



30th January 2014

Company Announcements Office
Australian Securities Exchange Limited
4th Floor
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

QUARTERLY REPORT FOR PERIOD ENDED 31 DECEMBER 2013

HIGHLIGHTS

Charley Creek REE Project.

- An aircore drill program targeting higher grades of alluvial Rare Earths was completed and first stage assays are at the laboratory.
- Following an inspection of the areas by a team from NT Department of Mines and Energy in October, Crossland was commended for outstanding environmental performance.
- A joint venture for Lake Woods has been finalised and an airborne magnetic survey completed.

Pancontinental – 45% Joint Venture Partner

- Pancontinental has advised that they will cease funding and dilute. Pancontinental currently has a debt of \$350,000 which they have advised will be paid.

CROSSLAND STRATEGIC METALS LIMITED
ABN 64 087 595 980

PHONE: +61 8 89815911 **FACSIMILE:** +61 8 89411364 **EMAIL:** admin@crosslanduranium.com.au
ADDRESS: Unit 8, Raffles Plaza, 1 Buffalo Court, Darwin 0800, NT; GPO Box 2437, Darwin, 0801, NT,
AUSTRALIA

EXPLORATION DETAIL

Charley Creek Project, NT - EL24281, EL 25230; EL25657(WDJV, Earning 60%), EL27283, EL27284, EL27358, EL27359, EL28154, EL28155, EL28224, EL28226, EL28434, EL28795, EL28796, EL28866, EL28875, EL28964, EL28965 and EL29789, EL29853 and EL(a)30058 : Crossland 55%: Pancontinental 45%(diluting)

At the Charley Creek Project, Crossland is targeting alluvial rare earth deposits; secondary targets include bedrock REE deposits, granite-related uranium; calcrete and redox- related palaeodrainage uranium targets; and layered mafic intrusive- related copper, nickel and platinoids.

Aircore drilling for the Stage 1 of the feasibility drill program to identify and then delineate starter pit resources with higher than average REE grades has been completed. Between 20th November and 1st December, some 148 aircore holes totalling 1762.5m were drilled. Subsequent to the end of the quarter, a further 29 holes have been drilled on an additional area that required sacred sites clearance. This resulted in a further 311m of drilling.

Samples from this work are being composited to provide assays over 4m of individual rock units in each hole. During the quarter, over 300 samples including quality controls were submitted for assay before the Christmas break. The balance of samples is still being processed at the time of writing. It is expected that despite the slowdown in expenditure occasioned by Pancontinental's decision to cease funding the joint venture announced on 23rd January, this work will proceed and results of the Stage 1 drilling will be released in Q2 of 2014.

No decision will be made on the planned Stage 2 drill program, intended to enable areas chosen for starter pits from the first round of drilling to be converted to Resources, until additional funds are secured, as noted in the Crossland release to ASX of 23rd January.

Following inspection of the Charley Creek areas by a team from NT Department of Mines and Energy in October, Crossland was commended for outstanding environmental performance.

Chilling Project, NT - EL22738, EL24557, EL25076, EL25077 and 28433. Crossland 55%: Pancontinental 45%

At the Chilling Project, Crossland's primary targets are unconformity-related uranium deposits, the deposit style that hosts most of the world's high grade uranium. Other target commodities exist, such as base metals, gold, tin, and cobalt. Other uranium deposit styles are also possible.

No work other than title maintenance occurred in the quarter. Efforts to find a farm- in partner continued.

Mount Stafford, NT - EL28492; EL(a)29660, and EL29758. Crossland 55%: Pancontinental 45%

The Mount Stafford Project covers a setting conducive for REE, uranium and gold deposits. The licence is situated approximately 83 km northwest of Nolan's Bore, the advanced rare earth deposit owned by Arafura Resources.

No work other than title maintenance occurred in the quarter. Efforts to find a farm- in partner continued.

Lake Woods, NT –SEL28199 and EL(a)30181: Crossland 100%

At Lake Woods, Crossland has identified an outcropping alkali basalt sill intruded around 1,300 million years ago. The intrusion has unusual properties that may indicate the potential for commodities such as nickel, copper and platinoids. The area has also shed microdiamonds and kimberlite indicator minerals and so has diamond potential. This area is not included in the Joint Venture with Pancontinental.

A joint venture for this project was executed on 1 November 2013. The incoming party has been granted 90% of the tenement and has committed to spend \$105,000 in the first 12 months and Crossland has a 10% interest free carried to a Decision to Mine. At Decision to Mine, CUX must elect to participate in further expenditure with its 10% interest, or withdraw from the Joint Venture with no further interest.

At the end of the Quarter, a detailed airborne magnetic survey was about to commence, and has since been completed.

Gypsum Cliffs, SA – ELA 2012/00130, ELA 2012/00133 and ELA2012/00134. Crossland 100%

At Gypsum Cliffs, Crossland is targeting alluvial mineral sands deposits incorporating rare metal credits.

The Exploration Licence package has been granted. Crossland is seeking a funding partner for this project.

Pancontinental and Funding

As announced on 23 January, Pancontinental have ceased funding and have a debt of \$350,000. This has had a major effect on Crossland's cash position and therefore the technical work has been slowed down and many cost cutting measures in the company have occurred including redundancies, pay reductions and office down sizing.

The Company is currently looking at some options that are available for future funding.



Geoff Eupene FAusIMM CP,
Exploration Director

*The information in this report that relates to Exploration Targets, Exploration Results, or Mineral Resources is based on information compiled by **Geoffrey S Eupene FAusIMM CP**, a Competent Person who is a Fellow of the Australasian Institute of Mining and Metallurgy. He is a director of the Company and a full time employee of Eupene Exploration Enterprises Pty Ltd, which is engaged by the Company. He has sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration, and to the activity which is being undertaken 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' (the JORC Code). Geoffrey S Eupene has consented to the inclusion in the report of the matters based on his information in the form and context in which it appears.*