

Exploration co-funding secured through NT Government Collaboration Program

- **PNX's application for drill co-funding to test the potential for Ni-Cu-Co sulphide mineralisation at its Kilfoyle Project has been successful**
- **A contribution of up to \$83K has been offered under the Northern Territory Government's Geophysics and Drilling Collaborations Program**
- **An airborne geophysical survey is planned ahead of co-funded drilling to assess the mineral potential of the Woolianna gabbro**

PNX Metals Limited (**ASX: PNX**) is pleased to advise that its application for drill co-funding to test the potential for nickel-copper-cobalt (Ni-Cu-Co) sulphide mineralisation at its Kilfoyle Project¹ (Figure 1), north of Daly River in the Northern Territory, has been successful.

The Northern Territory's Geophysics and Drilling Collaborations Program is administered by the Northern Territory Geological Survey and forms part of the Resourcing the Territory initiative which aims to increase the intensity of exploration drilling and geophysical data in greenfield areas of the Northern Territory.

PNX has received an offer for co-funding assistance of 50% of the costs of the planned drill program on the Woolianna Ni-Cu-Co project at Kilfoyle, being \$72,929 in addition to a further \$10,000 for the Territory Supplier Incentive. A co-funding contract is being prepared.

Please see www.minerals.nt.gov.au/collaborations for further information.

Managing Director Comment

PNX Managing Director James Fox said:

"We are very pleased to have received this financial support and technical recognition of the potential for Ni-Cu-Co sulphide mineralisation within the Halls Creek mobile zone at Kilfoyle. This co-funding provides a further boost for exploration programs which have the potential to create substantial value for PNX shareholders."

Soil sampling data at Kilfoyle highlights a consistent trend of anomalous Ni-Cu-Co-PGE coincident with the Woolianna gabbro, a favourable host for nickel sulphide mineralisation, and its possible extension undercover. There has been no drilling in the area to date and we look forward to commencing airborne geophysics to assist with targeting massive sulphide accumulations and drill testing later in the year."

¹ See PNX ASX release 25 May 2018 for further details on the Kilfoyle Project.

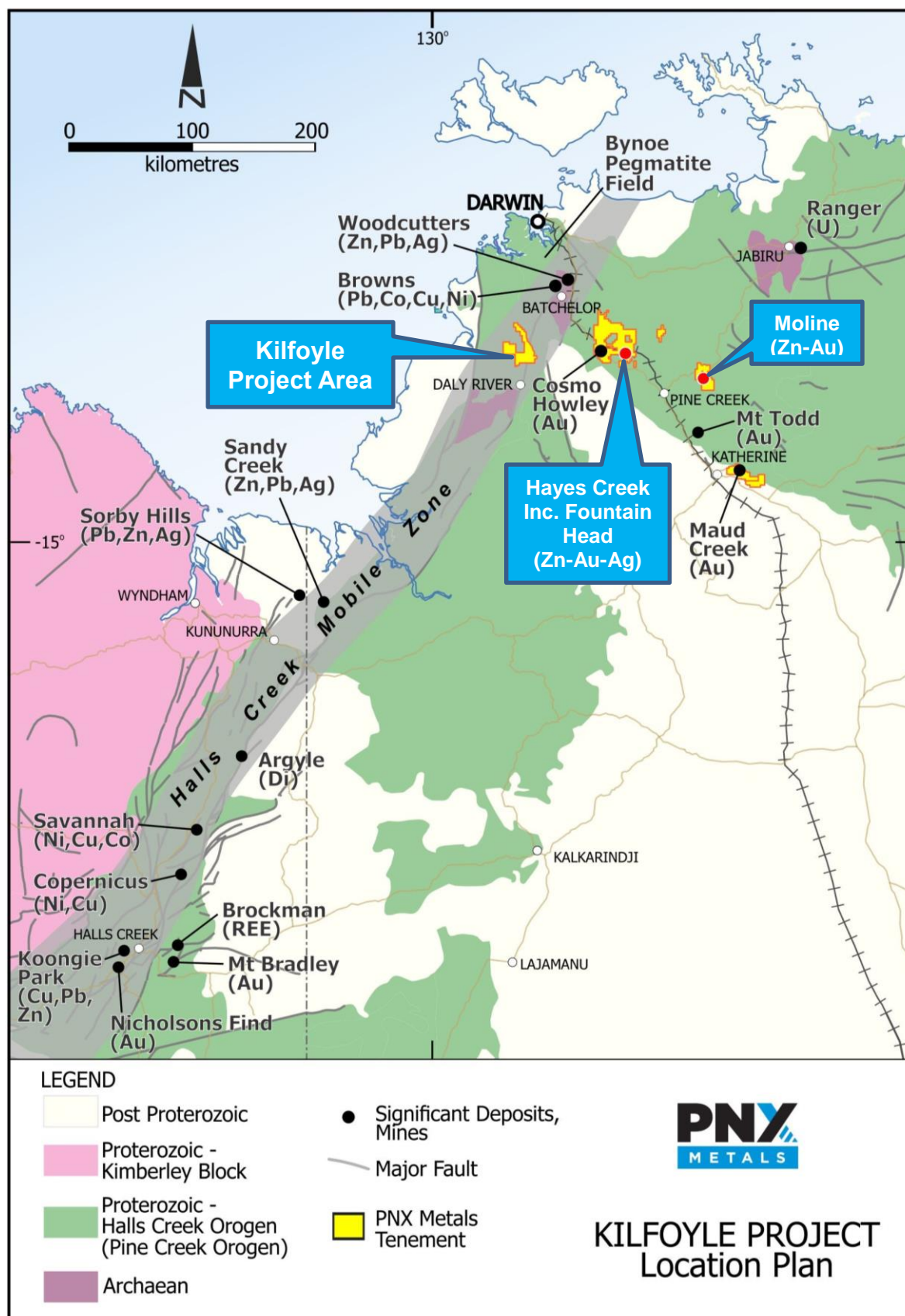


Figure 1: NT Project locations

Competent Person's Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Andrew Bennett, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Bennett has sufficient experience relevant to the style of mineralisation and the type of deposits 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 Resources and Ore Reserves". Mr Bennett is a full time employee of PNX Metals Ltd and consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

For further information please visit the Company's website www.pnxmetals.com.au or contact:

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