

21<sup>st</sup> September 2020

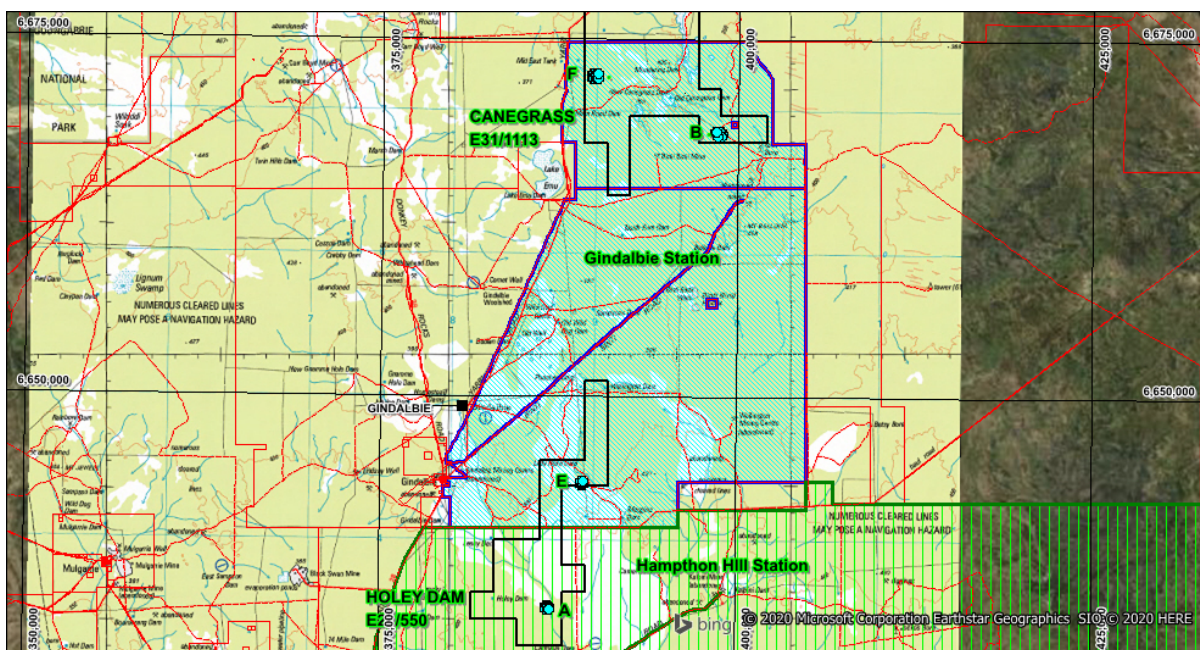
## ASX Market Announcements

### DRILLING FINALISED AT THE GINDALBIE GOLD PROJECT, YILGARN CRATON, WA CANEGRASS (EL31/113) AND HOLEY DAM (EL27/550)

Kaili Resources Limited (“Company”) is pleased to advise that its drilling program was completed on 20<sup>th</sup> September 2020 at the Gindalbie Gold Project in Western Australia (WA) using Kalgoorlie based geological consultancy BMGS and Raglan Drilling. The field crew finalised the planned activities with minimal delays in a highly professional manner.

1,866 m Aircore drilling for 25 holes at Canegrass (EL31/113) and 25 holes at Holey Dam (EL27/550) gold prospects have been completed, at an average hole depth of 37 m.

The drill areas are shown in **Figure 1** with areas F, B and E situated in Gindalbie Station and area A in Hampton Hill Station.



**Figure 1: Location of Holey Dam and Canegrass Drill Areas**

## **Canegrass**

Drill testing of Area B in 2019 returned elevated gold in the range of 10 to 25 ppb in fold axis/limbs settings. The area produced the highest gold response in the Canegrass vacuum drilling program in 2019 and is now tested by the deeper drilling. 25 holes totalling nearly 1,000 m of angled RAB/Aircore drilling have been completed within Areas B and F.

## **Holey Dam**

Elevated gold from vacuum drilling in 2019 has been delineated in Areas A and E. Area A is located at the intersection of 2 regional structures, both intruded by Proterozoic dolerite dykes. The intersection of NNW-SSE structures with later E-W structures is a good location for gold mineralisation in the Yilgarn Craton. Area E is located at the nose of folded/faulted rocks adjacent to felsic volcanics to the west. There was an elevated gold in quartz float result of 0.248 ppm Au from the vacuum drilling in 2019. Nearly 1,000 m of angled RAB/Aircore for 25 holes has been drilled within Areas A and E.

The Canegrass and Holey Dam 2019 drill results were contained in the Company's ASX Releases of 12<sup>th</sup> and 17<sup>th</sup> September 2019.

## **Follow Up Exploration**

Further drilling is being considered and any plan will be finalised upon receipt and review of the final assay results, expected in 2 to 3 weeks' time.

## **Competent Person Statement**

*The information in the report above that relates to Exploration Results, Exploration Targets and Mineral Resources is based on information compiled by Mr Mark Derriman, who is the Company's Consultant Geologist and a member of The Australian Institute of Geoscientists (1566).*

*Mr Mark Derriman has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activities which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Exploration Targets, Mineral Resources and Ore Reserves. Mr Mark Derriman consents to the inclusion in this report of matters based on his information in the form and context in which it appears.*

## **Forward-Looking Statement**

*This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should" and similar expressions are forward-looking statements. Although Kaili Resources Limited believes that its expectations reflected in these forward looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.*

Authorised by:

**Long Zhao**

**Executive Director/Company Secretary**