

EGANSTREET SET FOR A MINERAL RESOURCE UPDATE FOLLOWING THE COMPLETION OF RC AND DIAMOND DRILL PROGRAMMES

Impending results from latest drilling programme at the Rothsay Gold Project in WA will be combined with the host of high-grade intersections announced recently to underpin a new Mineral Resource Estimate

Egan Street Resources Limited (ASX: EGA) ("**EganStreet**" or the "**Company**") is pleased to announce that it has completed a diamond drilling programme at its Rothsay Gold Project in WA's Mid-West, paving the way for a revised Mineral Resource Estimate.

The latest drilling programme, which comprised 13 diamond drill holes for 4,188 metres, tested targets to the north and beneath the main Woodley's Shear at Rothsay.

Samples from this programme have been submitted to the laboratory and assays are expected within the coming weeks.

These results will be combined with the host of high-grade intersections announced by Egan Street last month (see ASX release dated August 8, 2017) to calculate a revision to the current JORC Resource¹ of 701,000 tonnes at 11.6g/t Au for 262,000oz.

The previous round of RC drilling led to the discovery of a significant new zone of continuous, high-grade gold mineralisation located approximately 40m east of the Woodley's Shear, the key structure which hosts the existing high-grade Mineral Resource at Rothsay.

The results from the Woodley's East Shear, which is located on the hanging wall contact of the Woodley Ultramafic and parallel to the Woodley's Shear (located on the footwall of the Woodley Ultramafic), included:

- **2m @ 12.3g/t Au** from 104m, including 1m @ 22.5g/t Au (RHRC008)
- **4m @ 6.8g/t Au** from 39m (RHRC009)
- **1m @ 12.9g/t Au** from 31m (RHRC021)
- **1m @ 29.0g/t Au** from 78m (RHRC023)
- **2m @ 9.8g/t Au** from 64m (RHRC029)
- **1m @ 8.0g/t Au** from 35m (RHRC030)

Egan Street will now ramp up its exploration drilling campaign, utilising the funds raised in its \$4 million share placement (see ASX release dated September 15, 2017). At least two drill rigs are expected to execute the programme at Rothsay. A diamond rig will commence in early October with an RC rig following in early November. Both rigs are expected to drill continuously through the next six months.

¹ Indicated Resource 399kt at 11.9g/t for 152koz and Inferred Resource of 303kt at 11.3g/t for 110koz

With the success of the recent RC and previous diamond drill programmes, the mine design in the ongoing Definitive Feasibility Study (“DFS”), may now include four separate mining zones, all accessed from the one existing portal. These zones would be the central, southern and northern zones on the Woodley’s Shear as well as, potentially, Woodley’s East Shear. These four zones could provide greater mining flexibility in sourcing the high-grade ore from underground.

The Woodley’s East zone also may have the potential reduce the operating costs of the Project due to the fact that vertical capital development will already be in place for the main Woodley’s Shear and the Woodley’s East zone may simply be accessed by driving the crosscuts ~40 metres east from the Woodley’s Shear on each level.

The drilling programme will target both near-mine and regional targets, including;

- **Woodley’s Shear;**
 - Depth extension in the Southern Zone, including infill and extensional drilling
 - Depth extension in the Central Zone, including infill and extensional drilling
 - Extensional drilling to the north and at depth on the recently discovered Northern Extension
- **Woodley’s East Shear;**
 - follow up drilling from the recent RC programme
- **Clyde and Miner’s Ultramafic;**
 - Regional drilling on these parallel shears on both hanging wall and footwall contacts
- **Infrastructure planning drilling**

The DFS is progressing well with inputs from various external consultants and being managed and compiled by Entech Pty Ltd.

Results from the upcoming RC and diamond drilling programmes will be released in batches as assays are received from the laboratory over the coming months.

EganStreet Managing Director Marc Ducler said:

“We intend to continue growing the Resource at Rothsay in parallel with working on the DFS. This two-pronged strategy will maximise our options in respect to the development timetable while giving us every opportunity to increase the size of the inventory and mine life.”

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ABOUT EGANSTREET RESOURCES

EganStreet is an emerging West Australian gold company which is focused on the exploration and development of the 100%-owned Rothsay Gold Project, located 300km north-east of Perth in WA's Midwest region.

The Rothsay Project currently hosts high-grade Mineral Resources of 262koz at an average grade of 11.6 g/t Au (Indicated 399kt @ 11.9g/t Au and Inferred 303kt @ 11.3g/t Au) and a production target (Pre-Feasibility Study published 16 May 2017) of 936kt @ 7.0 g/t for 200koz of gold produced.

The Company is focused on increasing the geological confidence of the Mineral Resource, expanding the known mineralisation and carrying out the necessary evaluation, modelling and feasibility studies to progress a potential near-term, low capital intensity opportunity to commence mine development and gold production operations.

A Definitive Feasibility Study is now targeted for completion in the 2nd quarter of 2018.

EganStreet has a strong Board and Management team which has the necessary range of technical and commercial skills to progress the Rothsay Gold Project to production.

The Company is funded to progress the Rothsay Gold Project to a decision to mine (technical and commercial studies completed, funding secured and key construction, mining and processing contracts in place).

EganStreet's longer term growth aspirations are based on a strategy of utilising the cash-flow generated by an initial mining operation at Rothsay to target extensions of the main deposit and explore the surrounding tenements, which include a 14km strike length of highly prospective and virtually unexplored stratigraphy.

APPENDIX 1 COMPETENT PERSON'S STATEMENT

The information in this announcement that relates to exploration results for the Rothsay Gold Project is extracted from the ASX announcement dated 8 August 2017, "*New High-Grade Discoveries Expand Scale and Potential*" which is available from www.eganstreetresources.com.au / www.asx.com.au. The Company confirms that it is not aware of any new information or data that materially affects the information included in the announcement referred to above. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the announcement referred to above.

The information in this announcement that relates to the Rothsay Mineral Resource is extracted from the announcement titled "27% Increase in High-Grade Indicated Resource at Rothsay" lodged on 14 March 2017 which is available to view at www.eganstreetresources.com.au / www.asx.com.au. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the Mineral Resource estimate continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Information in relation to the Rothsay Project Pre-feasibility Study, including production targets and financial information, included in this report is extracted from an ASX Announcement dated 16 May 2017 (see ASX Announcement – 16 May 2017, "Rothsay PFS Confirms Potential New High-Grade Gold Project", www.eganstreetresources.com.au and www.asx.com.au). The Company confirms that all material assumptions underpinning the production target and financial information set out in the announcement released on 16 May 2017 continue to apply and have not materially changed.