



Southern Cross Exploration N.L.

ACN : 000 716 012

Level 29, 2 Chifley Square, Sydney NSW 2001
Phone : +61 2 9375 2337

email : sxx@sxxgroup.com
[www: sxxgroup.com](http://www.sxxgroup.com)

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Company Announcements Office
Australian Securities Exchange Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000

Shareholder Update

The Board of Southern Cross Exploration N.L. (ASX: SXX) (“the Company”, “Southern Cross”, “SXX”) is pleased to provide shareholders with an update on the progress of its 49%-owned Wailoaloa Developments Limited (“WDL”).

WDL is a Fijian property developer that owns 40 acres of freehold land in Nadi, Fiji's tourism gateway, which WDL is subdividing. The past 12 months have been spent refining the scheme plan for the development, with WDL's team working closely with engineers, architects, and the respective Fijian government departments to ensure the project's success.

Civil works have commenced now that all the necessary approvals have been granted. After a formal tender process, a civil works contract was awarded to an experienced civil engineering and construction contractor, V&B Constructions.

The subdivision will yield a total of 111 lots, with the development to be undertaken in four stages, with each stage taking between three and five months to complete.

SXX confirms that binding pre-sale agreements valued at approximately AUD\$10.9 million (circa FJD\$17.1million) have been executed. Settlement is expected to occur by 30 June, 2017, and WDL is targeting sales revenue of FJD45 million (circa AUD28.5million) for the remaining development.

It is expected that SXX's investment in the development through Wailoaloa will provide SXX with a steady revenue stream over more than 18 months, and combined with the Company's cash reserves and readily saleable ASX securities, the Company expects to have the financial flexibility to pursue investments in the resources sector with a number of opportunities under consideration.

SXX's Board is intent on preserving the Company's strong cash position and will consider revenue generating investments or other opportunistic transactions that create meaningful returns for shareholders. SXX will continue to update shareholders on WDL's progress, and with respect to its other investments.

For and on behalf of Southern Cross Exploration N.L.

John Smith
Company Secretary