

ASX ANNOUNCEMENT | ASX: CNR

13 September 2021

Exploration Program Update

Highlights

- **4,000 metre diamond drill program underway at the Fisher East Nickel Project with 5 holes completed to date at the Sabre and Musket prospects**
- **DHEM survey crew scheduled to mobilise to Fisher East on 30th September 2021**
- **Aircore program at Fisher East ready to commence with rig mobilising to site this week**

Cannon Resources Limited (ASX: CNR) (“Cannon” or “the Company”) is pleased to provide an update on the progress of the Company’s maiden exploration program at its flagship Fisher East Nickel Project.

Cannon commenced a 4,000 metre diamond drilling campaign immediately upon its successful listing on the ASX. This drill program is targeting extensions to nickel mineralisation at the Camelwood, Musket and Sabre prospects at the Fisher East Nickel Project. Diamond drilling is progressing according to plan with 5 holes for 1,810 metres completed to date at the Sabre and Musket prospects, with the 6th drillhole currently in progress at Musket. A further 5 holes are planned at Musket and Camelwood to complete the current drilling program, which is targeted to be completed in late October.

The completed drillholes have been sampled and dispatched to the laboratory for assay. The results from these assays are subject to potential laboratory delays, however the turnaround times are expected to be 4-6 weeks from submission.

A DHEM (down hole electromagnetic) survey crew is scheduled to arrive on site on 30th September 2021 to survey the holes completed to date. The crew will then return to site at the conclusion of the drilling program to survey subsequently completed drill holes.

In addition, a 7,000 metre aircore drilling program is on track to start in the next few days, with the drill rig scheduled to mobilise to site this week. Drilling will be targeting potential nickel-bearing channel locations along a 13 kilometre section of the basal ore-position contact between the Camelwood and Horatio prospects.

Cannon Resources, CEO, Steve Lynn commented:

“The diamond drilling at the Camelwood, Musket and Sabre prospects is well underway and about half-way through the program to date. Activity is certainly ramping up with the DHEM and the AC crews expected on site over the next few weeks. The purpose of this work is to demonstrate clear pathways towards the potential for resource and mineralisation extensions.”



Figure 1: Project location

This ASX announcement has been approved by the Board of Cannon Resources Limited.

For further information

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About Cannon Resources

Cannon Resources is a West Australian focused nickel exploration company with two flagship projects, Fisher East and Collurabbie. Both Projects are located in the northern Goldfields region of Western Australia, approximately 200 km north-east of Leonora.

The Fisher East Project has the following JORC 2012 Mineral Resource estimate:

Deposit	Category	Tonnes (Mt)	Grade Ni %	Contained Metal Nickel (kt)
Camelwood	Indicated	1.7	2.0	34.0
	Inferred	0.3	1.5	5.0
	TOTAL	2.0	1.9	39.0
Cannonball	Indicated	0.24	2.9	7.0
	Inferred	0.02	1.9	0.3
	TOTAL	0.26	2.8	7.3
Musket	Indicated	1.8	1.7	30.0
	Inferred	0.1	1.5	1.6
	TOTAL	1.9	1.7	31.6
TOTAL	Indicated	3.7	1.9	71.0
	Inferred	0.5	1.5	7.0
	TOTAL	4.2	1.9	78.0

The Collurabbie Project has the following JORC 2012 Inferred Mineral Resource estimate:

Deposit	Category	Tonnes (kt)	Grade Ni %	Grade Cu %	Grade Co %	Grade Pd g/t	Grade Pt g/t
Olympia	Inferred	573	1.63	1.19	0.082	1.49	0.85

Resource Statement

Cannon refers to the public report regarding its mineral resource contained in its Prospectus dated 26 May 2021 which included the Competent Persons Statement and Table 1 of Appendix 5A (JORC Code). Cannon confirms that it is not aware of any new information or data that materially affects the information included in the Prospectus and, in the case of estimates of mineral resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.