

23 July 2019

ASX: KAS

Share price: \$0.050



ABOUT KASBAH

Kasbah is an Australian listed mineral exploration and development company.

The company (75%) and its Joint Venture partners, Toyota Tsusho Corp (20%) and Nittetsu Mining Co. (5%), are advancing the Achmmach tin project towards production in the Kingdom of Morocco.

PROJECTS

Achmmach Tin Project
Bou El Jaj Tin Project

CAPITAL STRUCTURE

Shares on Issue:	133m
Unlisted Options:	0.6m
Unlisted Rights:	12m
Cash @ 31/03/19:	\$3.2m

MAJOR SHAREHOLDERS

Pala Investments	34.2%
African Lion Group	10.3%

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ACHMMACH EXPLORATION DRILLING

Kasbah Resources Limited (**Kasbah** or the **Company**) is pleased to announce that it has commenced a drilling program at its Achmmach Tin Project (**Achmmach**).

The drilling program has been designed to test the continuity of tin mineralisation on the ~1.2 km of untested Sidi Addi strike, which runs parallel to the main Meknes Trend. At present, the Achmmach Tin Project has measured and indicated resource of 14.9 million tonnes at 0.85% Sn of which 14.6 million tonnes at 0.85% Sn is hosted on the Meknes Trend and 0.34 million tonnes at 1.25% is hosted on the Sidi Addi Trend.

At this stage, there are no material changes to the development plan detailed in the 2018 Definitive Feasibility Study (ASX Announcement 16 July 2018), however, if additional tin mineral resources are proven on the Sidi Addi Trend this has the potential to extend the currently estimated 10-year LOM.

The proposed initial drilling program will take approximately two to three months and will consist of a 10-hole, 2,100 metre diamond drilling program. The program is not targeting to define resources at this time. The program is designed to prove the continuity of tin mineralisation along the structure and increase the understanding of the Sidi Addi Trend. Should the initial drill program be successful in proving continuity, additional drilling would be required for a mineral resource to be defined. The Company will progressively update the market as drilling results and assays become available.

As previously reported, the Company has been undertaking a strategic evaluation of its exploration prospects in Morocco to identify the highest potential near term development targets. In 2018, the Company in collaboration with an independent review undertaken by Minerva Intelligence (**Minerva**) formed a conclusion that the untested ~1.2 kms of the Sidi Addi zone was the highest priority target within the existing Achmmach tenement (See Figure 1).

Minerva Intelligence are the developers of an artificial intelligence software platform designed to analyse complex technical and scientific data sets predominantly for minerals exploration.

Chief Executive Officer, Mr Evan Spencer, commented:

"While the Achmmach project has a robust initial 10-year mine life, the opportunity to identify additional shallow, sub-parallel mineralisation in close proximity to the planned mine infrastructure would have a significant positive impact on the project economics by both increasing the tin mineralisation as well as the tonnes per vertical metre. The Sidi Addi Trend represents one of our highest priority targets and has the potential to extend the project mine life."

"While this initial program is just 2,100 metres, it is the first step in developing an understanding of the full potential of the Sidi Addi Trend. The Achmmach Tin Project remains the most advanced undeveloped tin project in the world."

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Drill Program Targets

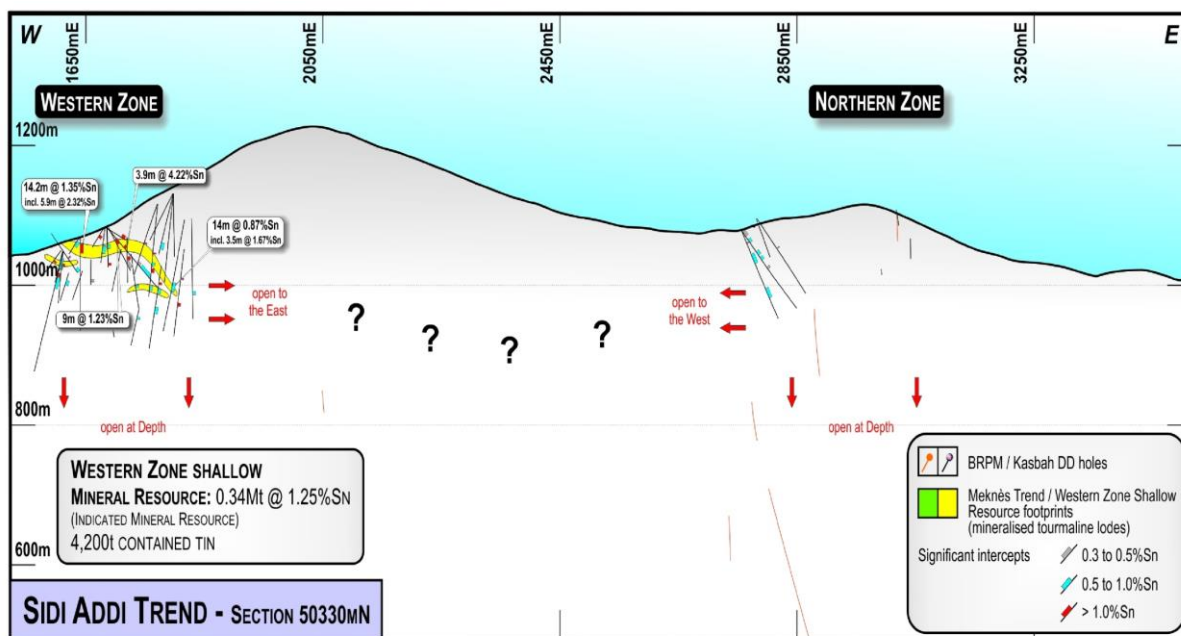


Figure 1. Main untested Strike Extent of the Sidi Addi Trend

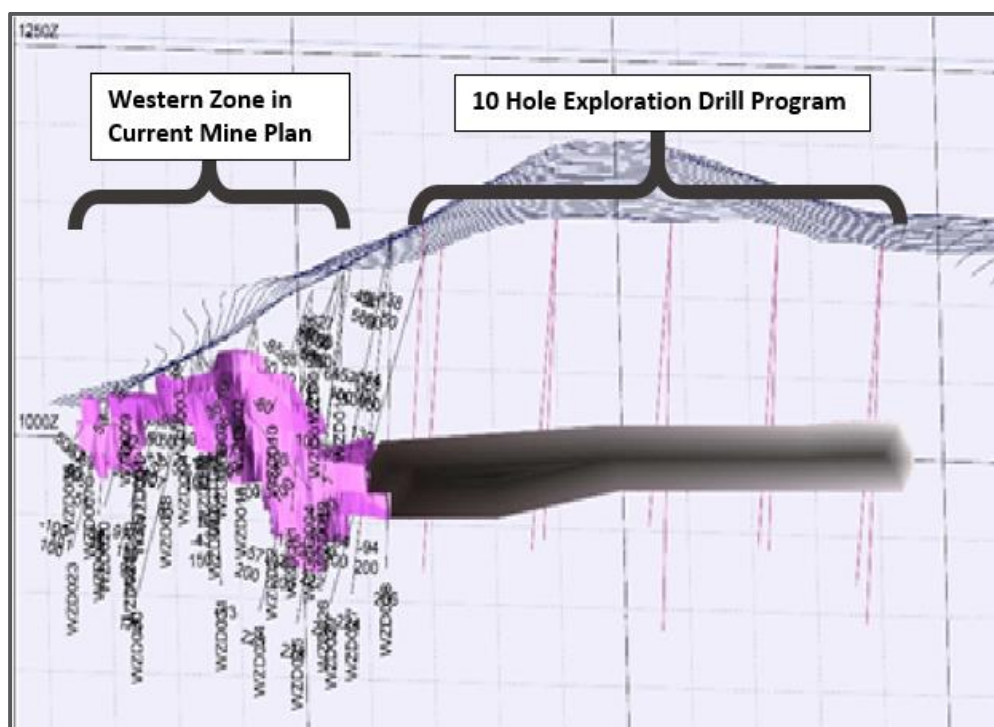


Figure 2. Location of Drill Program Targets on Sidi Addi Trend

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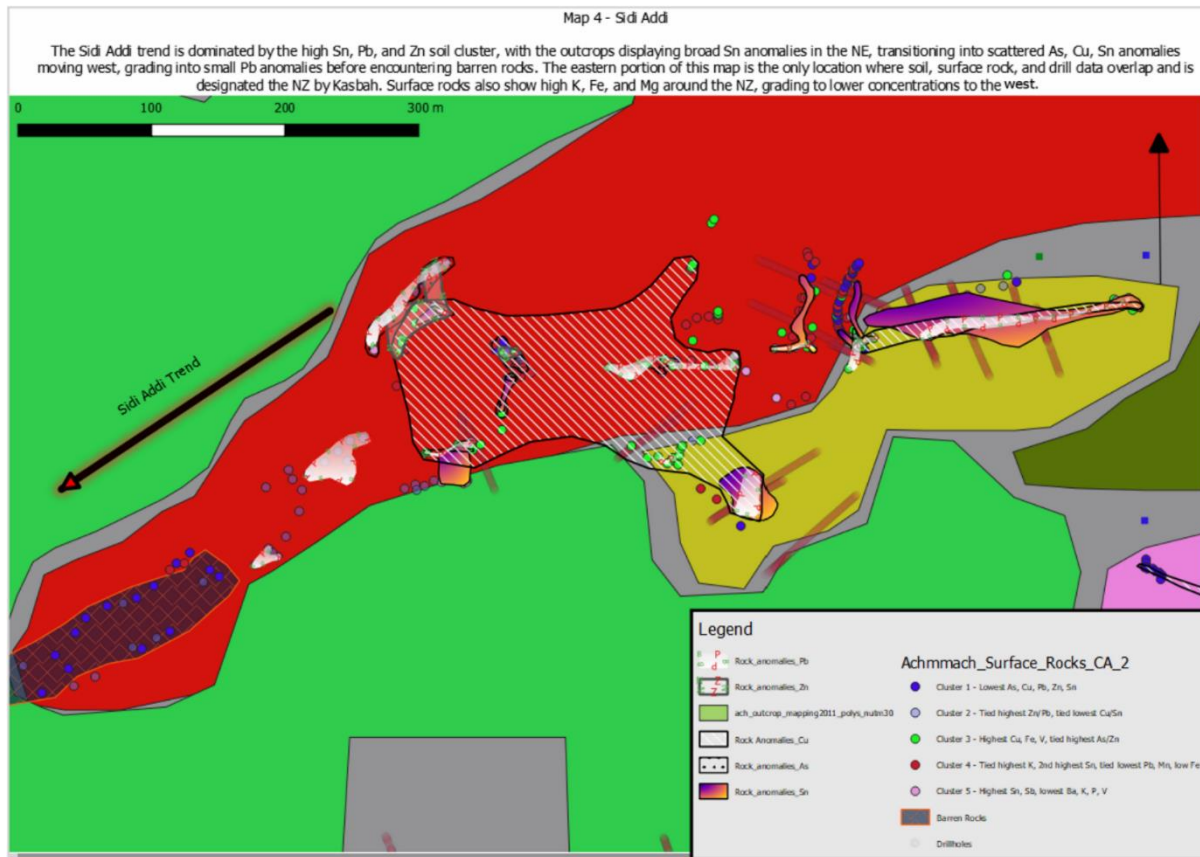


Figure 3. Minerva Intelligence artificial Intelligence soil anomaly mapping

Table 1 below outlines the details of the 10-hole diamond drilling program. The drilling program has also been overlaid with the existing drilling at Achmmach on the regional aerial photo (See Figure 4).

Prosp	XS_ID	SX_mE	Proposed-DH	Azimuth	Dip	Depth
SAT	CX-1	1860	SAD004-P	160	-50	200
SAT	CX-1	1860	SAD005-P	160	-45	250
SAT	CX-2	1940	SAD006-P	160	-40	200
SAT	CX-2	1940	SAD007-P	160	-65	200
SAT	CX-3	2020	SAD008-P	160	-30	200
SAT	CX-3	2020	SAD009-P	160	-65	200
SAT	CX-4	2100	SAD010-P	160	-40	200
SAT	CX-4	2100	SAD011-P	160	-65	200
SAT	CX-5	2180	SAD012-P	160	-35	200
SAT	CX-5	2180	SAD013-P	160	-60	250
Total						2100

Table 1. Sidi Addi Drill Program

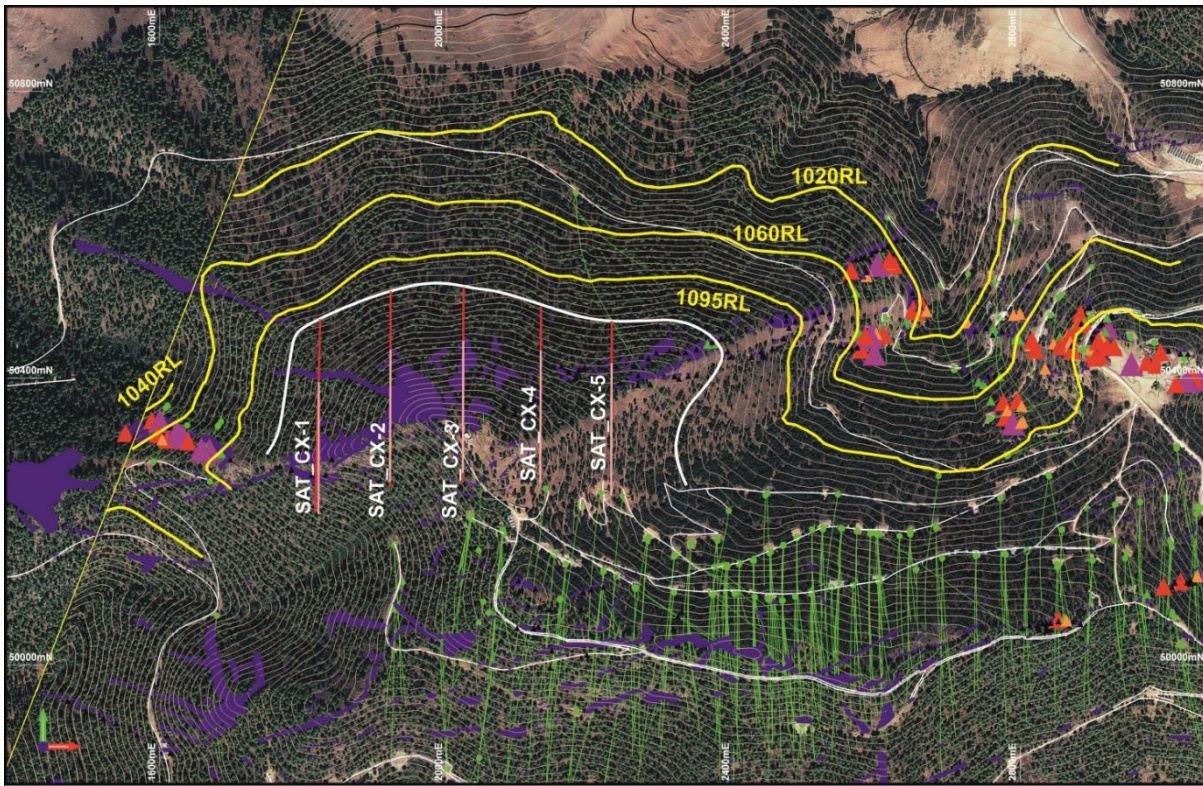


Figure 4. Sidi Addi Trend (SAT) Planned Drill Sections

Achmmach Geology

The Achmmach tin deposit is an epigenetic vein-stockwork-breccia style which is associated with a strongly boron enriched paleo hydrothermal system. It is comprised of fine-grained cassiterite with associated minor sulphide minerals in a tourmalinised sandstone/siltstone host.

Mineralisation is localized in two subparallel ENE striking lodes approximately 1.6 km in strike named the Meknès and Sidi Addi Trends, separated by approximately 500 m (See Figure. 5). The defined trends are confined on the western side by the tenement boundary and remain open on the eastern side. The Meknès Trend was the target of a majority of the historical drilling and as a result, comprises the largest part of the resource.

The currently defined resources within the Sidi Addi Trend is referred to as the Western Zone. Tin mineralisation occurs within the tourmaline-silica altered metasediments and consists primarily as cassiterite (SnO_2 – S.G 6.8-7.1, 78% Sn) with minor stannite ($\text{Cu}_2\text{FeSnS}_4$). The tin mineralisation is relatively pure in composition and does not carry significant trace elements (e.g. In, Ga, Ta or Nb).

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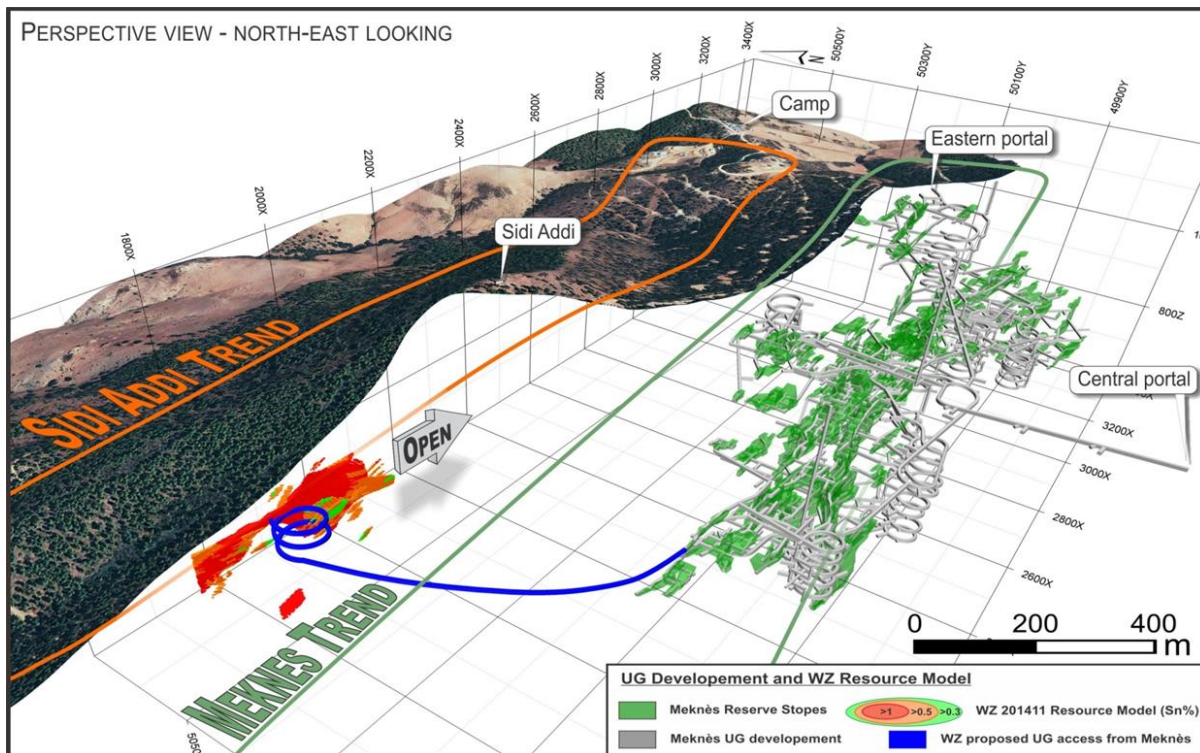


Figure 5. Achmmach mineralisation

The 1.6 km strike extent of the currently defined mineralisation system is hosted by sequences of folded and metamorphosed shales and sandstones. The lodes form a 300 metre wide array across strike with individual lode structures ranging in width from one metre to 30 metres. Tin mineralisation occurs primarily as breccia infill and quartz-cassiterite veins and has been defined in diamond drill holes to a vertical depth of approximately 600 metres below natural surface. Mineralisation remains open at depth and along strike.

In addition to the Achmmach Project, Kasbah Resources owns 100% of a strategic package of regional tin exploration tenements (see Figure 6). The Achmmach Project combined with Kasbah's strategic regional tin exploration prospects offers Kasbah the opportunity to develop a major tin mining 'hub' in a highly prospective and historical tin field in Morocco.

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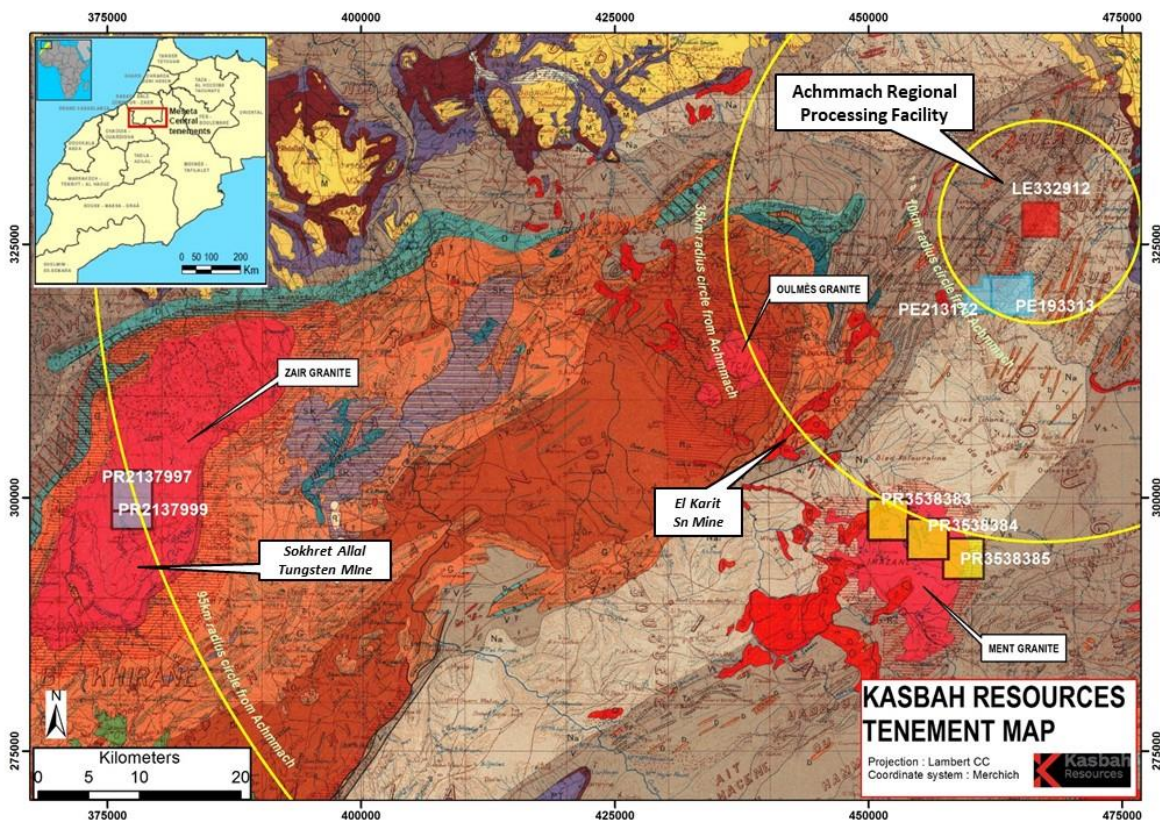


Figure 6. Regional tenement map

About Minerva

Minerva Intelligence Inc. is a public company based in Vancouver, British Columbia. The company develops and markets AI software products to various industries with complex technical and scientific data.

The Minerva AI Platform combines human domain expertise with information from public and private databases in a cognitive computer reasoning system to carry out complex tasks faster and more thoroughly than can be done by human beings. Knowledge engineering, logic programming and reasoning with uncertainty are also key elements of the platform.

While the AI Platform was initially applied to minerals exploration given the geology knowledge-base Minerva's team has been building for years, it can be used in other industries, such as environmental protection, geohazards, land use planning, insurance and healthcare. Minerva is currently applying its AI platform to mineral exploration projects around the world and is developing applications for the geohazards and insurance industries to be released in the near-term.