

NAE Significantly Expands Pilbara Gold Footprint and Completes ~\$2m Capital Raising

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HIGHLIGHTS

- NAE has acquired a substantial additional tenement package in the Central Pilbara district of Western Australia
- The additional Pilbara Gold tenements are contiguous and adjacent to the recently secured Quartz Hill Gold Project located 50km south of De Grey Mining's (ASX: DEG) Hemi Gold discovery
- The new tenements are 100% owned and expand NAE's total ground holding in the region to 1,863km²
- The tenements are granted and provide immediate access for NAE to commence on ground exploration
- Licences include granitic rocks of the Sisters Supersuite intrusion and their margins
- Prospective for both intrusive-related (Hemi style) and structurally hosted gold mineralisation
- Capital raise has been completed to secure approximately A\$2.18m (before costs)

New Age Exploration Limited (NAE or the Company) is pleased to advise that it has made a significant additional ground acquisition in the highly prospective Central Pilbara Gold district, Western Australia. The Company has secured 100% ownership of a strategic tenement package from Monterey Minerals Inc (Monterey) (CSE: MREY), located 50km south of De Grey Mining's (ASX: DEG) Hemi gold discovery.

The tenements are contiguous and adjacent to the recently secured Quartz Hill Gold Project, as announced on 30 July 2020. The acquisition of these 4 licences give NAE immediate access to granted tenure and establishes a substantial footprint in a highly competitive exploration space. Exploration is planned to commence immediately.

NAE Executive Director, Joshua Wellisch commented:

"The acquisition of the Pilbara Gold tenements is an important step for NAE as the Company establishes a substantial footprint in this very exciting region. The new tenure is granted and allows for immediate commencement of on ground exploration, which is funded as part of the Company's broader exploration program.

The ongoing exploration success by neighbouring De Grey Mining, following the discovery of the new style 'Hemi' deposit, continues to highlight the broader gold potential of the region."

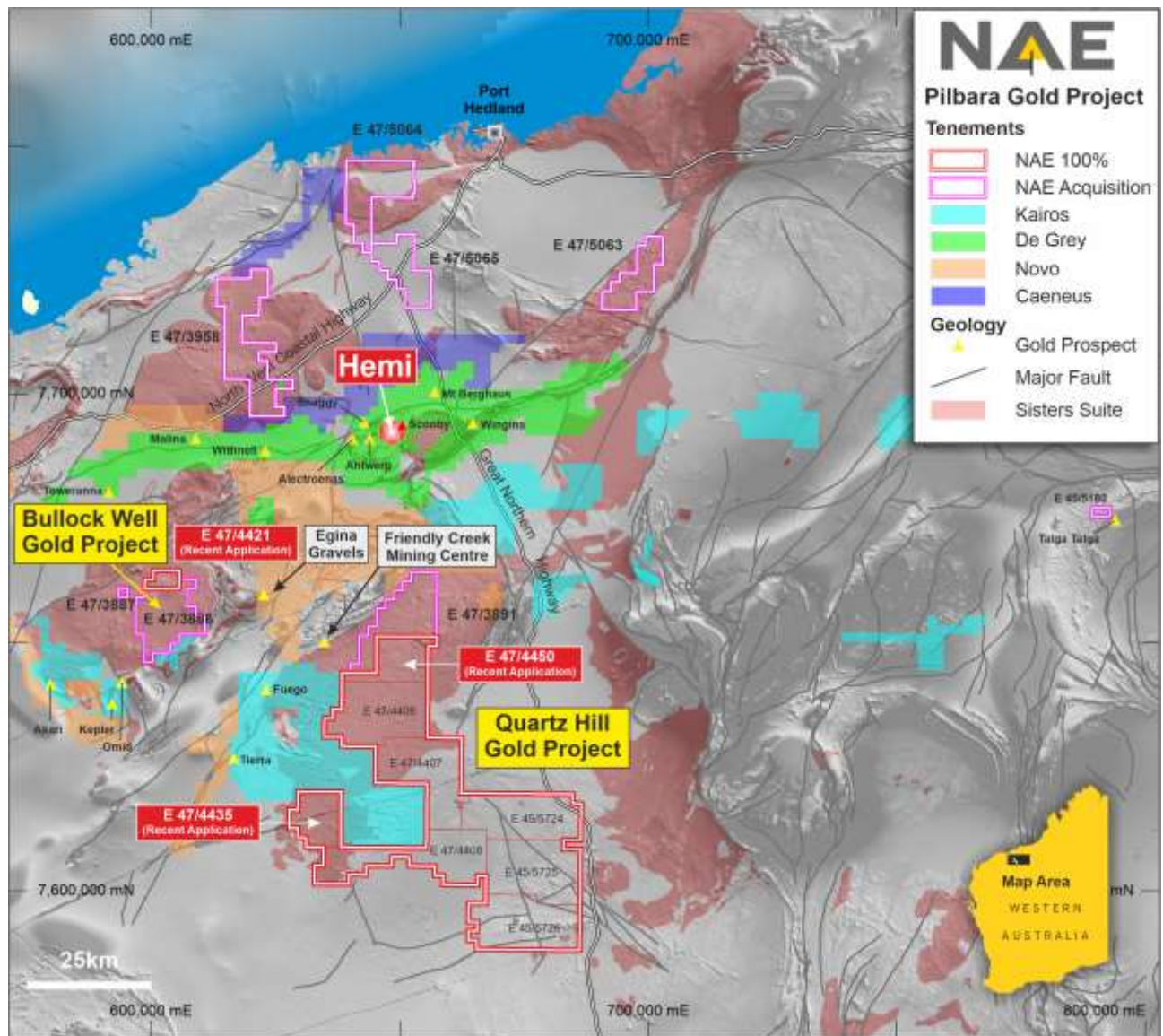


Figure 1 - Location of Pilbara Gold Projects and new licence applications

The new ground comprises four, granted exploration licences from Monterey Minerals Inc (CSE: MREY): E45/5180, E47/3886, E47/3887 and E47/3891.

The four licences lie in 3 clusters, with E47/3886, E47/3887 and E47/3891 located contiguous and adjacent to NAE's current tenure, and E45/5180 located 70km further East. E47/3886 is located immediately West of, and E47/3891 lies immediately South of Novo's Egina gold project, and 40km south of De Grey's Hemi gold discovery. Novo has delineated extensive terraces of shallow, gold-bearing gravels at Egina. E47/5180 is further East, near Marble Bar and adjacent to Novo's historical, high-grade Talga Talga gold project (which produced 1,614 oz at average grade of 35.1 g/t gold).

A further 3 exploration licence applications have recently been made over vacant ground with, E47/4450 and E47/4435 forming a contiguous 'Quartz Hill' block combined with the acquired E47/3891. The total area of the expanded Quartz Hill Gold Project comprises 1,690 km².

The third EL application E47/4421 is contiguous with the acquired E47/3886 and adjacent to E47/3887 forming the newly named Bullock Well Gold Project. That project area comprises 166.5 km².

The new ground acquired from Monterey is in an under-explored part of the Pilbara, and close to Hemi, the most exciting gold discovery made in WA for some years. Most of the ground is under cover and has received little attention from historical gold prospectors. It contains margins of Sister Suite granite intrusions, and gold deposits are seen to align in structures around these granites, and in pressure-shadows adjacent to granites. The ground also shows some evidence for ultramafic rocks subcropping on E47/3891.

A comprehensive first phase exploration program is planned to commence immediately, the Company looks forward to providing further updates in the near future.

Acquisition, Capital Raising and Board Change

The Company entered into an asset purchase agreement to acquire the four (4) stated granted exploration licences from Monterey Minerals Inc, E45/5180, E47/3886, E47/3887 and E47/3891 for a total consideration of 25 million NAE shares under ASX Listing Rule 7.1.

In addition, the Company has entered into an option and asset sale agreement to acquire a further four (4) stated granted exploration licences from Monterey, E47/3958, E45/5064, E45/5065, E45/5063 for a total consideration of 75 million NAE shares and 37.5 million unlisted NAE options with an exercise price of \$0.02, expiring 28 September 2023. NAE will have an exclusive right to exercise the option to acquire the tenements on or before completion of a 45 day due diligence period. NAE was required to pay an option fee of \$25,000.

New Age has received binding commitments for a Placement to sophisticated and professional investors, comprising 273,250,000 fully paid ordinary shares in the Company (**New Shares**) at an issue price of 0.8 cents (\$0.008) per share to raise approximately A\$2.18m (before costs) (**Placement**).

The Placement was conducted by Candour Advisory Pty Ltd as lead manager and within the Company's placement capacity under ASX Listing Rule 7.1 (108,121,959 shares) and ASX Listing Rule 7.1A (88,878,041 shares). An Appendix 2A confirming the exact allotments follows this announcement.

As part of this Placement, Directors of the Company have committed up to A\$616,000 in the offer. Director (and a former director) participation in the Placement (76,250,000 shares) will be subject to shareholder approval, to be obtained at the Annual General Meeting scheduled to be held in November 2020. A commission of up to 2% will be paid on these funds, instead of the 6% on the remainder of funds raised.

The Capital Raising price of A\$0.008 (0.8 cents) per New Share represents a 17.1% discount to the 15 day VWAP price (A\$0.0096).

Funds raised will be used for exploration of the Company's Pilbara and New Zealand projects, along with working capital and to pay for the costs of the offer.

In addition, the Company will issue 15,000,000 unlisted options exercisable at \$0.02 (2 cents) to Candour Advisory Pty Ltd. These options will be subject to shareholder approval.

In line with NAE's renewed focus, Mr Stephen Layton has resigned to meet other business commitments. Mr Layton has played a pivotal role in the Company's transition, both as a director and shareholder. His contributions are much appreciated and the board wishes him all the best with his future endeavours.

-ENDS-

Authorised for release by: Adrien Wing, Non-Executive Director and Company Secretary

COMPETENT PERSON'S STATEMENT

The information in this report that relates to Exploration Results is based on information reviewed by Peter Thompson, who is an exploration geologist and is a Member of the Australian Institute of Mining and Metallurgy. Peter Thompson has over 20 years' experience in precious and base metal exploration including gold exploration and resource definition in the Pilbara region. Peter Thompson has sufficient experience which is relevant to the style of mineralisation and type of deposit 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'. He consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.