



**ASX ANNOUNCEMENT**

**29 MARCH 2017**

## **GBANE PROJECT DRILLING PROGRAMME TO COMMENCE IN APRIL 2017**

### **HIGHLIGHTS**

- **5,000m maiden drill programme to commence April 2017**
- **Use of two rigs operating 24 hours per day**
- **Construction of site camp facilities underway**

Gulf Industrials Limited (“Gulf” or “The Company”) announces the commencement of Stage 1 of a targeted comprehensive Reverse Circulation (“RC”) and Diamond Core drilling programme within the Gbane Project in Ghana.

Recent geophysical and geochemical surveys, together with extensive surface geological mapping, have indicated the presence of granitic intrusives and related fracture systems, closely associated with anomalies in the distribution of key pathfinder elements for gold mineralisation in the project area. A results-driven drilling programme has been constructed to define the structural geology, and evaluate these anomalies to determine the distribution and nature of the gold mineralisation. (refer to ASX announcement on 27 March 2017)

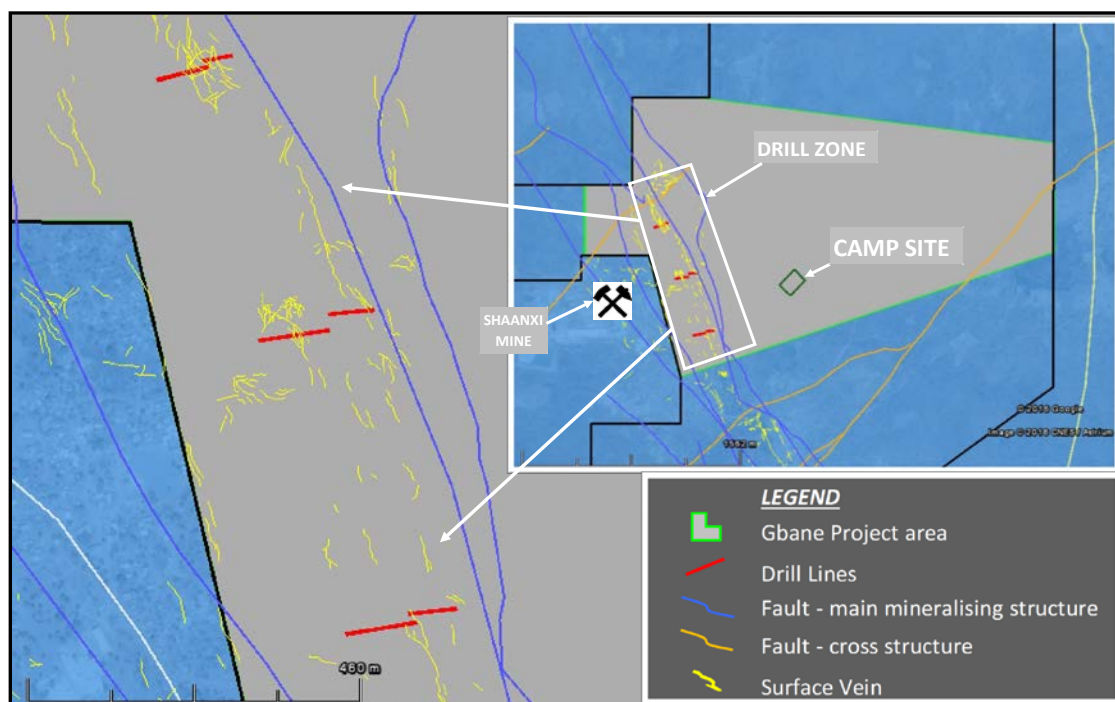
### **Drilling Plan**

- The programme will start in April 2017 with an expected duration of approximately 30-45 days (extendable depending on results)
- A dual rig drilling programme across the primary mineralised target zones has been identified, based on prior geochemical, geophysical and geological mapping work already completed
- The programme is designed to generate key structural geological information whilst also intersecting potential multiple sub-surface mineralised zones of interest, using a multi-purpose RC /Diamond rig and a 2<sup>nd</sup> dedicated Diamond rig
- Both rigs will drill along multiple drill lines at an approximate 400m separation, in a direction set perpendicular to the strike of the mineralised trend
- An initial series of predetermined primary RC holes will be drilled to a minimum 150 metre vertical depth at -60° inclination, to intersect the key mineralised zones

- A second series of continuous Diamond Core holes will be constructed running parallel to key RC holes from the initial series (within 5m metres where practical for comparative twinning). This will gather critical structural geological information, whilst also simultaneously conduct Quality Control on the adjacent RC holes
- Further series of both RC and Diamond Core infill holes will then be subsequently constructed to advance the total geological model understanding. These holes will be located and defined along the drill lines based on real-time 3D geological modelling software interpretation and on-site data testing
- Gross drilling metres are estimated at up to 3000m (RC) and 2000m (Diamond Core), and may be increased depending on results.

### Initial Drilling Budget

- The budget for the drilling and assay work has been approved up to USD\$600,000. This will be reviewed as drilling progress is made and results evaluated, with the potential to be increased to allow an expanded programme.



### Camp Site Facilities

Work has commenced on the project camp site and storage facilities. An auger sterilisation programme has been recently completed to qualify the proposed area for immediate construction of a secured fenced exploration camp and storage facility which is approximately 1 hectare area. The facility is sited within close proximity to the drilling programme area, and also serviced by newly constructed local water bores which also servicing the drilling programme.

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The information in Report that relates to Exploration Results is based on information compiled by Anthony Bainbridge who is a Member of the Institute of Materials, Minerals and Mining, a 'Recognized Professional Organization' (RPO) including in the list promulgated by the ASX from time to time. Bainbridge is a consultant working for Asia Intercept Mining Limited and has been engaged by Gulf Industrials Ltd to prepare documentation for the Gbane Project. He has sufficient experience which is related to the style of mineralization and type of deposit under consideration and to the activity which has been undertaken, to qualify as Competent Person as defined by the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves", Anthony Bainbridge consents to the report being issued in the form and context in which it appears.

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