



15 May 2018

ASX RELEASE

TECHNICAL DUE DILIGENCE UPDATE

HIGHLIGHTS

- Previously announced (5 April 2018) exclusive option to earn (by way of farm-in) a 60% legal and beneficial interest in Mining Permits PE 13081, PR 4076 & PR 4072 (**Permits**), from Crown Mining Sarl and a similar 75% farm in interest in Exploration Licences ZEA 392 and 394 (**Licences**), both located in south-east of Manono lithium province, Democratic Republic of Congo, from Cooperative Miniere de Development de Dikuluwe.
- Permits / Licences lie within the same geological and structural setting as the AVZ Minerals Limited's (ASX. AVZ) Manono Project – potentially one of the world's largest lithium rich LCT (Lithium Caesium Tantalum) pegmatite deposits.
- Black Mountain Resources Limited (BMZ) has completed the technical desktop review of all available data on the lithium assets.
- A due diligence site visit to the DRC by the BMZ Technical team and its Independent Consultants was recently undertaken as part of the due diligence process.
- Site visit activities included ground truthing pegmatite outcrops mapped out from desktop geological and structural interpretation together with sampling to confirm spodumene mineralization. Positive results to date with final technical report and test results pending on or before end of May.
- Over 70kg of Rock chip, historical and current artisanal dump samples were collected and are currently being analysed by ISO Accredited Set Point Laboratories in Johannesburg.
- Most pegmatites were exposed in the numerous artisanal workings and corresponding geological descriptions were recorded.

Site Visit

Black Mountain Resources Ltd (**BMZ** or the **Company**) (ASX: BMZ) is pleased to confirm the completion of the desktop review of all technical data and the in-country (site visit) technical due diligence of the Lithium projects located in the Tanganyika Province in the south east of the DRC.



Tailings from historical workings (PE 13081) and Due Diligence Team Sampling of Pegmatite outcrop on (PE 13081)

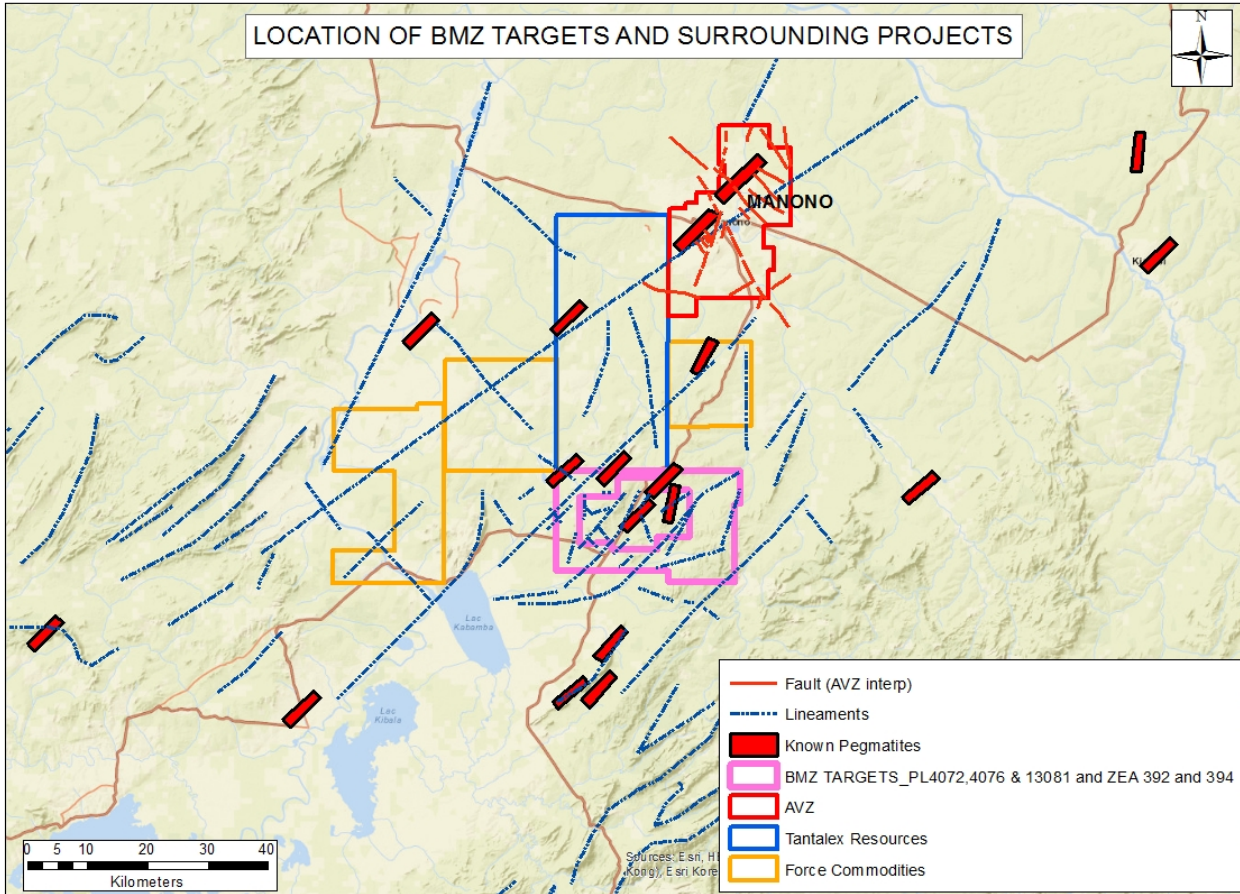
The company's appointed independent consultants along with its in house technical team completed the desktop review of all available data and subsequently embarked on the site visit between the 4 and 10 May 2018. The team set off from Lubumbashi (DRC), where various meetings were held, to the town of Manono closer to where BMZ targeted Licenses and Mining Permits are situated.

The technical due diligence included visits to Mining Permits PE 13081, PR 4076 and PR 4072 as well as Licenses ZEA 392 and 394. The Permits and Licenses cover an area of approximately 400km².

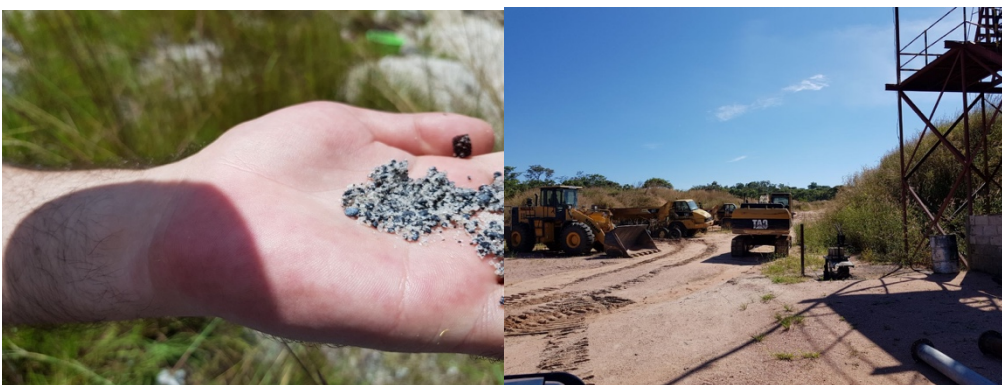


Jig recovery plant and concentrate produced from the plant (PE 13081)

The Permits and Licenses are located approximately 30km from the AVZ Minerals Manono Lithium Project and are also contiguous to the Permits owned by Tantalex Resources Corp (CSE:TTX) who recently announced that it intercepted multiple parallel spodumene-bearing pegmatite bodies totaling 99.5m in apparent thickness.



The company has secured an exclusive farm in option to acquire to a 60% legal and beneficial interest in Mining Permits PR 13081, PR 4076 & PR 4072 (**Permits**), from Crown Mining SARL and a 75% legal and beneficial interest in exploration licenses ZEA 392 and 394. Final terms to be negotiated upon positive due diligence results.



Concentrate recovered from existing workings and mining equipment currently on site

The Company looks forward to updating shareholders as the final due diligence results are received.

-ENDS-

Released through Ben Jarvis, Six Degrees Investor Relations: +61 (0) 413 150 448

Forward Looking Statements

Information included in this release constitutes forward-looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the Company’s actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the Company and its management’s good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the Company’s business and operations in the future. The Company does not give any assurance that the assumptions on which forward looking statements are based will prove to be correct, or that the Company’s business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the Company or management or beyond the Company’s control.

Although the Company attempts and has attempted to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be as anticipated, estimated or intended, and many events are beyond the reasonable control of the Company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements. Forward looking statements in these materials speak only at the date of issue. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.

Competent Person’s Statement

The information in this report that relates to exploration results and geological interpretation has been compiled by Mr Willard Mbalaka. Mr Mbalaka is a full-time employee of the Kweneng Group and an independent consultant to the Company. Mr Mbalaka has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the JORC Code (2012). Mr Mbalaka consents to the disclosure of this information in this report in the form and context in which it appears.