

**Site Works Completed
Drilling Set to Commence**

HIGHLIGHTS

- Road access and pad preparation completed for the Grace drilling program
- Paterson team mobilised to site with drilling to commence in the second week of September

Paterson Resources Limited (“Paterson” or “the Company”) (ASX:PSL) is pleased to announce that site preparation including road access and pad preparation has now been completed at the Grace project. Drilling has been delayed until the second week of September due to a delay in rig availability as a result of staffing and quarantining requirements from the eastern states. The current drilling program is targeting similar styles of mineralisation to the world class Telfer Copper/Gold Deposit 25km to the northwest and the Havieron Project located 40km to the northeast. Historic drilling has produced excellent near surface high-grade gold mineralisation which will be followed up with this upcoming 6,000m RC and Diamond drilling program.

Site Works Completed

Paterson team has completed all pad preparation and road access with drilling planned to commence in the second week of September.



Figures 1 and 2: Pad preparation underway at Paterson Resources Grace Project.

Grace Project Location

The Grace Project is located in the heart of the Paterson Province, where multiple major exploration companies, including Rio Tinto, Newcrest and Greatland Gold, are actively exploring within the area. Significant discoveries nearby Paterson Resources 'Grace' project include Havieron to the northeast, and Maroochydore to the south, with the world-class Telfer mine located 25 km northwest. **Figure 1** shows the Grace tenements and the significant regional discoveries and mines.

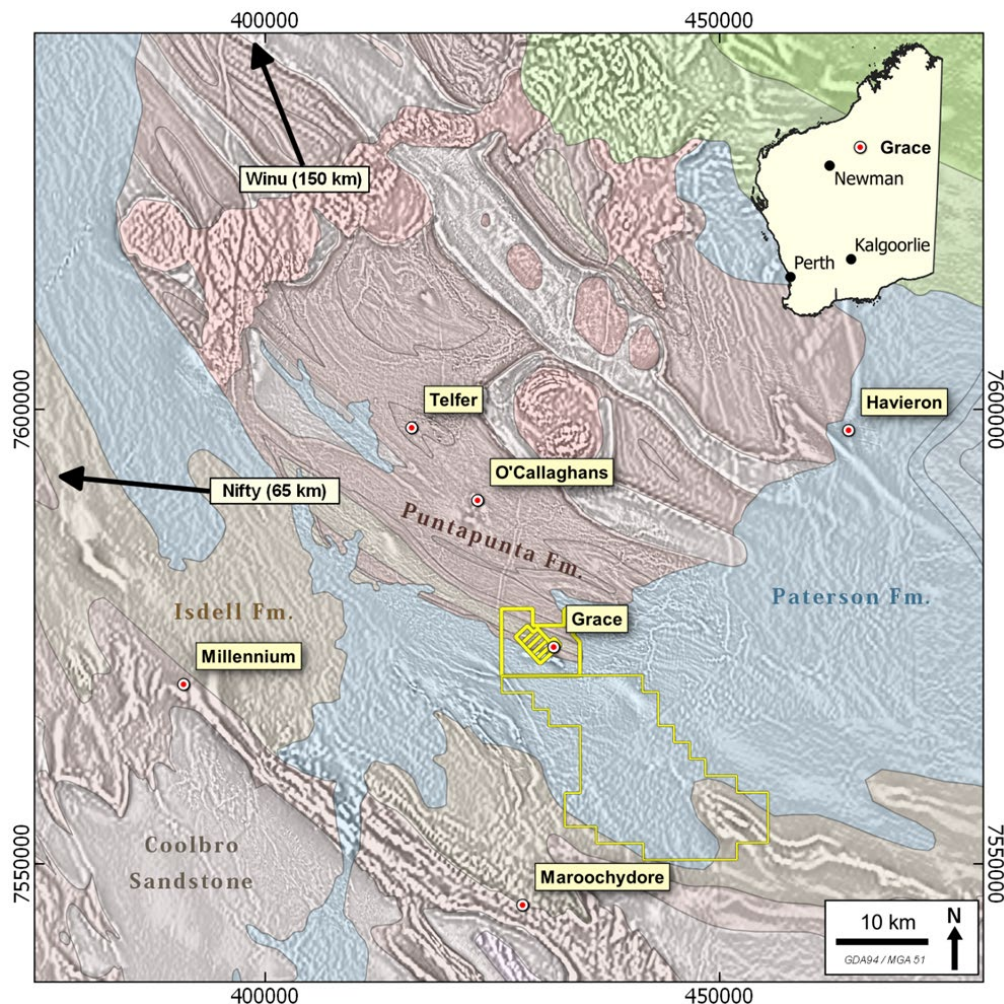


Figure 1: Map showing the location of the Grace Project and Paterson Resources tenements (yellow outline), and nearby significant copper-gold deposits over an image of Paterson Province geology draped over a filtered magnetic anomaly image.

COMPETENT PERSON'S STATEMENT:

The information in this announcement that relates to exploration results is based on and fairly represents information reviewed or compiled by Mr Matt Bull, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Bull is a Director of Paterson Resources Limited. Mr Bull has sufficient experience that is relevant to the styles of mineralisation and types 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". Mr Bull has provided his prior written consent to the inclusion in this announcement of the matters based on information in the form and context in which it appears

This announcement has been approved for release to ASX by the Board of Paterson Resources

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