

ASX ANNOUNCEMENT

27th April 2022

Second RC program completed at the Kookynie Gold Project

Highlights

- Substantial **5,210m** RC program for **30 holes** has been completed at the newly discovered, shallow, high-grade gold lodes at the Kookynie Gold Project.
- 16 RC holes, 2 re-entries and 3 pre-collars completed at the **McTavish East** prospect.
- Targeting extensions to the high-grade zone along strike and at depth of the previously released RC and aircore drilling results that included:
 - 16m @ 20.92g/t** from 161m (inc. **10m @ 31.88g/t**) in MERC005
 - 4m @ 31.1g/t** from 96m in KOAC294
 - 4m @ 17.82g/t** from 78m (inc. **2m @ 33.55g/t**) in MERC001
 - 4m @ 12.94g/t** from 126m (inc. **2m @ 23.67g/t**) in MERC009
 - 2m @ 16.25g/t** from 54m in KOAC210
 - 4m @ 6.39g/t** from 114m (inc. **1m @ 23.30g/t**) in MERC009
- 9 RC holes were completed at **McTavish North** following up previous high-grade aircore results, representing the first RC exploration at this prospect.
- All samples submitted to the laboratory with results expected in mid-June.
- A separate aircore drilling is planned to expand the high-grade McTavish East discovery along the **1km long** prospective structure between McTavish East and Champion South, during Q2 2022.

The drill program was managed closely, with drill targets updated regularly as information was received from logging geology and alteration encountered within the RC chips. As a result of this monitoring, CAV extended 2 previous RC holes and added additional drill metres to the program at **McTavish East** to extend the mineralised structures down dip to a vertical depth of **+200m**. The strike of the mineralised zone has increased to **+320m**. This system remains open along strike and at depth.

Carnavale included 3 diamond pre-collars to the recent campaign, targeting depth extensions to the mineralised structures encountered in the recent drilling. The Company will mobilise a diamond drilling rig to complete these tails when one is available.

Refer ASX release "*Kookynie Delivers Further High-Grade Gold Results and Expands Potential, 31 Jan 2022*"

CEO Humphrey Hale commented:

"We are delighted to have completed the second RC program at the newly discovered Kookynie East prospect and the first RC holes at McTavish North. The field team has reacted quickly to the geology and alteration encountered in the RC chips. As a result, we have been able to optimise the drilling program to intersect the mineralised structures efficiently and extend the structures down dip and along strike. We look forward to receiving the results in mid-June."

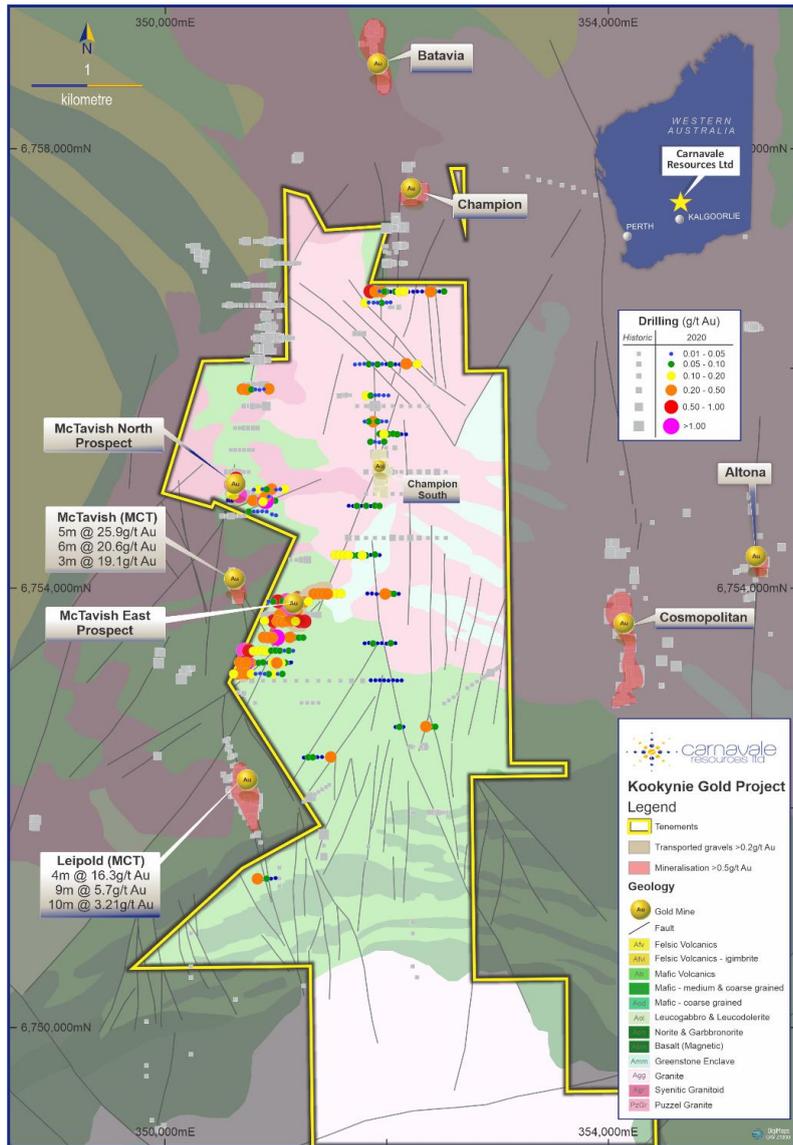


Figure 2: Carnavale tenement holding with historic deposits.

This release is approved by the Board of Carnavale Resources Limited.

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Competent Persons Statement

The information that relates to Exploration Results for the projects discussed in this announcement represents a fair and accurate representation of the available data and studies; and is based on, and fairly represents information and supporting documentation reviewed by Mr. Humphrey Hale, a Competent Person who is a Member of The Australian Institute of Geoscientists. Mr. Hale is the Chief Executive Officer of Carnavale Resources Limited and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resource and Ore Reserves". Mr. Hale consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Forward Looking Statements

Statements regarding Carnavale's plans with respect to the mineral properties, resource reviews, programs, economic studies and future development are forward-looking statements. There can be no assurance that Carnavale's plans for development of its mineral properties will proceed any time in the future. There can also be no assurance that Carnavale will be able to confirm the presence of additional mineral resources/reserves, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of Carnavale's mineral properties.

Information relating to Previous Disclosure

Previously reported material Information relating to the Ora Banda Gold Project includes:

Exploration

Carnavale acquires a High-Grade Gold Project - Kookynie, 4 August 2020

Carnavale secures additional ground at Kookynie Gold Project, 14 September 2020

Strategic Acquisition and Intensive Exploration to commence at Kookynie High-Grade Gold Project, 22 Oct 2020

Kookynie Exploration update, 9 November 2020

Aircore Drilling commenced, 1 Dec 2020

Drilling update, 17 Dec 2020

Aircore drilling success, 9 Feb 2021

Second phase of Aircore Drilling commenced, 3 March 2021

High grade Gold discovered at Kookynie Gold Project, 19 April 2021

Aircore continues at Kookynie targeting high-grade gold, 11 May 2021

Phase 3 aircore drilling at Kookynie Gold Project complete, 28 May 2021

Kookynie Gold Project delivers Bonanza Gold grades, 15 July 2021

CAV Acquires 80% of Kookynie Gold Project, 26 July 2021

RC drilling commenced at the high-grade Kookynie Gold Project, 28 October 2021

Initial RC drilling completed at the Kookynie Gold Project, 16 Nov 2021

RC drilling intersects Bonanza Gold at Kookynie Gold Project, 17 Jan 2022

Kookynie Delivers Further High-Grade Gold Results and Expands Potential, 31 Jan 2022