

APPENDIX A – KEY OPTION AND FARMIN TERMS

1. East Cadillac Gold Project

Chalice can earn a 70% interest in the Chimo Property by making total option payments of C\$200,000 to Richmond Mines and funding exploration expenditures of C\$3.1 million over a period of four years. Upon meeting these requirements and exercising the option, Chalice shall then grant a 1% net smelter return royalty to Richmond on claims with no pre-existing royalties. Chalice has the right to withdraw without earning an interest in the Project at any time.

Chalice may acquire a 100% in interest (except certain claims where Globex has a 60% interest) in the Nordeau Property by making annual option payments totalling C\$590,000 over four years to Globex (including an initial payment of C\$120,000 in the first year) and undertaking exploration expenditures of C\$2.5 million, also over a four-year period. Upon exercising the option Chalice, will grant a 3% gross metal royalty to Globex (there are currently no existing royalties in relation to the property and no government royalties). Chalice has the right to withdraw without earning an interest at any time.

2. Warrego North Project

Chalice has the right to earn up to a 70% interest in the Warrego North Project by sole funding \$800,000 in exploration expenditure. Chalice may earn an initial 51% by funding the first A\$400,000 in exploration expenditure and there is an obligation to drill at least one diamond drill hole, of at least 300m, in 12 months before Chalice can withdraw (obligation now met), with the balance of A\$400,000 to be spent to earn the remaining 19% interest.

3. Latitude Hill Project

Chalice must incur A\$1 million on exploration expenditure within the first 12 months from the grant of the tenements. Chalice has the right, after meeting the minimum commitment, to earn a 51% interest by expenditure of A\$5 million (including the minimum commitment) within 3 years of commencement. If Chalice earns a 51% interest, the Company must advise Traka whether it wishes to increase its interest to 70%. Traka then has 14 days to notify Chalice if it wishes to maintain its interest at 49% by proportionally contributing to all future expenditures. If Traka does not wish to maintain the 49% interest Chalice has the right, but not the obligation, to expend a further A\$5 million in an additional three years to increase its interest to 70%. If Chalice earns a 70% interest (or retains the initial 51% interest if Traka executes its right to maintain its 49% interest) both parties will contribute proportionally to all expenditures going forward.

4. West Pilbara Project

Chalice can earn up to 70% interest in the West Pilbara Project by \$3 million of exploration expenditures, with a minimum commitment of A\$500,000 within the first 12 months. Chalice may spend A\$1 million within two years (including the minimum commitment) to earn 51% at which point Red Hill have a one-off right to contribute to its 49% pro rata interest. If Red Hill elects not to contribute, Chalice has the right but not the obligation to then spend another A\$2 million to earn a further 19% within no set time period, or withdraw and retain no interest.