

FLEM survey underway at Henrietta Cobalt – Nickel Prospect, Tasmania

27th June 2018

ASX Announcement

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HIGHLIGHTS

- Assay result for TCDD001 due in two weeks, TCDD002 result follows
- Drill hole 3 due to complete at the end of this week at Thomas Creek
- Cobalt and nickel found at Henrietta, near Thomas Creek
- Drill target definition has commenced with a Fixed Loop Electromagnetic (FLEM) survey at Henrietta

Accelerate Resources Limited (“Accelerate” or “the Company”) is pleased to announce that a ground based Fixed Loop Electromagnetic (“FLEM”) survey has commenced over the Young Henry, Cobalt-Nickel target identified at the Mt Read project in Tasmania.

The FLEM survey aims to further define EM conductors within the ultramafic and mafic lithologies, which could potentially indicate accumulations of massive sulphides. Geological field mapping, soil and rock chip sampling is being undertaken in the area, during the survey.

Previous exploration activity at the Young Henry and Henrietta prospects, including heli-borne VTEM surveys, identified a belt of mafic to ultramafic rocks associated with a 1.4km long trend of airborne EM anomalies along the eastern mafic-ultramafic belt. Reconnaissance exploration by earlier workers in the area, identified altered ultramafic rocks with anomalous values for nickel, cobalt and platinum.

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The target for exploration in the area is for magmatic nickel-copper-cobalt sulphides associated with the mafic-ultramafic rocks. Very little historical exploration has been undertaken at Henrietta.

The fixed loop EM survey will focus on the Young Henry prospect on the western side of Henrietta, where the previous VTEM survey identified a 300m long EM conductor located near the northern end of a belt of mafic-ultramafic rocks. The Fixed Loop EM survey will comprise a 300m x 300m loop with EM readings conducted on 75m spaced lines.

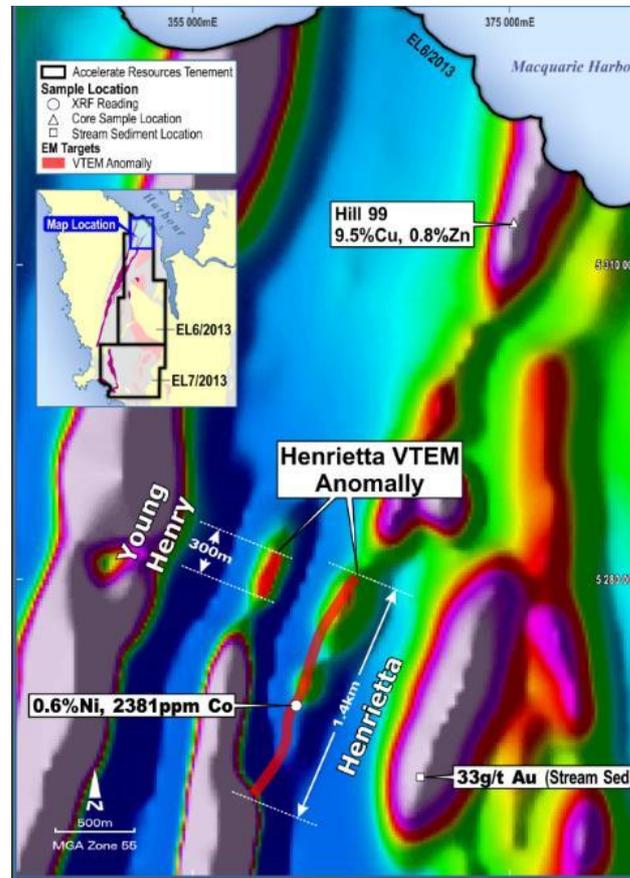


Figure 1: Henrietta and Young Henry target area and VTEM anomalies

(see Prospectus ASX announcement 12/2/2018)

The current exploration activity will seek to confirm the presence of geochemical and geophysical, particularly ground EM, anomalies to define the first ever drill targets in the area.

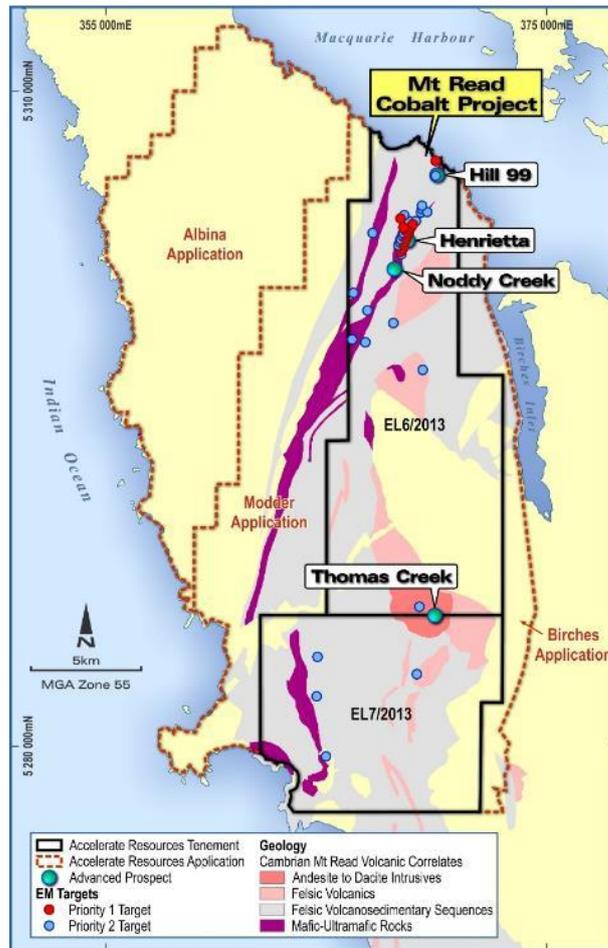


Figure 2: Mount Read Project - Airborne EM targets identified from reprocessing of AEM data

Tasmanian Project Overview

The Company’s Mount Read Cobalt project is located on the Sorrell Peninsular in western Tasmania (Figure 3). The project encompasses a belt of Cambrian volcano sedimentary rocks correlated with the Mount Read Volcanics (“MRV”) of western Tasmania. The MRV are host to all Western Tasmania’s significant base and precious metal mines and mineral occurrences, several of which have been significant producers of base metals for over 100 years.

The combination of volcanic and intrusive rock stratigraphic association, geochemical signature, alteration assemblages, sulphide assemblages, and geophysical expression has been used by previous explorers to draw analogies between Thomas Creek and the Mount Lyell Cu-Au deposit of western Tasmania.



Figure 3: Accelerate Resources Mount Read Cobalt project location

The two main prospects are:

- The Thomas Creek Co-Cu-Au prospect; and
- The Henrietta Co-Ni-Cu project.

Previous exploration at Thomas Creek defined a Cu-Co-Au soil geochemical anomaly associated with an aeromagnetic and ground induced polarisation (IP) geophysical anomaly. Shallow diamond drilling completed by Plutonic Operations Ltd in the early 1990's confirmed anomalous Cu-Co-Au but did not test the IP chargeability anomaly.

A recent infill IP survey successfully completed by the Company (see ASX announcement 6th April 2018). The 3D IP modelling defined a large chargeable anomaly located along the eastern margin of an ovoid aeromagnetic body, below a surface copper-cobalt anomaly, which is currently being drill tested by the Company, with two of three diamond drill holes completed (see ASX announcements 27th April 2018 and 4th June 2018)

The Thomas Creek chargeable anomaly has dimensions of approximately 400m at its widest and up to 600 metres in length. The depth to the top of the IP anomaly is approximately 100m below the surface. Three other separate satellite chargeable zones located on the limits of the current survey were also identified during the current survey. These satellite target areas will be investigated by future follow up IP surveys.

—ENDS—

For further information please contact

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Competent Person Statement:

Information in this release that relates to Exploration Results is based on information compiled by Mr Andrew Rust, who is the Exploration Manager for Accelerate Resources Limited and who is a Member of the Australian Institute of Mining and Metallurgy (AusIMM). Mr Rust has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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'. Mr Rust consents to the inclusion in this release of the matters based on his information in the form and context in which it appears.

Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, costs, dividends, production levels or rates, prices, resources, reserves or potential growth of Accelerate Resources Limited, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factors.