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22 November 2016

2016 Annual General Meeting
Chairman's Address

It always seems impossible until it is done. Nelson Mandela

In 2011 your Company decided to address the problem of developing a large low grade calcrete uranium deposit in a persistently low uranium price environment. Under the guidance of our CEO Murray Hill a team of independent experts were asked to join a Technical Steering Committee to focus on this problem. The result of this has been the development of ***U-pgrade™***, a uranium concentrating process that potentially halves operating and capital costs for certain uranium deposit types.

There has been a number of successful test programs completed using ***U-pgrade™*** on various uranium ores. This year, 2016, we signed our first commercialisation deal with Deep Yellow Limited (Deep Yellow). In this deal we agreed to provide our technology, ***U-pgrade™***, and our in-house expertise to developing Deep Yellow's Tumas calcrete uranium deposit. In exchange for which we are paid a licence fee for the life of the project.

Discussions continue with other resource owners to demonstrate the benefits of ***U-pgrade™*** and enter into agreements for future testwork and eventually licence and commercialisation agreements. We have recently reached agreement with U3O8 Corp. to complete an ***U-pgrade™*** amenability program on the Laguna Salada surficial uranium deposit in Argentina.

The Company is looking to opportunistically acquire interests in calcrete uranium deposits that could be amenable to ***U-pgrade™*** and that are currently uneconomic using conventional processing technology. We expect the low uranium price to expose opportunities to make acquisitions at low prices and on attractive terms.

The Company is also in a far more secure position after it reached agreement with Hanlong Energy Limited on revised terms for the outstanding convertible note. The major change was for the Company to receive a right to repay debt at maturity in shares issued at $0.58 per share. The agreement to the fixed terms of conversion removes the uncertainty at maturity and gives the Company the confidence that the convertible note can be repaid by issuing a pre-determined number of new Company shares.

Earlier in November, Marenica got commitments from investors to invest a further $500,000 for 5,000,000 shares at $0.10. We have received $100,000, issuing shares out of the available placement capacity and are seeking your approval at a general meeting to be held on 19 December 2016 to issue the balance of 4,000,000 shares for $400,000. The most recent investors are a mixture of existing shareholders, who I thank, and new shareholders, who I welcome.

Your Company has persisted in its goal of adding value through its world first uranium processing technology ***U-pgrade™***.

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