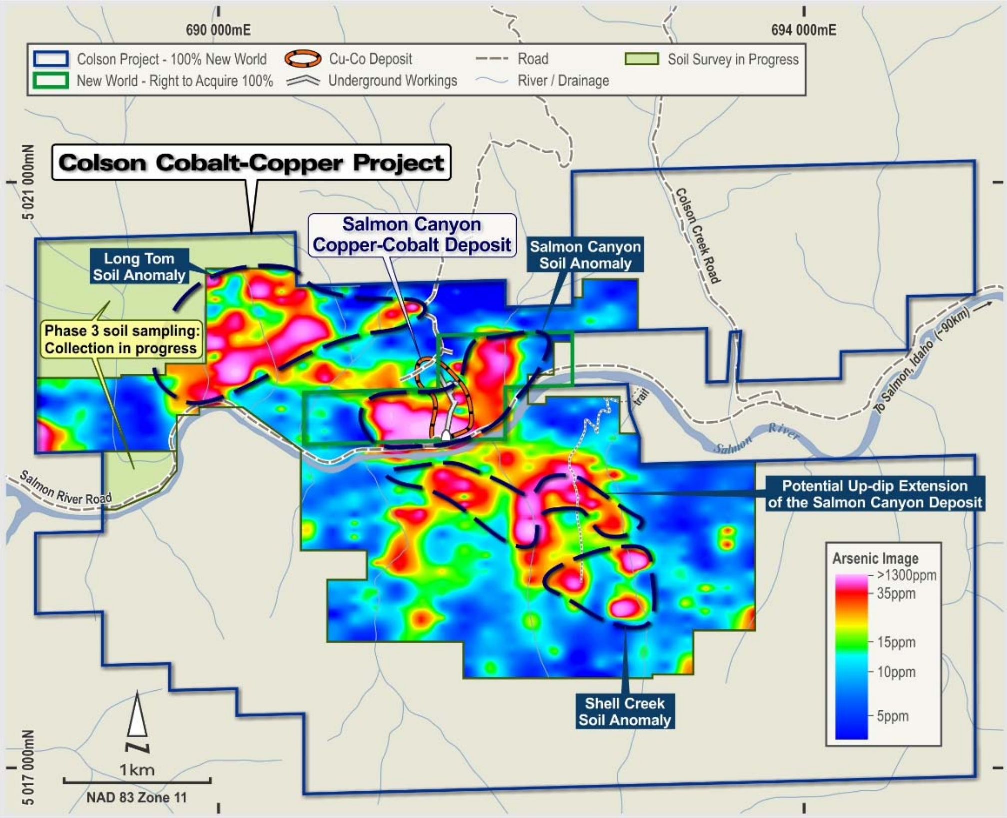

Figure 3. Arsenic in soil geochemistry data from the Colson Cobalt-Copper Project, Idaho.

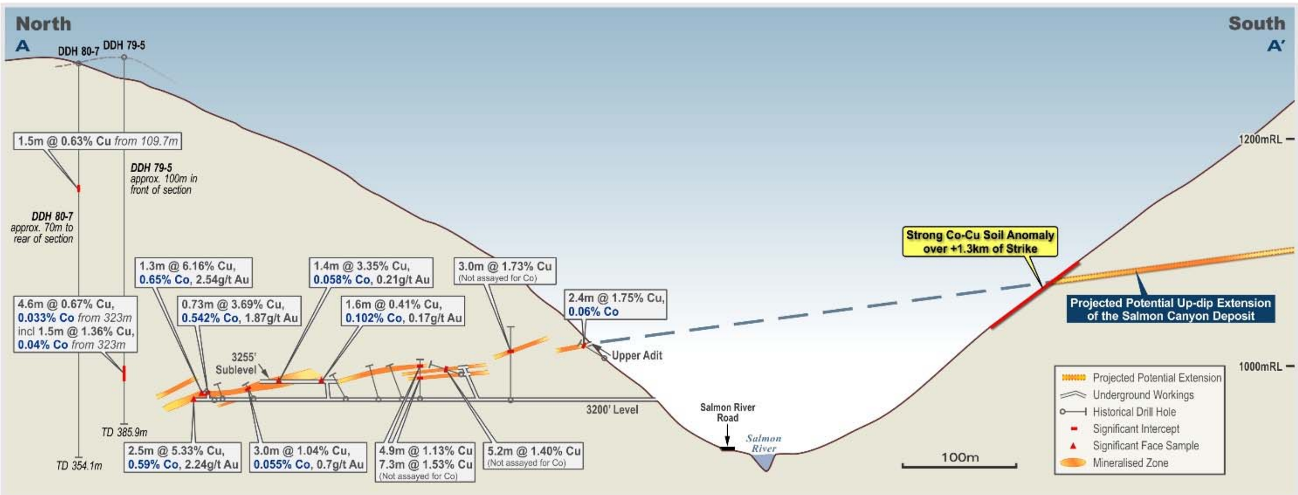

Figure 4. Long section showing the potential up-dip extension of the Salmon Canyon Deposit at the Colson Cobalt-Copper Project, Idaho.

Samples from the underground workings at the deposit have previously returned assays that include:

- **2.5m @ 0.59% Co, 5.33% Cu and 2.24 g/t Au**
- **1.3m @ 0.65 Co, 6.16% Cu and 2.54 g/t Au; and**
- **1.8m @ 0.31% Co, 2.99% Cu, 3.48 g/t Au and 27.7 g/t Ag**

Further exploration work is being completed over other high-priority targets so they can be brought to drill-ready stage in the near term.

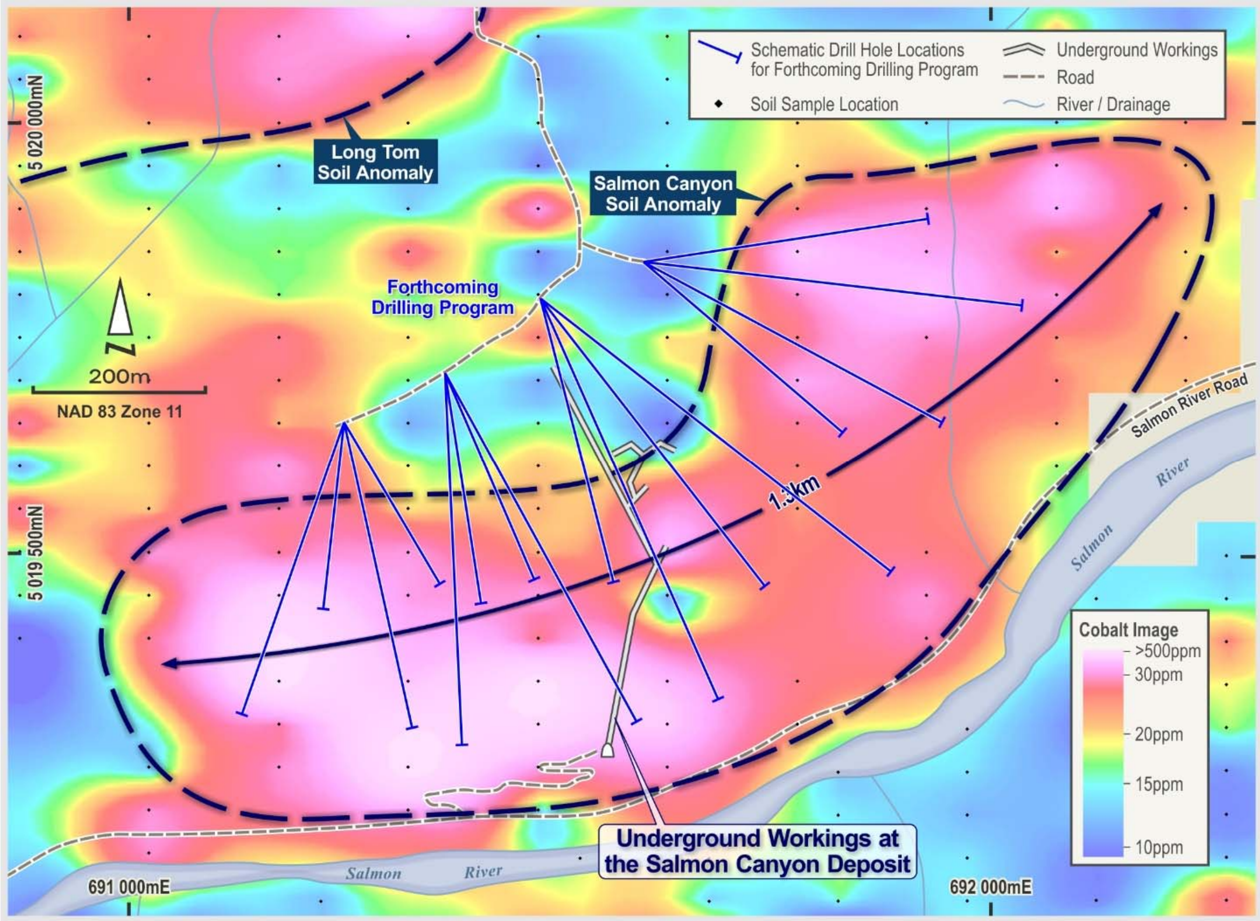

Figure 5. Plan view of cobalt in soil anomalism over, and along strike from, the Salmon Canyon Deposit at the Colson Cobalt-Copper Project, together with schematic traces of drill holes illustrating the corridor being targeted during the Company's current drilling program.

Ground Geophysics Survey

During the quarter a ground geophysics (Induced Polarisation, or "IP") survey at the Colson Project commenced. To date IP data have been acquired over and along strike from the Salmon Canon Deposit. Results are pending.

Additional IP surveying will be undertaken over other targets in the coming quarter.

It is anticipated that IP surveying will help locate areas that are enriched in sulphides, hence potentially help identify thicker and/or higher grade portions of the cobalt-copper mineralisation which can be targeted during initial drilling.

Goodsprings Copper-Cobalt Project, Nevada

Soil Sampling Program

During the June quarter the Company completed a systematic surface geochemistry program that comprised the collection of soil samples on 200m x 50m centres (and 100m x 50m centres over and around the historical Columbia Mine). Samples were taken across the entire project area, except where transported cover is present. Approximately 2,350 samples were collected and assayed (see Figures 6 and 7).

The soil sampling program was undertaken to help delineate the lateral extent of the mineralised areas, so that ground geophysical surveys could be focused on these areas in advance of drill-testing.

Sixteen high-priority coincident cobalt-copper anomalies have been delineated, including:

(i) Five coherent cobalt-copper anomalies that extend over a strike of more than 5,000m either side of the historical Columbia Mine, **where shipments of ore grading up to 29.2% cobalt were recorded in 1921** (see Figures 6 and 7 – the Double Down, Surprise, Frederickson, Columbia and Mill anomalies). Significantly, previous mapping shows all these anomalies to be located in the same geological sequence as the Columbia Mine;

(ii) A discrete coincident cobalt-copper anomaly immediately adjacent to the historical Rose Mine, **where rock samples assaying up to 7-8% cobalt have been recorded previously**;

(iii) An 800m-long cobalt-copper anomaly immediately adjacent to the historical Fitzhugh Lee Mine, where shipments of ore grading up to 21.5% copper have been recorded previously;

(iv) A 1,000m long coincident cobalt-copper anomaly over and along strike from the historical Blue Jay Mine, **where a shipment of ore grading 6.37% cobalt was recorded in 1922**; and

(v) A 1,500m long cobalt anomaly at the northern end of the Project area that coincides with the major Contact Fault structural corridor. This anomalism was "open" to the east; accordingly, during the recent quarter, the Company staked new claims immediately to the east, securing a 100% interest in the mineral rights in this area (see Figures 6 and 7).

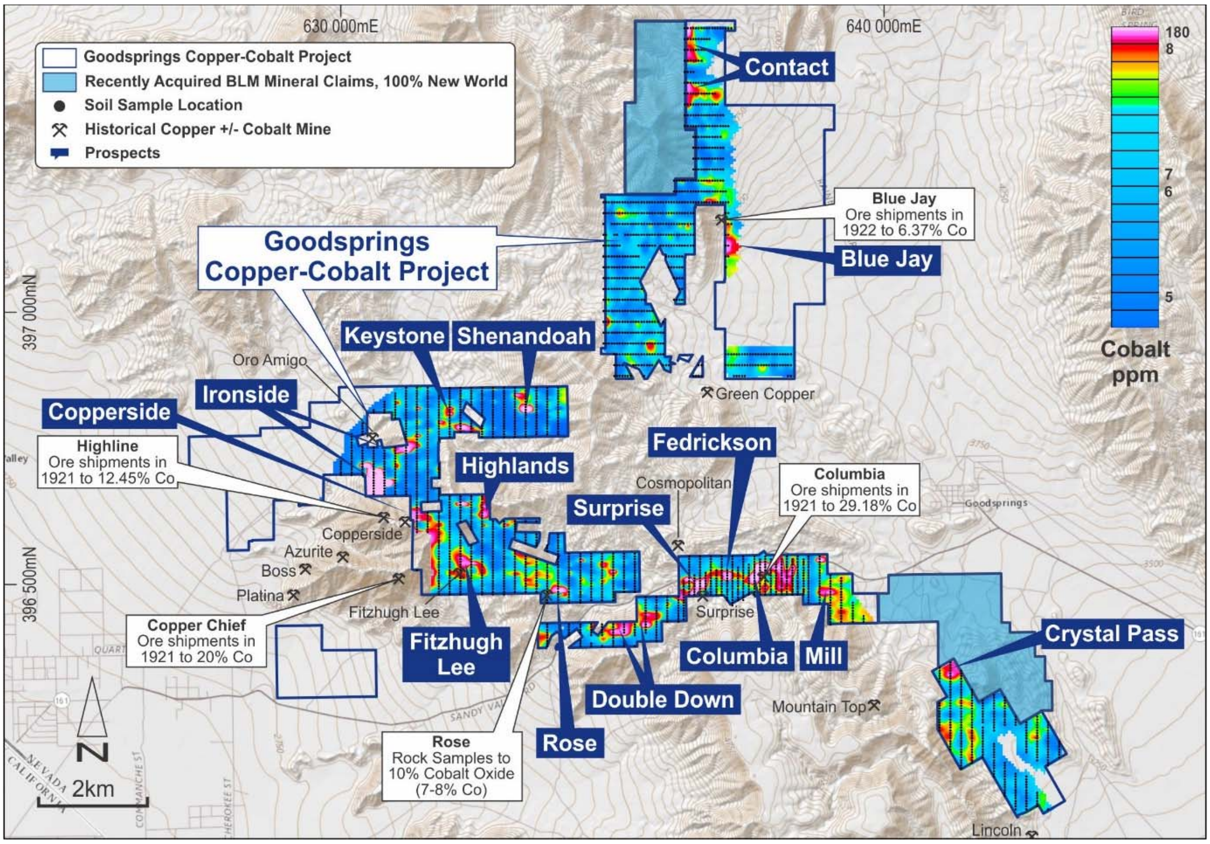

Figure 6. Image of cobalt-in-soil geochemistry data from the systematic soil sampling program conducted at the Goodsprings Project, Nevada, and location of the 16 high-priority anomalies delineated.

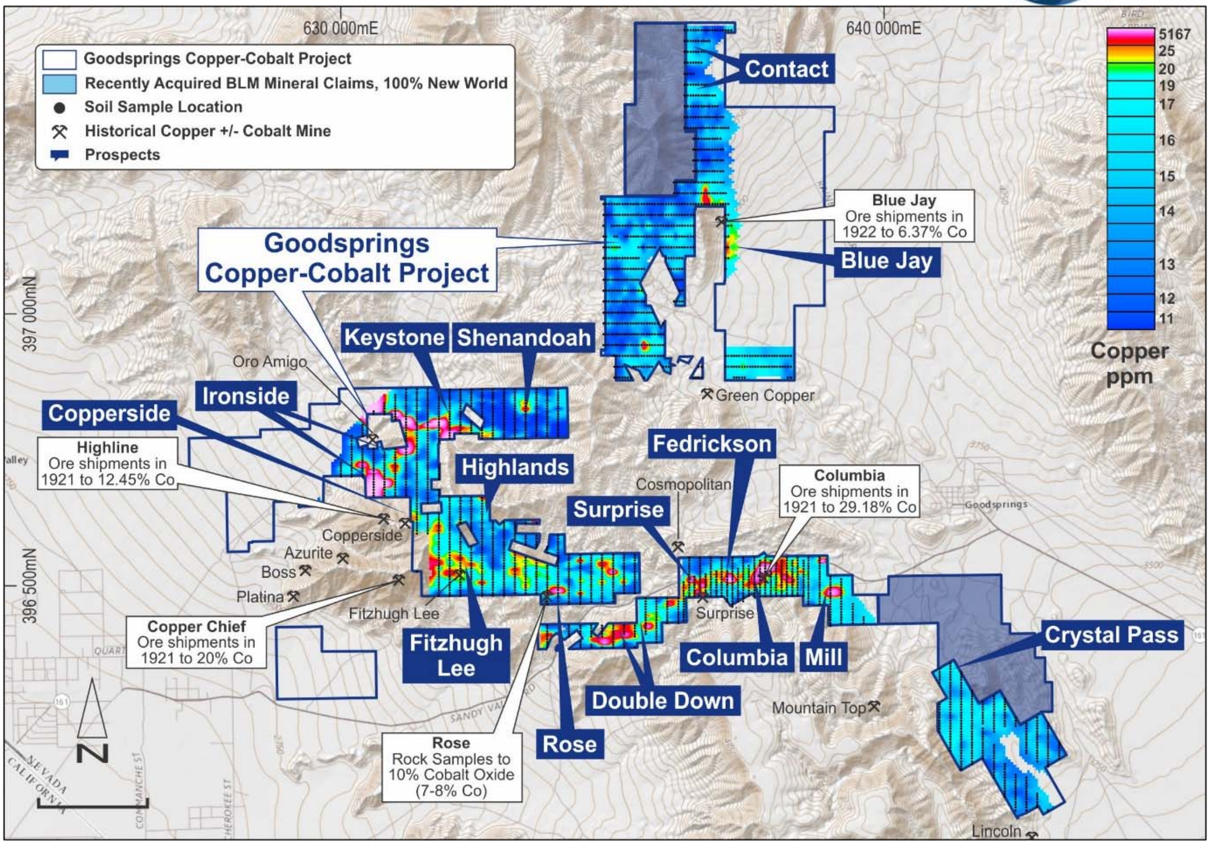

Figure 7. Image of copper-in-soil geochemistry data from the systematic soil sampling program conducted at the Goodsprings Project, Nevada, and location of the 16 high-priority anomalies delineated.

Ground Geophysics Survey

During the quarter an IP survey was undertaken over seven of the high-priority soil anomalies at the Goodsprings Project (Fitzhugh Lee, Rose, Double Down, Surprise, Fredrickson, Columbia and Mill). Final processing of data is nearing completion, with results expected to be available in August.

The IP surveying will help optimally plan the position of drill holes, in advance of the Company's maiden drilling program at the Goodsprings Project, which is now scheduled to commence during the fourth quarter of 2018.

The Company is not aware of any drilling having been undertaken previously at any of the 16 high-priority soil anomalies.

Expansion of Project Area

As a result of the encouraging results returned from the soil sampling program, during the quarter the Company staked an additional 93 Federal (BLM) mining claims to cover the extensions of "open" soil geochemistry anomalism (see Figures 6 and 7). The Company holds a 100% interest in these new mining claims, which cover approximately 1,800 acres. These new claims increase the total Goodsprings Project area to approximately 11,300 acres.

Grapevine Cobalt-Nickel-Copper Project, Arizona

During the June quarter the Company announced it had secured a 100% interest in a highly prospective cobalt-nickel-copper project in central Arizona, USA.

The high-grade Grapevine Cobalt-Nickel-Copper Project, located ~25km east of Prescott in central Arizona, USA (see Figure 8), contains extensive historical cobalt workings.

The Company was attracted to the project when it identified (in a 1941 report) that samples of mineralisation from the area had assayed up to 7.5% Co. Further investigation revealed that at least five of the numerous historical workings in the area contain cobalt mineralisation, which extends over a strike length of more than 1.5km.

The geological sequence hosting the mineralisation is a gabbro – the same rock-type that hosts some of the world's largest Ni-Cu-Co deposits, including Voisey's Bay and Sudbury in Canada, and Norilsk in Russia.

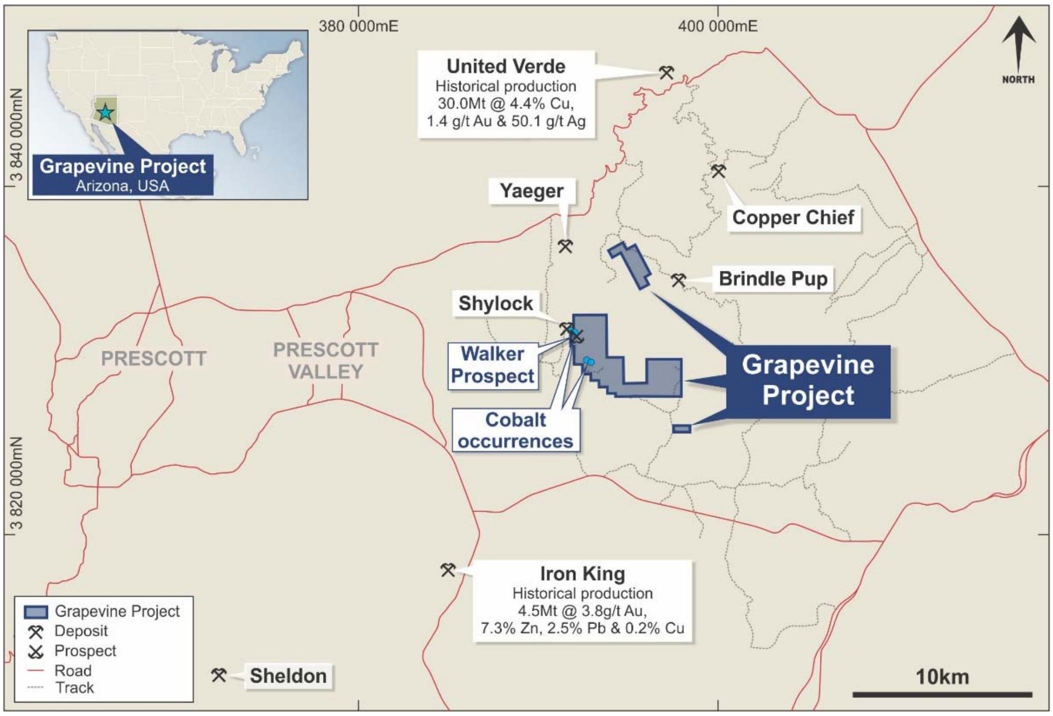

Figure 8. Location of New World Cobalt's Grapevine Project, Arizona, USA.

With no evidence of any modern exploration having been undertaken at the project previously, the Company has secured a 100% interest in the mineral rights covering approximately 3,800 acres; using available geochemistry data and targeting the prospective gabbro sequence.

The Company intends undertaking low-cost, systematic geochemistry and geophysical programs at the Project during the second half of 2018 to rapidly advance its understanding of the mineralised system, with a view to bringing targets to drill-ready stage.

Corporate

During July the Company announced it had entered into an underwriting agreement whereby Hartleys Limited will underwrite the conversion of all remaining unlisted options in the Company that expire on 31 July 2018. This comprised up to 40.07 million options exercisable at $0.05 – for gross proceeds of ~$2.0 million.

These options were issued to NWC shareholders in a one for three loyalty bonus issue in August 2017.

The funds raised through the underwriting process will ensure the Company's planned work programs for the second half of 2018 are fully funded.

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Qualified and Competent Person

The information in this report that relates to exploration results for the Colson Cobalt-Copper Project, the Goodsprings Copper-Cobalt Project and the Grapevine Cobalt-Nickel-Copper Project is based on information compiled by Mr Ben Vallerine, who is a consultant to, and shareholder of, the Company. Mr Vallerine is a Member of the Australian Institute of Geoscientists. Mr Vallerine has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and the activity he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results (JORC Code). Mr Vallerine consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

Previously Reported Results

There is information in this report relating to exploration results which were previously announced on 7 February, 22 March, 6 April, 23 May and 30 July 2018. Other than as disclosed in those announcements, 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.

Forward Looking Statements

Any forward-looking information contained in this news release is made as of the date of this news release. Except as required under applicable securities legislation, New World Cobalt does not intend, and does not assume any obligation, to update this forward-looking information.

Appendix 1 - Tenement Schedule

Tenement	Project	Location	Ownership	Change in Quarter
USA				
Idaho				
10 x BLM claims: Jeep #1 – Jeep #10	Colson Cobalt-Copper Project	Idaho, USA	Right to acquire 100% from the Salmon Canyon Copper Company	Nil
46 x BLM claims: Codaho 1 – Codaho 46	Colson Cobalt-Copper Project	Idaho, USA	100% interest	Nil
96 x BLM claims: Codaho 47 – Codaho 142	Colson Cobalt-Copper Project	Idaho, USA	100% interest	Nil
169 x BLM claims: Codaho 143 – Codaho 242 Codaho 244 – 312	Colson Cobalt-Copper Project	Idaho, USA	100% interest	Acquired
19 x BLM claims: Elk 2 – Elk 7 Elk 11 – Elk 19 Elk 26 – Elk 29	Elkhorn Project	Idaho, USA	100% interest	Nil
9 x BLM claims: Elk 8 – 10 Elk 20 – 25	Elkhorn Project	Idaho, USA	100% interest	Acquired
60 x BLM claims Grizzly 1 – Grizzly 60	Iron Dyke Project	Idaho, USA	100% interest	Acquired
Nevada				
186 x BLM claims: GS 1 – GS 9 GS 16 – GS 64 GS66 – GS138 GS 151 - GS185 GS 197 – GS 199 GS 214 – GS 230	Goodsprings Copper-Cobalt Project	Nevada, USA	100% interest	Nil
6 x Patented Mineral Claims: Columbia St Anthony St Patrick Commercial Frederickson Dividend	Goodsprings Copper-Cobalt Project	Nevada, USA	Granted lease to explore for and process 100% of specific minerals	Nil

Tenement	Project	Location	Ownership	Change in Quarter
Nevada (cont.)				
302 x BLM claims: GS 231 – GS 324 GS 326 – GS 371 GS 390 – GS 529 GS 532 – GS 533 GS 558 – GS 577	Goodsprings Copper-Cobalt Project	Nevada, USA	100% interest	Nil
38 x BLM claims: GS 603 – GS 615 GS 617 – GS 627 GS 633 GS 638 GS 640 GS 642 GS 644 GS 646 GS 648 GS 650 GS 652 GS 671 – GS 675	Goodsprings Copper-Cobalt Project	Nevada, USA	100% interest	Acquired
Arizona				
40 x BLM claims: GC 1 – GC 40	Grapevine Cobalt-Nickel-Copper Project	Arizona, USA	Right to acquire 100% from the Grapevine Resources LLC	Acquired
104 x BLM claims: GC 41 – GC 54 GC 63 – GC 72 GC 81 – GC 118 GC 159 – GC168 GC 223 – GC 254	Grapevine Cobalt-Nickel-Copper Project	Arizona, USA	100% interest	Acquired
44 x BLM claims: GC 255 – GC 283 GC 192 – GC 198 GC 200 GC 202 – GC 208	Grapevine Cobalt-Nickel-Copper Project	Arizona, USA	100% interest	Acquired

Tenement	Project	Location	Ownership	Change in Quarter
Canada				
2 x Mining claims: 510469 856170	Hazelton Cobalt-Copper-Gold Project	British Columbia, Canada	Right to earn a 60% interest	Nil
Australia				
E04/2423	Western Kimberley	Kimberley, WA	100% interest	Nil
E04/1972	Western Kimberley	Kimberley, WA	80% interest	Nil
E04/2314	Western Kimberley	Kimberley, WA	Option to acquire 80% of the Application	Nil
Ireland				
6 x Prospecting Licences for areas 184 580-581 666-667 3634	Longford Zinc	County Longford, Ireland	100% interest	Acquired

Mining Tenements Disposed during the Quarter

Nil