



ASX Announcement

30 January 2017

ASX Code: KSN

Share Price: A\$0.037

Shares Outstanding: 665,769,985

Market Capitalisation: A\$24.6m

Cash: A\$5.1m (Dec 31, 2016)

ACN 009 148 529

Board and Management

Anthony Wehby
Chairman

Andrew Corbett
Managing Director

Andrew Paterson
Chief Geological Director

Stuart Rechner
Non-Executive Director

Quarterly Activities Report

For the quarter ending December 31, 2016

Highlights

- **Mt Cattlin Drilling approvals completed and subsequent to quarter end drilling commenced on 19th January 2017**
- **Bynoe field program completed for CY2016 with a number of highly prospective drill targets identified**
- **Bynoe stage 1 drilling approvals submitted for approval and drilling targeted for the June quarter post the completion of the wet season**
- **Bynoe collaborative geophysics program agreed, and is now nearing completion**
- **In the Arunta, eight tenements progressed to granting with a geochemical field program scheduled for next quarter**
- **Livingstone Gold project, option agreement completed with drilling expected to commence in the current quarter.**

Kingston Resources (ASX:KSN) is pleased to provide an update on what was a very exciting quarter for the company. An initial geochemistry program at Bynoe was successful in identifying lithium anomalism, this was followed up with a second program yielding further positive results. With the fieldwork programs complete, drilling applications were submitted for both the Mt Cattlin and Bynoe Projects. The Company purchased an option over the highly prospective Livingstone Gold Project with initial fieldwork delivering a number of high grade grab samples, adding to the prospectivity of the project. In addition to this, eight tenements were granted at Kingston's Arunta Project in the NT with fieldwork to commence shortly and the Wingate tenement also progressed to granting.

In the March quarter Kingston will conclude its recently commenced drill program at Mt Cattlin, undertake an initial sampling and mapping program at its Arunta Project, and commence drilling at its Livingstone Gold Project. Kingston expects to commence drilling at its Bynoe projects in the June quarter following the conclusion of the wet season. Drilling at Arunta is also anticipated in the June quarter following completion of the fieldwork programs.

Kingston MD Andrew Corbett added "*The December quarter was another busy one for Kingston. It is a testament to the Kingston team that the Company has been successful in rapidly advancing its Bynoe and Mt Cattlin projects to be drill ready within months of tenement granting. The next six months is set to be an exciting one for Kingston as we commence drilling across three lithium prospects and the Livingstone Gold Project.*"

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Corporate

During the quarter the Company announced the acquisition of a 12-month exploration option to acquire 75% of the Livingstone Gold Project (ASX announcement 29 November, 2016). Livingstone, located northwest of Meekatharra in Western Australia is an advanced exploration project with an existing JORC2004 inferred resource of 49,900 ounces. Kingston intends to commence exploration on advanced targets at Livingstone during the current quarter, with the initial focus on high-grade chute structures at Homestead and Winja.

In South Australia, the Company is continuing a staged withdrawal from exploration commitments over its conceptual IOCG tenements. At the end of December Kingston still held seven exploration licences plus interests in three joint ventures.

The Company held \$5.1m cash at the end of the December quarter. It remains well funded to simultaneously advance exploration at its lithium and gold prospects.

Exploration

Mt Cattlin (Li, WA) During the quarter Kingston continued progressing drilling approvals for the Deep Purple South prospect. This included a Level 1 flora and fauna survey over all anomalies identified in the earlier soil sampling, preparation of a conservation management plan and an Aboriginal heritage survey. The flora/fauna and heritage surveys were over-engineered in order to allow ongoing work throughout 2017 without requirement for additional surveys. A Native Vegetation Clearing Permit was lodged with the DMP in October, and this permit was subsequently granted in January 2017. With all approvals in place, Kingston commenced drilling Deep Purple South on 19 January.

Bynoe Project (Li, NT) Initial and follow-up geochemistry programs were carried out throughout the quarter, successfully identifying lithium anomalism (Figure 1). These encouraging results have identified a number of drill targets, for which drilling applications were submitted in December. Kingston expects to commence drilling at its Cai, Lei and Leana prospects at Bynoe in the June quarter post the wet season. In advance of this, and to further advance the geological understanding of this relatively underexplored region, Kingston has teamed up with Core Exploration (ASX:CXO) and Liontown Resources (ASX:LTR) to complete a high-resolution airborne geophysical survey over the Bynoe Pegmatite Field.

Arunta Project (Li, NT) No field work was completed at Arunta (Li) during the quarter. Further reconnaissance work is planned for the current quarter.

Livingstone Project (Au, WA): During the quarter the Livingstone tenement was granted and a drill program was submitted for approval, with the focus to be on the Homestead and Winja prospects. A number of grab samples taken from old workings at Livingstone's Find, (Figure 2) returned assay values as high as 75g/t Au, providing evidence of high-grade gold mineralisation at that location. Drilling is planned for Livingstone during Q1 2017, although the lithium projects will remain the principal focus of the Company's field campaign.

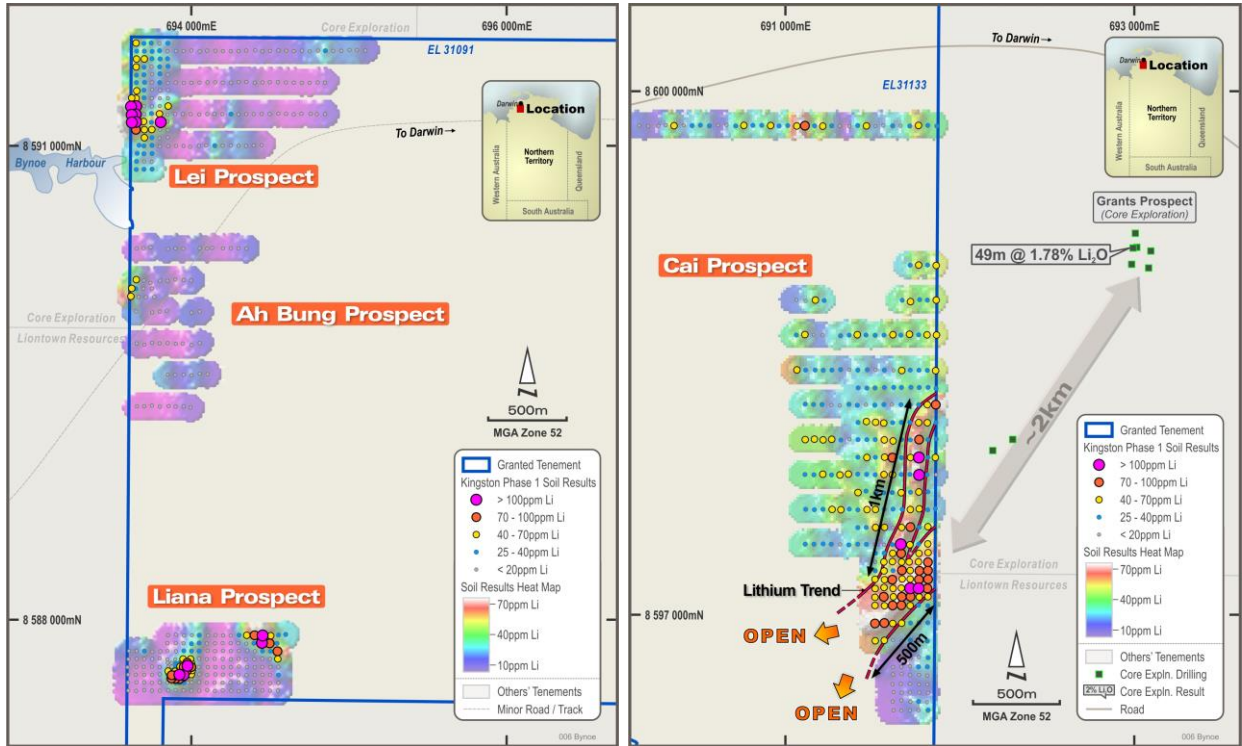


Figure 1 – Kingston's Bynoe initial lithium prospects *

* ASX announcement on 20 Dec 2016 Bynoe Project Exploration Update

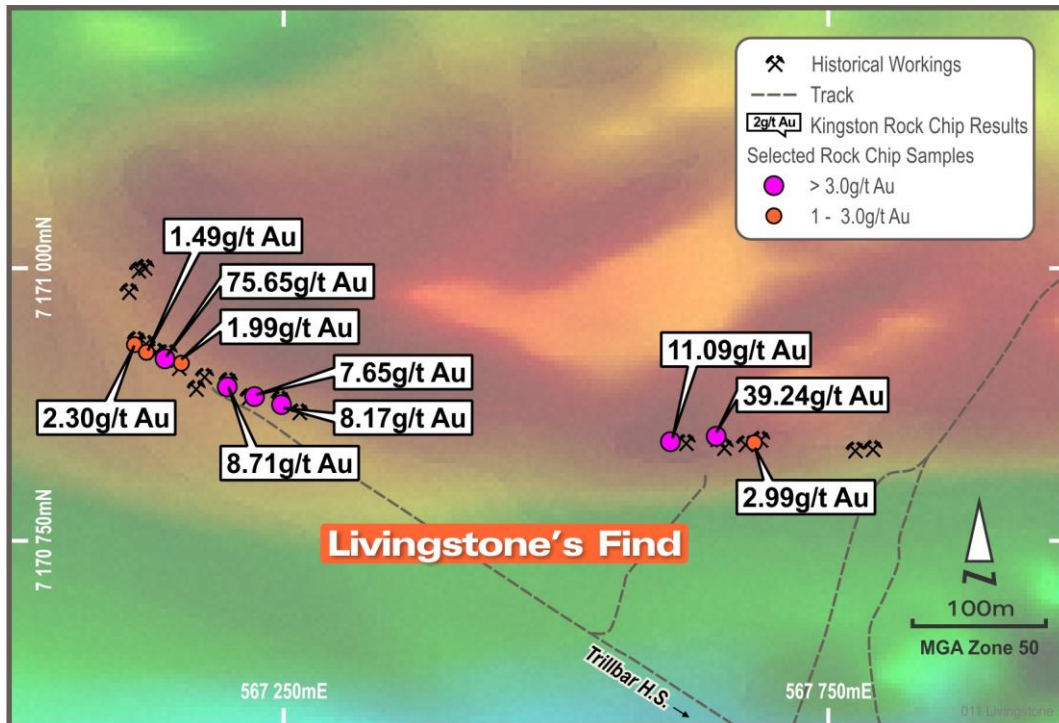


Figure 2 – Kingston's Livingstone Find rock chips **

** ASX announcement on 21 Dec 2016 Kingston Completes Livingstone Acquisition.

About Kingston Resources

Kingston Resources is a metals exploration company. The company holds an attractive portfolio of lithium exploration tenements covering four key project areas. In Western Australia, the Mt Cattlin and Greenbushes projects are adjacent or near existing lithium mines. In the Northern Territory, the Bynoe project area is home to some exciting new discoveries and the Arunta project lies within a significant pegmatite field. In addition, the Livingstone Gold Project holds a 50koz resource and is the site of a number of high grade historic intersections. The company is well funded to rapidly advance its exploration projects, with the initial focus being the Mt Cattlin, Bynoe, and Arunta lithium projects, alongside commencement of work on the Livingstone Gold Project.

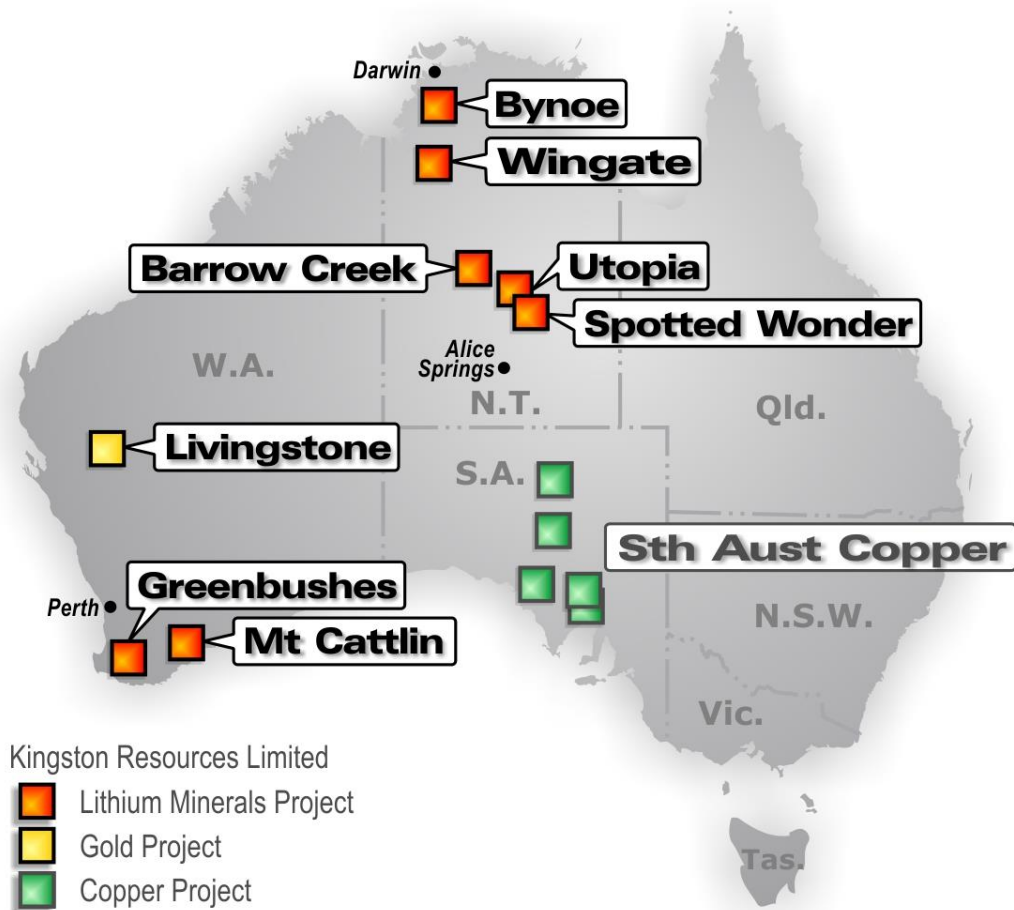


Figure 3 – Kingston’s Resources project locations.

Competent Persons Statement

The information in this report that relates to Exploration Results, Mineral Resources or Reserves is based on information compiled by Mr Andrew Paterson, who is a member of the Australian Institute of Geoscientists. Mr Paterson is a full-time employee of the Company and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity 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” (JORC Code). Mr Paterson consents to the inclusion in this report of the matters based upon the information in the form and context in which it appears.