



## ASX ANNOUNCEMENT

By e-lodgement

6th June 2017

### SHAREHOLDER UPDATE – JUNE 2017

Apollo Consolidated Limited (ASX: AOP, **Apollo** or **Company**) wishes to update its stakeholders and the market in respect of its current position and intentions over the short term.

The Company sits in a strong financial position, with approximately \$8.75M\* in cash (\*pre-tax, and net of minority interests) which is equivalent to approximately **5.5c per share cash; as well as holding a suite of high quality 100% owned gold properties.**

During the next six months, news flow can be expected from both Cote d'Ivoire and Australian field activity, where programs are scheduled to test a number of strong gold targets:

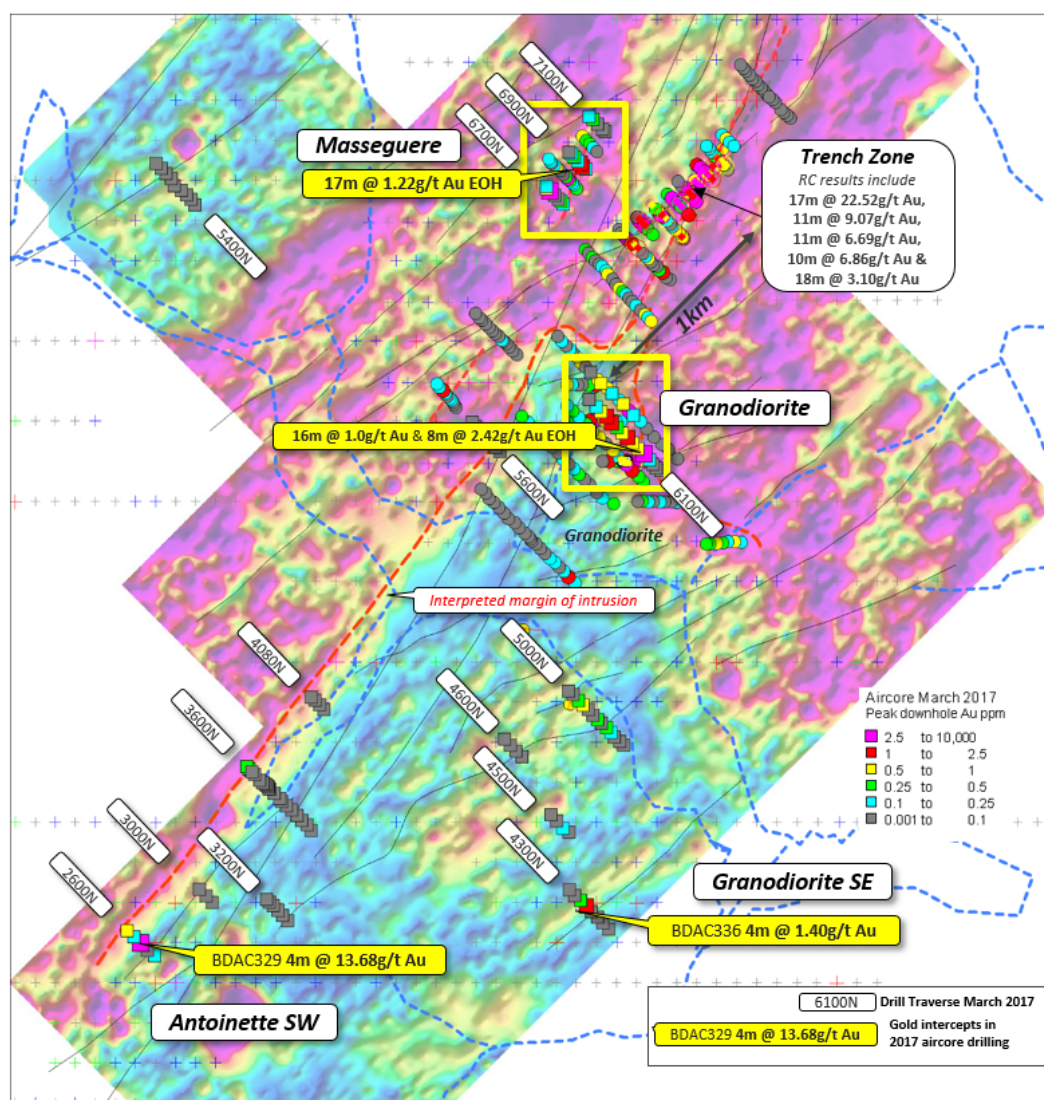
#### BOUNDIALI PROJECT (Cote d'Ivoire)

- **Reconnaissance aircore drilling has commenced** in the area around its key **Trench Zone** gold discovery, at the recently-identified **Masseguere** prospect (\*results include 9m @ 3.17g/t Au EOH, and 17m @ 1.22g/t Au EOH), and on the SE parts of **Granodiorite** prospect (Figure 1).
- **Results are awaited** from **soil sampling** over the remaining unexplored portions of the permit. Any significant new anomalism will receive follow-up soil sampling ahead of the 2017/2018 dry season.
- The Company is planning for the next stages of work at the **Trench Zone** discovery, where RC drilling has defined a strong oxide and fresh rock gold system. Drilling remains at 100m section spacing and infill drilling will be required to quantify volume and grade here.

#### KORHOGO PROJECT (Cote d'Ivoire)

- **Drilling is set to continue along the 20km Liberty gold-in-soil anomaly**, with the rig mobilising from Boundiali at the completion of that program. **Fourteen traverses of aircore drilling** will focus on strong targets that have been generated through interpretation of recently acquired magnetic imagery in combination with soil anomalism and the results of 2016 reconnaissance drilling (\*intercepts include 16m @ 0.68g/t Au, 46m @ 0.38g/t Au EOH and 20m @ 0.31g/t Au) (Figure 2).
- Systematic **soil sampling** over previously unexplored portions of the permit **continues** and will conclude in the coming weeks. Any significant anomalism will receive infill sampling ahead of the next dry season.

Figure 1. **Boundiali Project**, Antoinette soil anomaly: plan view of ground magnetic image showing all aircore drilling traverses and emerging prospects at **Masseguere** and **Granodiorite**. Only the **Trench Zone** discovery area has seen RC drilling. All collars coloured for peak down-hole Au\*.



\* For previous aircore drilling results refer to ASX Announcements dated 8 February 2016 "Apollo Drills 20m @ 2.71g/t Au and 36m at 1.54g/t Au in First Holes at Antoinette Prospect", dated 15 February 2016 "More Significant Gold Intercepts at Antoinette Prospect", and dated 22 June 2016

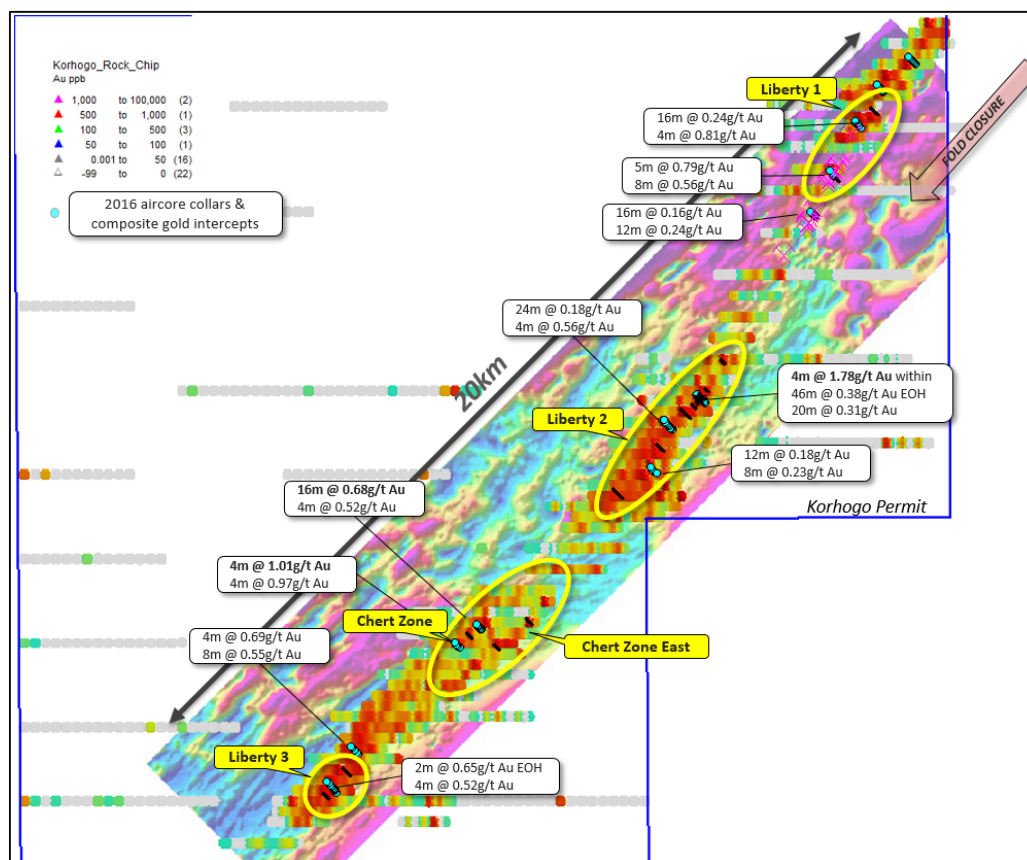
## SEGUELA PROJECT (Cote d'Ivoire)

Apollo retains a 1.2% net smelter return royalty ('NSR') over this property, which is now held by a subsidiary of Newcrest Mining Limited.

## NEW PROJECTS (Cote d'Ivoire)

The Company is actively reviewing opportunities to add to its permit holdings in the Country.

Figure 2. Liberty anomaly, **Korhogo Project**. New ground magnetic imagery and imaged gold-in-soil anomalism. Key target areas in yellow ovals. 2016 reconnaissance aircore holes (in blue) with anomalous results labelled. Aircore drill traverses in current program are shown as black lines.



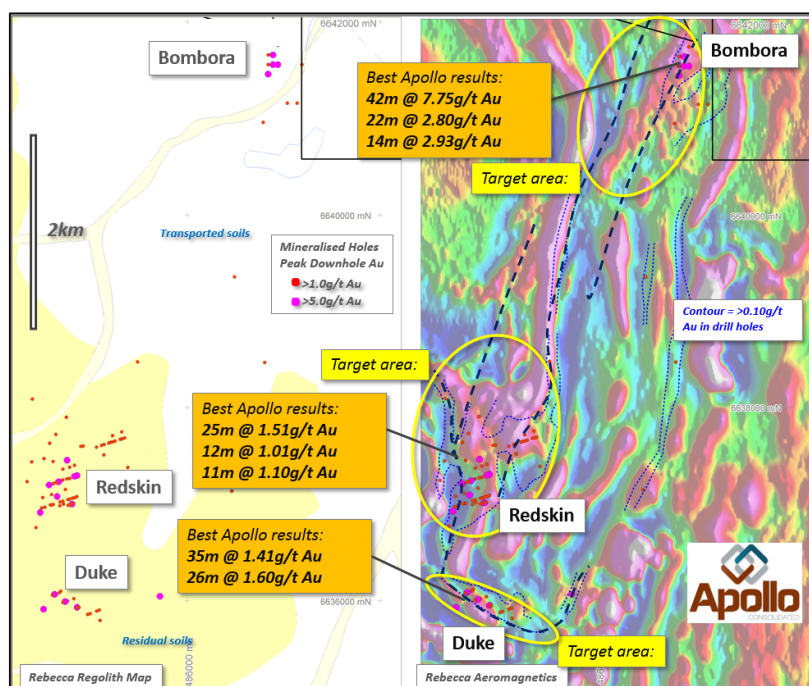
\* For aircore intercept details refer to ASX Announcement dated 26 February 2016 "First Drilling Results Korhogo Gold Project Côte d'Ivoire", and ASX Announcement dated 16 March 2016 "Further Drilling Results Korhogo Gold Project Côte d'Ivoire"

## REBECCA PROJECT (WA)

- Three gold prospects are being evaluated on this project, which sits 150km ENE of Kalgoorlie. All prospects show a strong relationship between sulphide content and gold grade and remain open at depth and strike (Figure 3). The Company is considering geophysical tools to vector toward increased sulphide within the larger disseminated sulphide alteration.
- A recent downhole EM (DHEM) survey at the **Redskin** prospect has located off-hole conductors associated with gold mineralisation. Follow-up **moving loop EM (MLEM) trials will be undertaken as soon as possible** to confirm that these DHEM plates can be detected at surface. Reconnaissance MLEM lines are also designed over the '**161 Lode**' area at **Bombora**.
- Success in the MLEM program would validate an extended survey covering strike extensions of the known prospects and structural targets. All conductors generated would be priority gold targets for RC drilling.
- At the **Bombora** prospect a **diamond drillhole is proposed** to test the down-plunge extension of the '161 Lode' (Figure 4). This hole will be cased for DHEM survey.

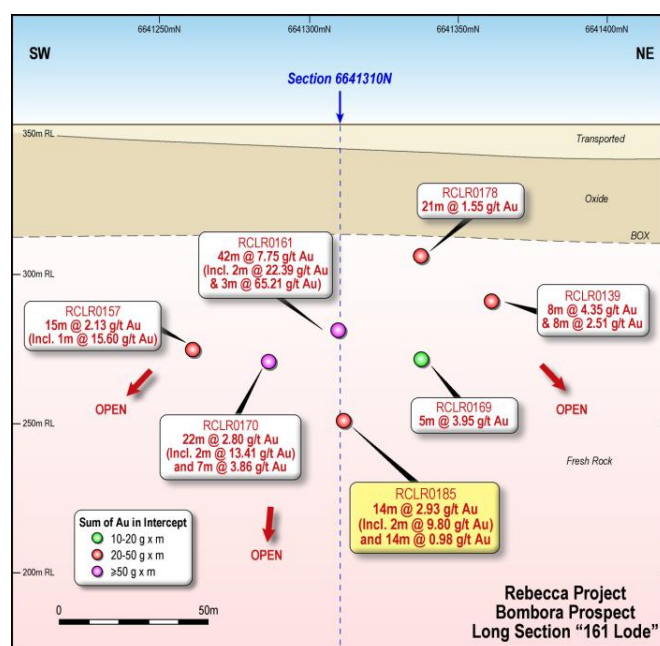


Figure 3. **Rebecca Project** – mineralised drill collars on regolith (left image) and magnetics (right image), showing prospect areas and significant 2016 gold intercepts\*.



\* For drilling intercept details refer to ASX Announcement dated 26 August 2012 "Outstanding intercept of 42m @ 7.75 g/t Gold at Rebecca Project and ASX Announcement dated 1 September 2016 "RC Drilling Returns Wide Gold Intercepts at Rebecca Project, Western Australia"

Figure 4 Long section **Bombora** prospect showing sum of gold (grams x metres) in each drillhole intersecting the "161 Lode"\*



\* For drilling intercept details refer to ASX Announcement dated 26 August 2012 "Outstanding intercept of 42m @ 7.75 g/t Gold at Rebecca Project and ASX Announcement dated 1 September 2016 "RC Drilling Returns Wide Gold Intercepts at Rebecca Project, Western Australia"

## YINDI PROJECT (WA)

- Aircore drilling is planned to continue testing a soil-covered structural corridor north of the **Airport** prospect. The target sits in a compelling structural position north of Breaker Resources' Rowe Project, and 20km SE of Saracen Gold Mines' Carosue Dam operation (Figure 5).

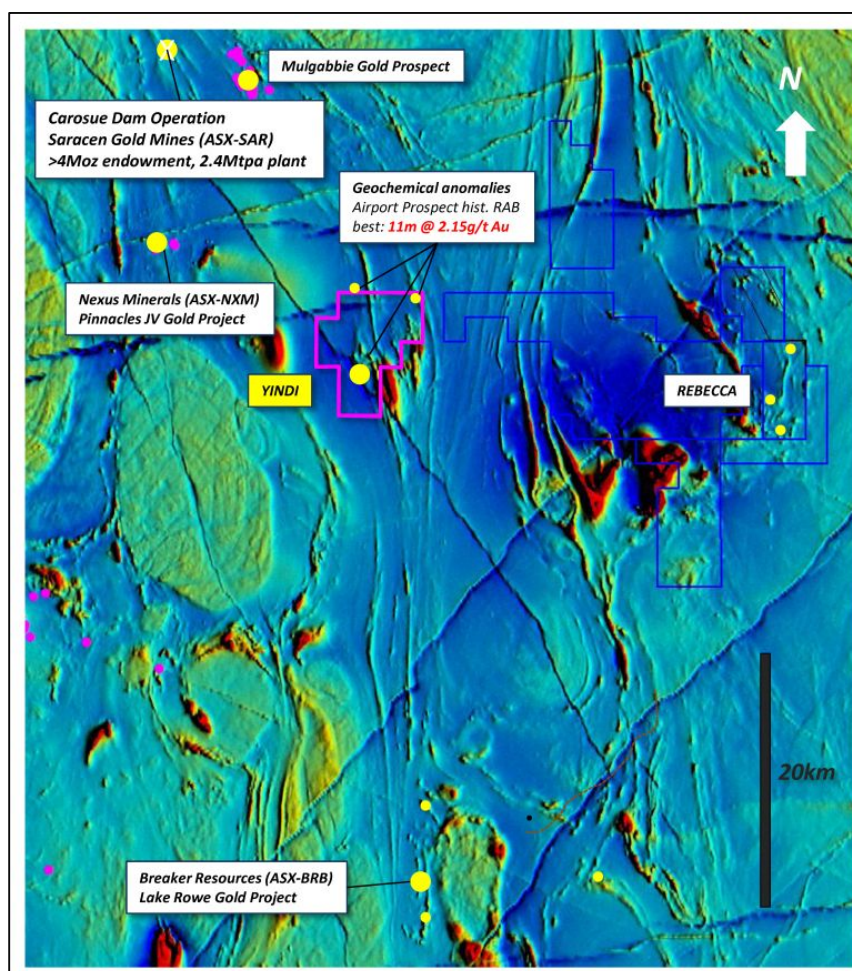
## SUMMARY

As outlined above, Apollo intends to continue working-up priority targets on its wholly owned West African and Australian gold exploration portfolio and is in an excellent position to consider new advanced or greenfield metals projects as they arise.

In the meantime, shareholders can expect a steady flow of exploration activity and at its current valuation there is strong potential for leverage on success.

Ends.

*Figure 5 Regional aeromagnetic image **Yindi Project**.*



\* For details on historical drilling at the Airport Prospect refer to GSWA Open File Report A46430 "Yindi Yardarino Project NE Goldfields, Western Australia" dated November 1995.

*The information in this release that relates to Exploration Results, Minerals Resources or Ore Reserves, as those terms are defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserve", is based on information compiled by Mr. Nick Castleden, who is a director of the Company and a Member of the Australian Institute of Geoscientists. Mr. Nick Castleden has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are 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 Reserve". Mr. Nick Castleden consents to the inclusion of the matters based on his information in the form and context in which it appears.*

*Past Exploration results referring to the Projects reported in this announcement have been previously prepared and disclosed by Apollo Consolidated Limited in accordance with JORC Code 2004. The Company confirms that it is not aware of any new information or data that materially affects the information included in these market announcements. The exploration results previously prepared and disclosed under the JORC 2004 have not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported. The Company confirms that the form and context in which the Competent Person's findings are presented here have not been materially modified from the original market announcement. Refer to [www.apolloconsolidated.com.au](http://www.apolloconsolidated.com.au) for details on past exploration results.*