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QUARTERLY ACTIVITIES REPORT AS AT 30 SEPTEMBER 2012

ASX Code: EPC

Securities on Issue

26.5M Ordinary Shares (quoted)
3.3M Ordinary Shares (restricted)
3.5M Options (unlisted)

Directors

Faldi Ismail
(Executive Chairman)

Robert Jewson
(Non-Exec. Technical Director)

Francis De Souza
(Non-Exec. Director)

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Highlights during the quarter

McPhees Gold Project

- ✦ Comprehensive project evaluation commenced.
- ✦ Work program currently being devised to assess the potential of the project.

Quartz Hill Project

- ✦ Comprehensive regional exploration targeting program currently being conducted.

Corporate

- ✦ Proposed acquisition of a 90% interest in 3 Colombian exploration licences, which have the potential for hosting high quality thermal coal.
- ✦ Licences located in an established mining region, with existing infrastructure in place.
- ✦ Mining entrepreneur, Mr. Paul Kopejtka to join the Board as Executive Chairman.
- ✦ Epic to change its name to "Ascot Resources Ltd".

Financial

- ✦ At 30 September 2012 the Company had cash reserves of A\$3.3 million (~11.1c per share cash backing).
- ✦ At 30 September 2012 the Company had a market capital share base of \$3.3 million.
- ✦ The Company lodged the Annual Financial Report for the year ended 30 June 2012 on 16 August 2012.
- ✦ The Company's Annual General Meeting to be held on November 28, 2012.

EXISTING PROJECTS

- Comprehensive project evaluation being conducted at McPhees and Quartz Hill
- Field exploration program currently being devised McPhees

McPhees Gold Project

A comprehensive evaluation of the previous exploration activities conducted at the McPhees project is being conducted. All historical geochemical sampling, drilling and other geological data are being compiled to gain an understanding of the potential of the project. Once the evaluation is complete a field based exploration program will be devised.

The McPhees Project is located approximately 80 kilometres south of Port Hedland, within the Marble Bar Mineral Field, Western Australia. The project is located in the East Pilbara Granite-Greenstone Terrane, within the Pilgangoora Greenstone Belt and lies within the northern portion of the Pilgangoora Syncline and locally within the core of a major syncline.

Gold mineralisation at McPhees occurs within north-northeast trending shear zones within altered schistose wall rocks, comprising of actinolite and pyrrhotite, and quartz veins. Generally gold occurs as fine grains within acicular quartz or more rarely as small grains disseminated in composite grains of arsenopyrite.

Gold was previously mined from McPhees initially by a series of small pits and shafts between 1933 and 1939. A total of approximately 340 ounces of gold was produced at an average grade of 5g/t Au from 2,131t of ore during this period. Lynas Find NL subsequently mined McPhees between 1994 and 1998.

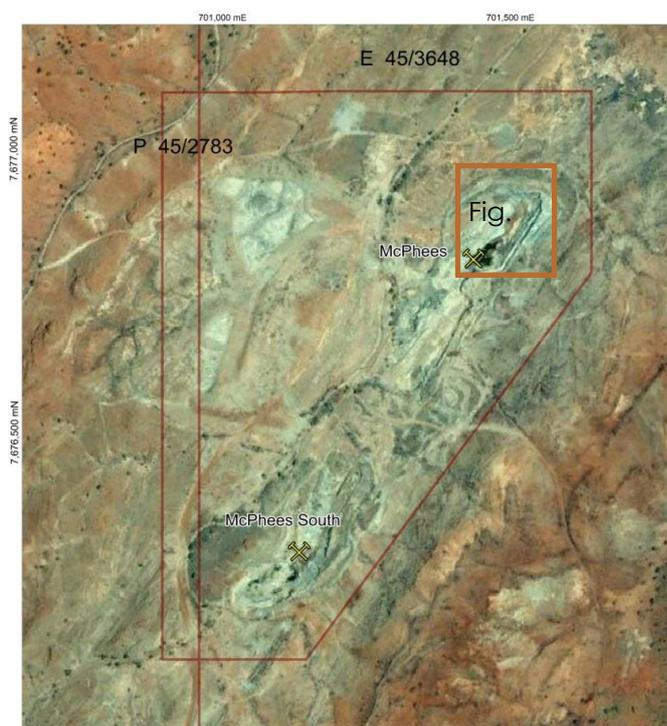


Figure 1: McPhees Project

Quartz Hill Project

The Quartz Hill project lies 150km east-north-east of Alice Springs and is centred around Ambalindum Station. All tenements lie within the Eastern Arunta block, in the Harts Ranges. The project consists of two granted exploration licences and three exploration licence applications.

The initial reconnaissance field campaign conducted in November 2011 across the project area provided relatively discouraging results as no new prospects of mineralisation were identified. Furthermore it was noted that the existing zones of mineralisation have limited areal extent, not warranting further investigation.

The Company applied for three additional exploration licences surrounding the Quartz Hill Project that were deemed to be prospective for both Uranium and Rare Earth mineralisation, relative to the Quartz Hill Project. During the quarter and as announced on the 4th of July 2012, the Company received notification of intention to grant EL29/137, EL29/143 and EL29/144 from the Department of Resources NT. These exploration licences will represent the focus of the Quartz Hill extension exploration program going forward.

As such, the Company undertook a desktop review of new exploration licenses that outlined a number of targets warranting further investigation. A field program is currently being budgeted and devised to investigate the numerous targets identified as part of the desktop review.

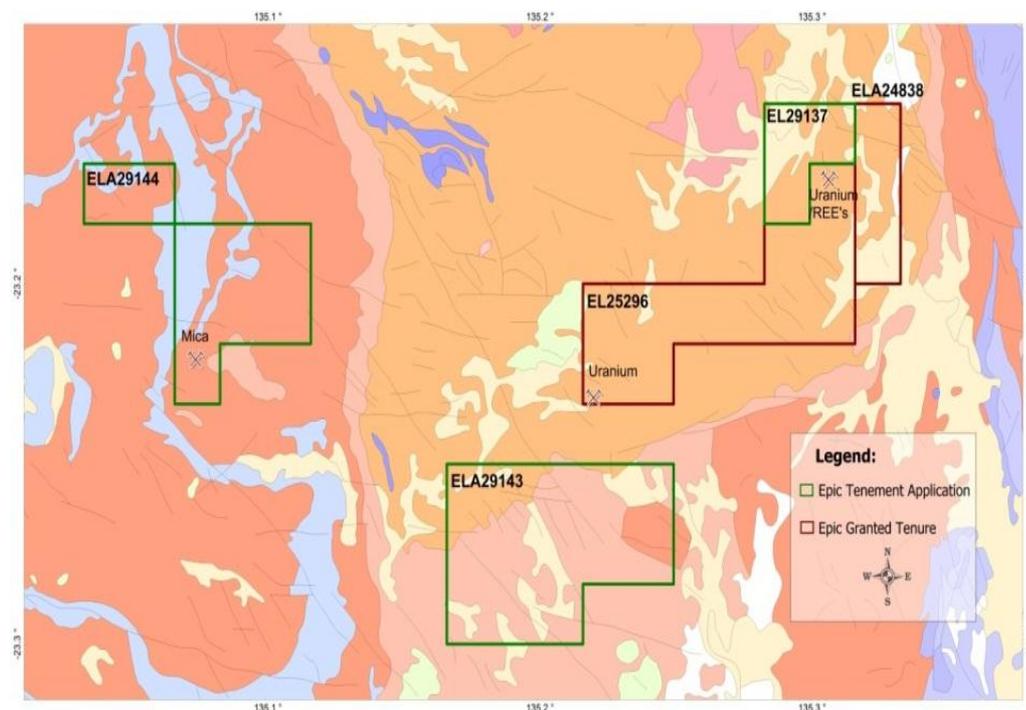


Figure 2: Quartz Hill Project Area

CORPORATE

On August 10, 2012 the Company announced the acquisition of Ascot Equities Pty Ltd. In collaboration with Mr. Paul Kopejtko the Company entered into a conditional agreement to acquire an indirect 90% interest in 3 coal licences located in the Southern Antioquia region of Colombia. The Licences are located near the town of Titiribi in the Southern Antioquia region of Colombia, and is in close proximity to areas known to host high quality coal.

The state of Antioquia hosts a number of coal bearing areas, with the Licences located in the south-western part of the state in the Municipality of Titiribi. The project area offers established road infrastructure and access to ports on both the Atlantic and Pacific coasts. The State Capital, Medellin, is located approximately 70km to the north east of the town of Titiribi.

The project consists of 3 mining licences, as set out in **Figure 3** and **Table 1** below, covering a total land area of approximately 200Ha.

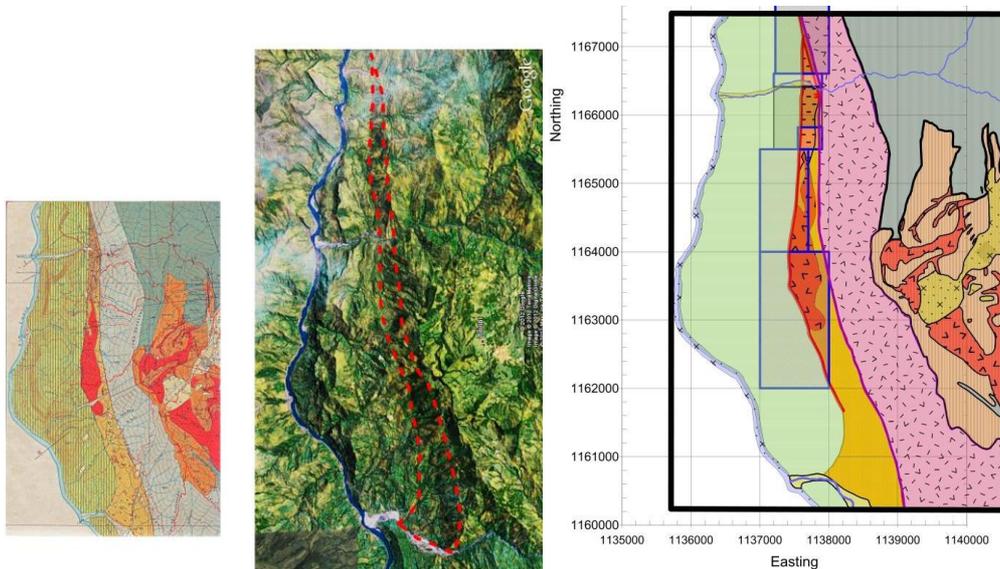


Figure 3: Regional geology of the Titiribi area and the location of the concessions.

Table 1: Mining Licence Schedule

National Mining Register ID	State Authority ID	Area (Ha)	Status	Date Granted	Expiry Date
HJBN-04	7569	52	Granted	30 Jan 2009	30 Jan 2038
HJID-06	7425	11	Granted	4 May 2009	4 May 2038
HJLI-01	7569B	147	Granted	2 July 2009	2 July 2038

Transaction Details

Completion of the transaction contemplated by the Agreement ("**Transaction**") is subject to satisfaction (or waiver) of a number of conditions precedent ("**Conditions Precedent**") including:

1. the receipt of shareholder approval;
2. the Company completing and being satisfied with due diligence investigations on the Licences, Carbones Spain and Carbones Titiribi, to the absolute discretion of the Company; and
3. all necessary regulatory and tax consents or approvals for the proposed transaction, if necessary, being received.

If the Conditions Precedent set out above are not satisfied (or waived by Epic) on or before 1 November 2012 or such later date as agreed by the parties, then either party may terminate the Agreement.

Initial Consideration

Subject to satisfaction of the Conditions Precedent, the Company will issue 4,500,000 Shares ("**Initial Consideration Shares**") plus pay \$200,000 to the Vendor and will also reimburse the Vendor an additional \$300,000 for cash costs incurred in securing the Licences.

Stage 1 Interest

Where, within 12 months of the satisfaction of the Conditions Precedent, the Company successfully defines:

- a 10Mt Inferred Resource in accordance with JORC Guidelines (as that term is defined for the purposes of JORC Guidelines for coal) of coal that meets certain minimum specifications within the area covered by the Licences or any new licences acquired by Carbones Titiribi (**Licence Area**),

the Company will issue to the Vendor a further 11,000,000 Shares ("**Tranche 1 Deferred Consideration Shares**").

Stage 2 Interest

Where, within 18 months of the satisfaction of the Conditions Precedent, the Company successfully defines:

- a 20Mt Inferred Resource in accordance with JORC Guidelines (as that term is defined for the purposes of JORC Guidelines for coal) of coal that meets certain minimum specifications within the Licence Area,

the Company will issue to the Vendor a further 11,500,000 Shares ("**Tranche 2 Deferred Consideration Shares**").

Stage 3 Interest

Where, within 24 months of the satisfaction of the Conditions Precedent:

- the volume weighted average price of the Company's shares as traded on ASX over 20 trading days equal or exceeds \$0.35,

the Company will issue to the Vendor a further 12,000,000 Shares ("**Tranche 3 Deferred Consideration Shares**").

Stage 4 Interest

Where, within 24 months of the satisfaction of the Conditions Precedent, the Company successfully defines:

- a 20Mt Measured Resource in accordance with JORC Guidelines (as that term is defined for the purposes of JORC Guidelines for coal) of coal that meets certain minimum specifications within the Licence Area,

the Company will issue to the Vendor a further 38,760,000 Shares ("**Tranche 4 Deferred Consideration Shares**").

Following shareholder approval for the transaction, the Company will welcome Mr Paul Kopejtka to the Board and will change its name to "Ascot Resources Ltd". Mr Kopejtka brings with him in excess of 22 years' experience in the mining industry that extends to both Australia and overseas. Mr Kopejtka has a strong track record in facilitating the growth of a number of major publicly listed companies.

FINANCIAL

At 30 September 2012 the Company had cash reserves of A\$3.3 million (~11.1c per share cash backing).

The Company lodged the Annual Financial Report for the year ended 30 June 2012 on 16 August 2012.

On Friday October 24, 2012 the Company dispatched its Notice of Meeting to shareholders for the Annual General Meeting to be held on November 28, 2012, at which time the Company will also seek shareholder approval for the transaction. The Notice of Meeting document contains detailed information relating to the transaction.

Competent Persons Statement

Technical information in this report has been prepared under the supervision of Mr Jonathan King, a director of Weston Consultancy Group Pty Ltd, and a member of the Australian Institute of Geoscientists (AIG). Mr King has sufficient experience which is relevant to the style of mineralisation under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr King consents to the inclusion in this report of the Information, in the form and context in which it appears.

-ENDS-

About Epic Resources Limited

Epic Resources is an Australian-based exploration company that was initially established to acquire, explore, evaluate and exploit uranium-REE deposits and explore prospective uranium tenements and other minerals.

Epic Resources entered into a Farm-in Agreement with Cazaly Iron Pty Ltd (Cazaly), pursuant to which the Company has a right to earn a 75% interest in the Quartz Hill Project. In June 2012 the Company acquired the McPhees Gold Project in Western Australia and is located within the Marble Bar Mineral Field, Western Australia.

In addition to seeking to earn a 75% interest in the Quartz Hill Project and the McPhees Gold Project and as outlined in the Company's Prospectus, the Company intends to pursue new projects in the resources sector, both in Australia and overseas, by way of acquisition or investment.

These projects may include other types of minerals including, without limitation, coal, iron ore, copper, gold, manganese, tin, nickel, potash and tungsten.

For more information, visit www.epicresources.com.au or contact:

For more information:

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