

CHESSER COMMENCES 20,000m DRILLING CAMPAIGN AT DIAMBA SUD

Chesser Resources Limited ("Chesser" or "the Company"; ASX:CHZ) is pleased to provide the following exploration update for its flagship Diamba Sud Gold Project in Senegal.

HIGHLIGHTS

- Drilling has commenced at Diamba Sud following the end of the wet season in Senegal.
- Scope of works is for ~5,000m of diamond (DD) and ~15,000m of reverse circulation (RC) drilling.
- First assay results are expected by November, with a steady flow of news expected thereafter.
- The program will initially focus on:
 - Further exploration of the recent shallow, high grade Area D discovery at depth and along strike, with prior results including **48m at 6.70g/t gold** and **55m at 4.27 g/t gold**¹.
 - Extensions at Area A, where the alteration and mineralisation indicate a large hydrothermal system, with prior results including **16m at 8.51g/t gold**² and **21m at 6.62 g/t gold**³.
- Area D appears to be the offset continuation of Area A, offering significant strike potential to extend mineralisation within the Diamba Sud tenement.
- The Company is also expecting to conduct initial exploration traverses on Area H and the Western Splay. Both are greenfield targets and display strong geochemical and geophysical anomalies.
- The Company is fully funded for the planned activities following the completion of a A\$6 million placement in early September.

"We are delighted to have recommenced drilling at Diamba Sud so early in the field season, following a heavy and extended wet season. This program will double the total metres of drilling undertaken to date on the licence, where two discoveries have already been made by the Company.

Diamond drilling will assist us in understanding of the controls and potential depth extensions of the high-grade gold system at Area D into fresh rock, with exploratory RC drilling designed to test extensions of the mineralisation footprint at both Area D and Area A.

Both discoveries are near surface, allowing us to quickly and efficiently test both systems. We look forward to sharing regular progress updates as we continue to advance with this large-scale drill program." - **commented Mike Brown, Managing Director and CEO of Chesser Resources.**

¹ Refer to ASX announcement 28 July 2020. The Company is not aware of any new information or data that materially affects the information contained in that announcement.

² Refer to ASX announcement 21 January 2020. The Company is not aware of any new information or data that materially affects the information contained in that announcement

³ Refer to ASX announcement 26th August 2019. The Company is not aware of any new information or data that materially affects the information contained in that announcement

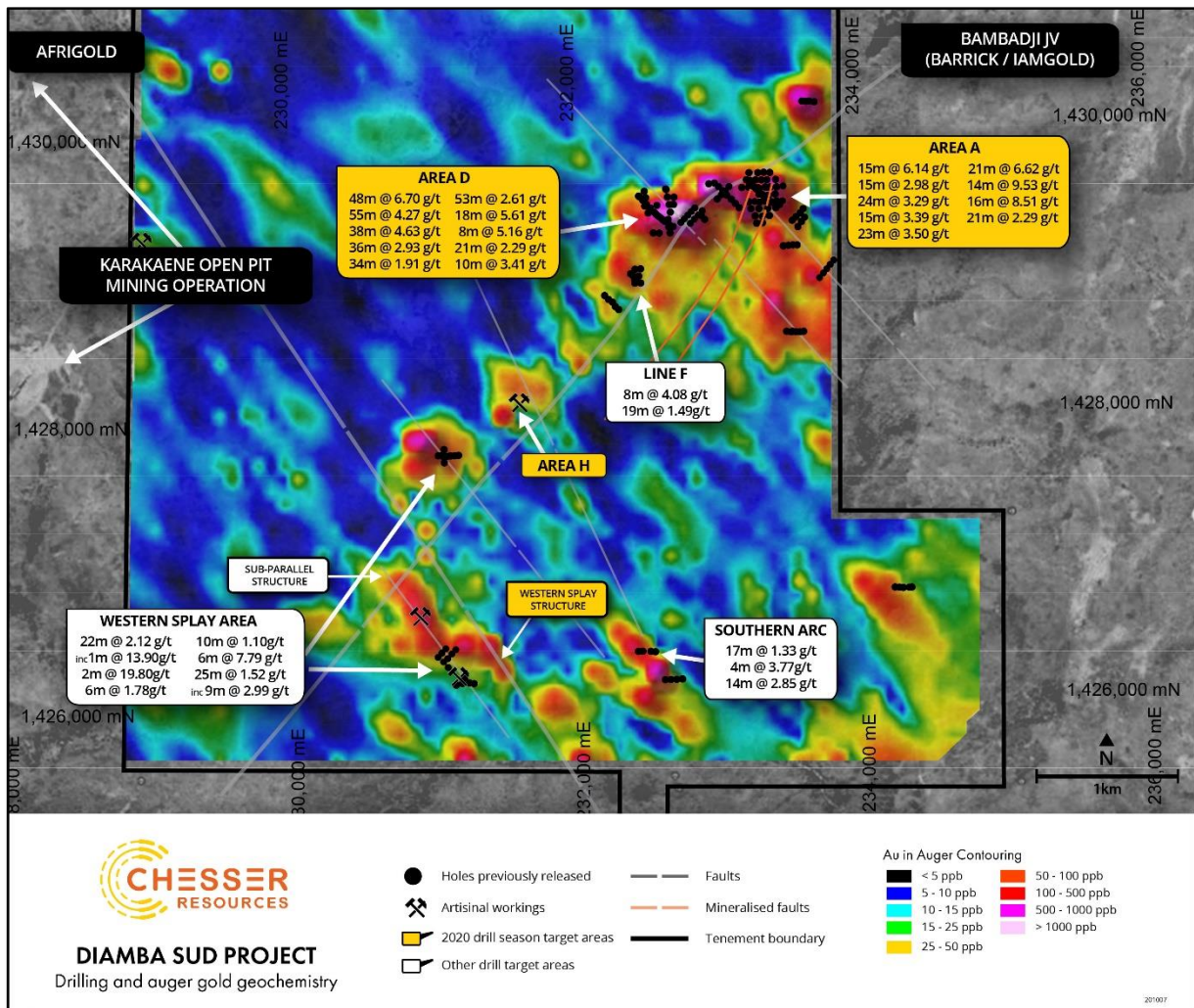


Figure 1: Diamba Sud Gold Project showing location of drilling, selected highlights of drilling results, auger geochemical anomalies map and location of expected drilling (yellow labels), including previously undrilled Area H and Western Splay.⁴

This announcement was authorised by the Board of Directors of Chesser Resources Limited.

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For Further information, please contact:

Mike Brown, Managing Director

Mikeb@chesserresources.com.au

Mobile: +1 778 822 4345

⁴ Refer to ASX announcements dated 22 February 2018, 28 May 2018 and 27 August 2018, 25 March 2019, 10 April 2019, 6 May 2019, 14 of May 2019, 26 August 2019, 3 September 2019, 21st January 2020, 2nd March 2020, 21 July 2020, 28th July 2020 and 13th August 2020 for drill results reported by the Company, to ASX announcement dated 3 April 2017 for historical results reported by the previous owner, and ASX announcements 22 February 2018, 28 May 2018 and 27 August 2018 and 25 March 2019 for details of exploration results for the Diamba Sud auger drilling program. The Company is not aware of any new information or data that materially affects the information contained in those announcements.

ABOUT CHESSER RESOURCES

Chesser Resources is an ASX listed exploration company with gold projects located in Senegal, West Africa. Chesser has announced a high-grade gold discovery at its Northern Arc target on its flagship Diamba Sud project. The Company currently holds ~300km² of highly prospective ground in this underexplored world-class gold region. The Company has a corporate office located in Brisbane, Australia and a corporate and technical team based in Dakar, Senegal.

Diamba Sud is the Company's flagship project, covering 53.2km² over the gold-bearing Kedougou-Kenieba Inlier, Diamba Sud consists of two blocks referred to as DS1 in the north and DS2 in the south.

The Project is located ~2km to the west of the Senegal Mali Shear Zone (SMSZ), a major regional structure and host to numerous multimillion-ounce gold deposits including; B2Gold's 7.6Moz Fekola mine, Barrick's 18Moz Loulo-Goukoto complex and AngloGold Ashanti/IAMGold's Sadiola and Yatela mines. DS1 lies 7km to the west of the 5.5Moz Goukoto mine and to the immediate east of the privately owned 0.5Moz Karakaene mine.

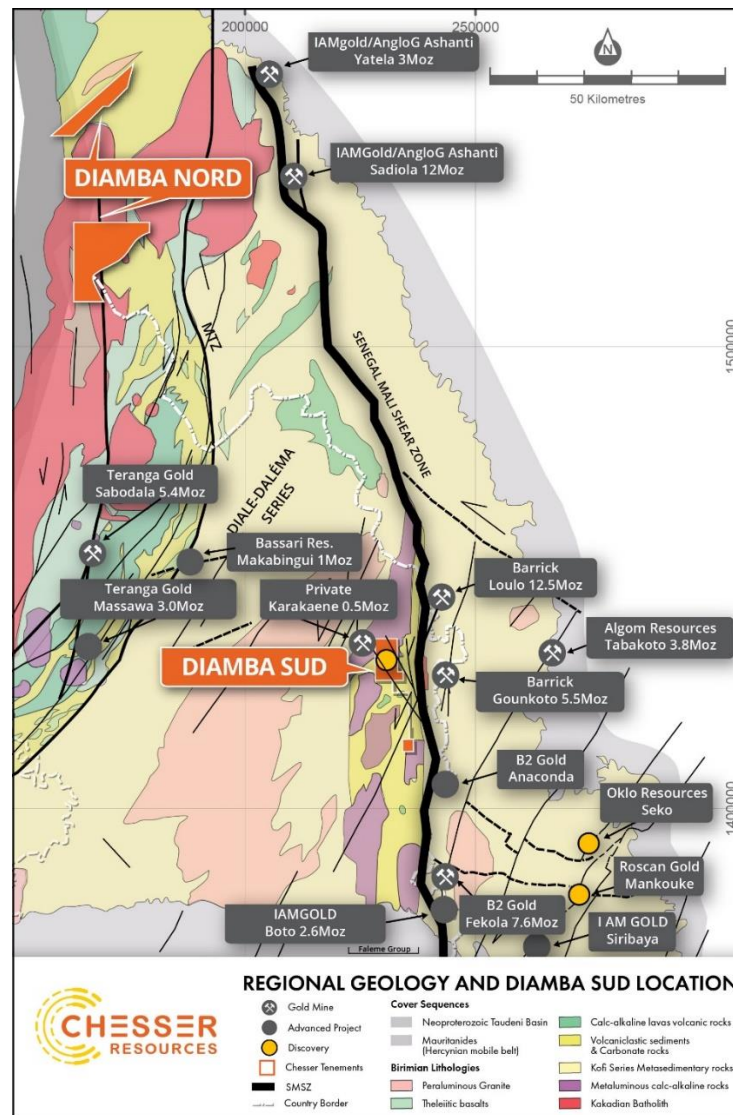


Figure 2: Schematic regional geology of eastern Senegal, showing the Diamba Sud Project and its proximity to both the SMSZ, and the major gold operations and projects on or adjacent to splays off the SMSZ.

Competent Person's Declaration

The information in this report that relates to the Diamba Sud and Diamba Nord exploration results, Mineral Resources and Exploration Targets is based on information compiled by Mr Gareth O'Donovan, Ba Hons, MSc, FGS FIOM3, CEng, who is employed as Exploration Manager for Chesser Resources Ltd. Mr O'Donovan has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity 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, Mineral Resources and Ore Reserves.' Mr O'Donovan consents to the inclusion in the announcement of the matters based on his information in the form and context that the information appears.

Forward looking statements

Statements relating to the estimated or expected future production, operating results, cash flows and costs and financial condition of Chesser Resources Limited's planned work at the Company's projects and the expected results of such work are forward-looking statements. Forward-looking statements are statements that are not historical facts and are generally, but not always, identified by words such as the following: expects, plans, seeks, anticipates, forecasts, believes, intends, estimates, projects, assumes, potential and similar expressions. Forward-looking statements also include reference to events or conditions that will, would, may, could or should occur. Information concerning exploration results and mineral reserve and resource estimates may also be deemed to be forward-looking statements, as it constitutes a prediction of what might be found to be present when and if a project is developed.

These forward-looking statements are necessarily based upon a number of estimates and assumptions that, while considered reasonable at the time they are made, are inherently subject to a variety of risks and uncertainties which could cause actual events or results to differ materially from those reflected in the forward-looking statements, including, without limitation: uncertainties related to raising sufficient financing to fund the planned work in a timely manner and on acceptable terms; changes in planned work resulting from logistical, technical or other factors; the possibility that results of work will not fulfil projections/expectations and realize the perceived potential of the Company's projects; uncertainties involved in the interpretation of drilling results and other tests and the estimation of gold reserves and resources; risk of accidents, equipment breakdowns and labour disputes or other unanticipated difficulties or interruptions; the possibility of environmental issues at the Company's projects; the possibility of cost overruns or unanticipated expenses in work programs; the need to obtain permits and comply with environmental laws and regulations and other government requirements; fluctuations in the price of gold and other risks and uncertainties.