



TROY RESOURCES LIMITED

# QUARTERLY REPORT

FOR THE THREE MONTHS ENDED 30 JUNE 2018

## HIGHLIGHTS

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- **Gold production** for the **June 2018 quarter** was **19,510 ounces**, slightly lower than the record production of the March 2018 quarter of 21,703 ounces
- Average head grade of ore treated for the quarter was 3.19 g/t Au with a metal recovery rate of 97.2%
- **AISC of US\$895/oz** for the quarter, an increase from the previous quarter arising due to lower production for the quarter and the previous quarter having benefitted from a cost credit due to an increase in ore stockpiles
- **Gold production for the Karouni operation for the 2017/18 year was a record 70,207 ounces**
- This exceeded the forecast production range of 60,000 to 70,000 ounces as advised to the market earlier in the year and subsequently upgraded to 65,000 to 70,000 ounces following the March 2018 quarter
- Ore stockpile at the end of the quarter of in excess of 167,000 tonnes representing approximately two months processing
- Loan repayments of **US\$5 million** made during the quarter reducing the loan balance to **US\$11.19 million**
- RC drilling results at the Spearpoint Prospect include:-
  - **10m @ 7.41g/t gold from 45m (SRC842)**
  - **4m @ 4.72g/t gold from 41m (SRC844)**
  - **4m @ 9.37g/t gold from 30m (SRC851)**
  - **1m @ 4.93g/t gold from 23m (SRC854)**
  - **8m @ 5.52g/t gold from 37m (SRC855)**
  - **5m @ 5.64g/t gold from 35m (SRC857)**
  - **8m @ 4.94g/t gold from 23m (SRC860)**
  - **2m @ 5.41g/t gold from 38m (SRC862)**
  - **3m @ 5.55g/t gold from 42m (SRC873)**
  - **5m @ 7.43g/t gold from 27m (SRC875)**



- Exploration results from trenching at the Larken Prospect include:-
  - **1m @ 10.02g/t gold from 43m (LRC039)**
  - **5m @ 4.53g/t gold from 21m (LRC034)**
  - **5m @ 3.57g/t gold from 35m (LRC033)**
- Cash and equivalents (gold inventories) totalled A\$5.2 million at the end of the quarter
- Sales revenue for the quarter was US\$27.1 million from the sale of 20,652 ounces of gold
- **Gold production guidance for 2018/19 financial year is 65,000 to 75,000 ounces**

Commenting on the results, Troy's Chief Executive Officer and Managing Director, Mr Ken Nilsson, stated:

*"The operational performance for the June quarter of 19,510 ounces was very strong. It was achieved due to stable mining and processing conditions despite the quarter covering the most challenging period of the wet season, which started earlier than normal this year, with rainfall of up to 45 mm in a 45 minute period. Troy expects to produce in the range of 65 - 75,000 ounces of gold for the 2018-2019 financial year.*

*"Troy is likely to proceed with the expansion of the Smarts 3 open pit which will add to the mine reserve base.*

*"Drilling of the Spearpoint Prospect has been completed and drilling at Larken Prospect will be completed by the end of July. Design and optimisation work has started on Spearpoint with work on Larken to follow once all assay results have been received. It is likely that reserve statements for both Spearpoint and Larken will be available in coming months, with mill feed therefrom potentially in the current year's mine plan. The Mines Department and EPA in Guyana have both provided a "no objection" letter for the clearing of both the Spearpoint and Larken sites. The permitting process is expected to conclude shortly.*

*"The Karouni operation has also re-focused on exploration with resource to reserve conversion a key initiative. In addition, the Company intends following up previous encouraging drill results in other areas as well as commencing work in areas of tenements not previously tested. To this end, Troy's exploration team has recently been strengthened.*

*"The Company is also looking at opportunities to acquire additional nearby tenements that are relevant to the Karouni operation as well as evaluating other potential sources of mill feed.*

*"It is pleasing that we have been able to decrease the loan balance to US\$11.2 million with the repayment of a further US\$5 million during the quarter. The plan remains to clear all bank debt by the end of December 2018. Outstanding creditors and suppliers are also being reduced at the planned rate.*

*"Ongoing training across the site has improved the skill level of the workforce and management is gradually transitioning to local supervisors. The Company continues to provide employment for a number of Amerindians and assistance and support to local communities.*

*"Relationships with government instrumentalities remain strong with Troy assisting with training and other local support whenever possible. Similarly, Troy actively consults with the government as regards rehabilitation, environment, safety and security. Troy is a subscriber to the International Cyanide Code and this year subject to certification."*



## OPERATIONS

### KAROUNI, GUYANA (Troy 100% through Troy Resources Guyana Inc.)

#### Results Summary

A summary of key operational parameters at Karouni for the June quarter, the three previous quarters, and for the full 2017/18 year is set out in the following table:-

**Table 1: Quarterly and YTD Production & Costs Summary**

Operations	September 2017 Quarter	December 2017 Quarter	March 2018 Quarter	June 2018 Quarter	12 months to June 2018
<i>Open Pit Mining</i>					
<b>Total mined (t)</b>	1,988,435	1,519,308	1,106,369	<b>1,021,705</b>	<b>5,635,817</b>
<b>Ore Mined (t)</b>	276,915	277,177	271,492	<b>170,945</b>	<b>996,529</b>
<b>Mine Grade (g/t)</b>	1.72	2.74	2.49	<b>2.10</b>	<b>2.28</b>
<i>Mill Production</i>					
<b>Processed (t)</b>	238,646	222,785	214,681	<b>195,548</b>	<b>871,660</b>
<b>Head Grade Gold (g/t)</b>	1.84	2.42	3.27	<b>3.19</b>	<b>2.64</b>
<b>Recovery Gold (%)</b>	91.3	93.6	96.0	<b>97.2</b>	<b>94.9</b>
<b>Gold Produced (oz.)</b>	12,885	16,109	21,703	<b>19,510</b>	<b>70,207</b>
<b>Gold Sold (oz.)</b>	12,771	14,490	23,046	<b>20,652</b>	<b>70,959</b>
<b>Cash Cost (US\$/oz.)</b>	1,005	832	539	<b>708</b>	<b>737</b>
<b>AISC (US\$/oz.)</b>	1,240	1,017	720	<b>895</b>	<b>931</b>
<b>Gold Price Realised (US\$/oz.)<sup>(1)</sup></b>	1,274	1,276	1,328	<b>1,308</b>	<b>1,302</b>

(1) Before impact of hedging.

During the quarter, a total of 1,021,705 tonnes of material were mined, including 170,945 tonnes of ore at an average grade of 2.10 g/t. The slight decrease in total mined tonnes from the previous quarter generally reflects the impact of the wet season on mining as was anticipated in the FY 2018 Budget. However, production volumes were also somewhat affected by low availability of mining equipment during the quarter and restricted production due to the narrowing of the Smarts 3 and 4 pits.

Mining activities for the quarter focused once again on the high-grade areas of Smarts 3 and 4. During the quarter, 622,700 tonnes (61%) of material were mined from the Hicks area with the remainder from Smarts. During the quarter, 129,800 tonnes of ore were mined from the Smarts area (76%) and the remainder from Hicks. Moving forward, Hicks will assume greater significance as a source of mill feed.

As at 30 June 2018, stockpiles of ROM and crushed ore encompassed 167,000 tonnes at an average grade of 1.67 g/t for 8,945 ounces. The decrease in the stockpile by 13,000 tonnes from that at the end of the March quarter is a result of lesser tonnage mined during the quarter partially offset by lower tonnage milled which represents approximately two month's production.

During the quarter, 195,548 tonnes of ore were processed, the 9% decrease from the previous quarter arising as a result of material handling problems due to the wet nature of the ore. In addition, several unplanned mill stoppages took place as a result of breakdowns.

The reduction in tonnes milled from that budgeted was more than offset by an increased mill head grade of 3.19g/t Au, resulting in total gold production exceeding budget.



Gold recovery for the quarter was 97.2% as compared to 96.0% for the previous quarter.

**Gold production** for the quarter was **19,510 ounces**, a slight decrease from the record to date of 21,703 ounces achieved in the previous quarter, but significantly higher than for the corresponding June 2017 quarter of 15,411 ounces.

During the quarter, the Company's C1 operating costs were US\$708/oz as compared to US\$539/oz in the previous quarter.

**All-in-Sustaining-Costs** ("AISC") for the June quarter **were US\$895/oz** as compared to US\$720/oz in the previous quarter.

The increase in unit operating cash costs is primarily due to both the decreased production for the quarter and the previous quarter having the benefit of a cost credit due to an increase in ore stockpiles. The AISC for the June quarter is considered to be more representative of expected costs going forward.

Gold sold for the quarter was 20,652 ounces for total sales revenue of US\$27.1 million.

**Net cash flow from operations for the quarter was \$7.8 million.**

A more detailed breakdown of costs is set out in the following table:-

**Table 2: Quarterly and YTD Cash Costs**

	September 2017 Quarter US\$/oz.	December 2017 Quarter US\$/oz.	March 2018 Quarter US\$/oz.	June 2018 Quarter US\$/oz.	12 Months to June 2018 US\$/oz.
Mining	584	422	284	294	372
Processing	369	313	259	266	293
Mine & General Admin	144	134	111	131	128
Mineral Inventory Movements	(92)	(37)	(115)	17	(56)
<b>C1 Cash Cost</b>	<b>1,005</b>	<b>832</b>	<b>539</b>	<b>708</b>	<b>737</b>
Refining and transport costs	5	4	4	5	5
Reclamation and remediation	7	6	6	-	5
Royalties	105	107	122	123	115
Insurance	21	16	9	9	13
Exploration - sustaining	18	7	7	8	9
Corporate general and administration costs	72	41	21	27	37
Capital - sustaining	7	4	12	15	10
<b>All-In Sustaining Cost (AISC)</b>	<b>1,240</b>	<b>1,017</b>	<b>720</b>	<b>895</b>	<b>931</b>



## Health and Safety

Safety performance suffered a decline during the quarter with a total of 3 Lost Time Injuries, 3 Medical Treatment Injuries and 8 First Aid Injuries.

Safety performance decreased during the quarter on the basis of the industry standard Total Recordable Injury Frequency Rate ("TRIFR"). TRIFR at the end of the quarter was 9.3, up from 7.1 for the previous quarter, though it remains well below previous levels. The site's Lost Time Incident Frequency rate was 6.1, down from 6.2 the previous quarter and below the budget of 6.4.

The Company maintains its strong commitment to Health and Safety. The current focus is on field leadership and interaction between Managers/Supervisors and the workforce.

## Environment

No reportable environmental incidents occurred during the quarter in accordance with Guyanese Environmental Protection Authority guidelines. Routine water and noise sampling did not show any significant anomalies.

All permits and licenses are up to date and the Company is in full compliance with its ongoing requirements.

The Company continued its reclamation efforts during the quarter whereby native plant specimens were collected with the help of workers from the local indigenous community. Several areas were graded, covered with topsoil and planted during the quarter.

The Company has begun the task of permitting both the Spearpoint and Larken Prospect areas in anticipation of continued favourable exploration results. Permission has already been received for clearing. The Company does not anticipate any issue or delays in receiving the additional necessary permits.

## Community

The Company continues to work closely with the local Amerindian community. In addition, members of the community are engaged in Company activities on a semi regular basis providing additional labour as required and performing specific tasks. During the quarter, the Company provided hot meals for the community's school graduation ceremony.

## CASPOSO, ARGENTINA (Troy 30% - Austral Gold Limited (ASX:AGD) (Manager) 70%)

### Results Summary

Troy holds a 30% equity interest in the Casposo Gold Mine in Argentina which is managed by Austral Gold Ltd ("Austral Gold").

Troy does not receive any direct share of production or contribute to costs during Austral Gold's earn-in period.

As at the date of this release, the final operational statistics for Casposo for the June 2018 quarter have not been finalised by Austral Gold.

However, full results will be available in Austral Gold's quarterly report due for release around 31 July 2018.



## EXPLORATION

### KAROUNI, GUYANA (Troy 100% through Troy Resources Guyana Inc.)

#### Overview

During the quarter, exploration focused on the near mine prospects Spearpoint and Larken (refer Figure 1). The aim is to bring both prospects to a JORC compliant indicated and measured resource category in preparation for mining.

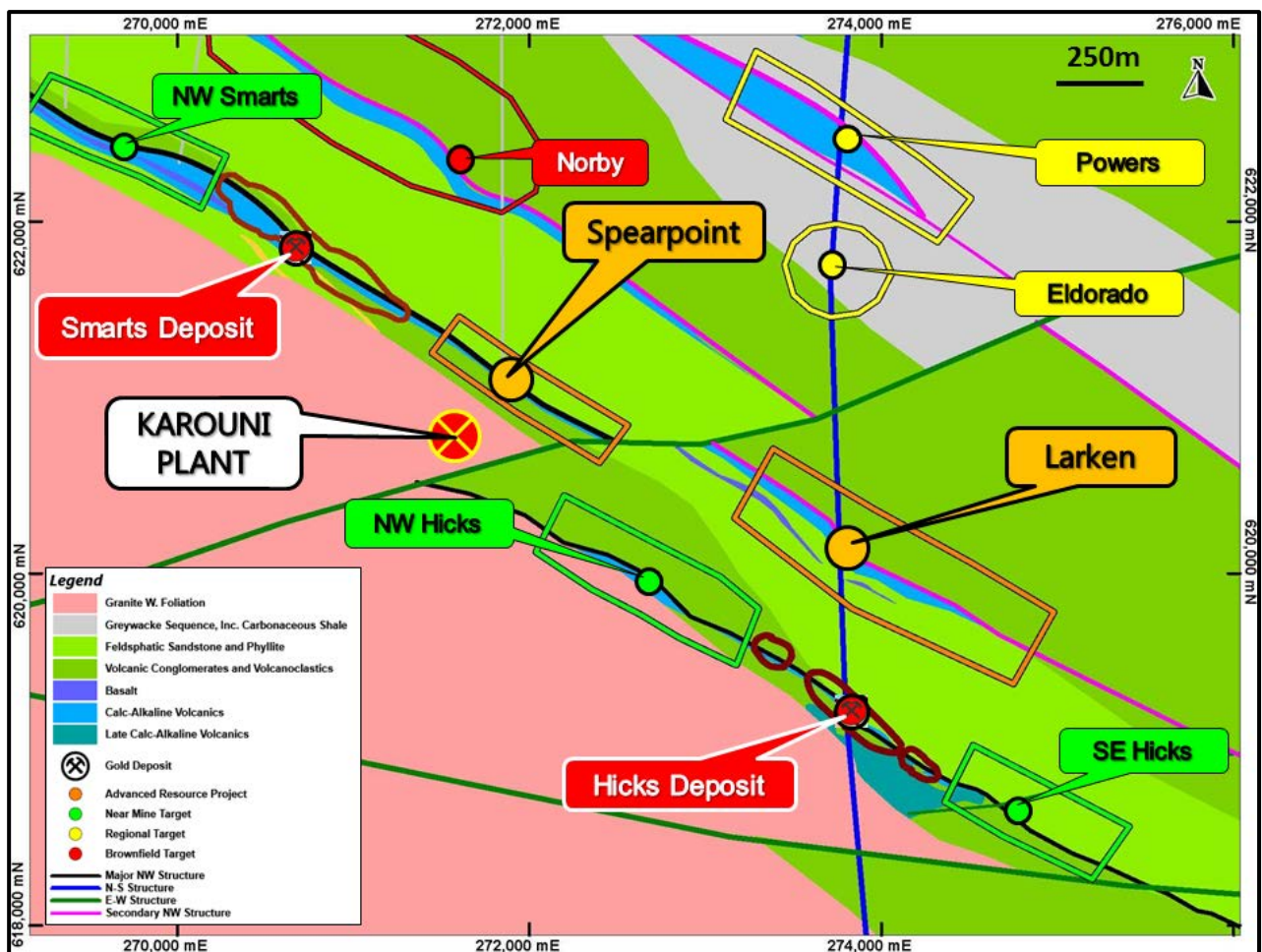


Figure 1: Prospect Locations relative to Karouni Plant

#### Spearpoint Prospect

During the quarter, the next phase of exploration drilling for the Spearpoint Prospect was completed and all assay results returned.

For the quarter, a total of 38 reverse circulation ("RC") drill holes were completed for a total of 2,509 meters.

The full drill results were reported in the announcement titled "Strong Exploration Results Confirms Potential at Spearpoint and Larken Prospect" released to the ASX on 12 July 2018.



Full results for the programme are also detailed in Table 5 at the end of this report. However, significant intercepts from the programme include:-

- 10m @ 7.41g/t gold from 45m (SRC842)
- 4m @ 4.72g/t gold from 41m (SRC844)
- 4m @ 9.37g/t gold from 30m (SRC851)
- 1m @ 4.93g/t gold from 23m (SRC854)
- 8m @ 5.52g/t gold from 37m (SRC855)
- 5m @ 5.64g/t gold from 35m (SRC857)
- 8m @ 4.94g/t gold from 23m (SRC860)
- 2m @ 5.41g/t gold from 38m (SRC862)
- 3m @ 5.55g/t gold from 42m (SRC873)
- 5m @ 7.43g/t gold from 27m (SRC875)

A map illustrating drill collar locations and best assay results is set out in Figure 2 below.

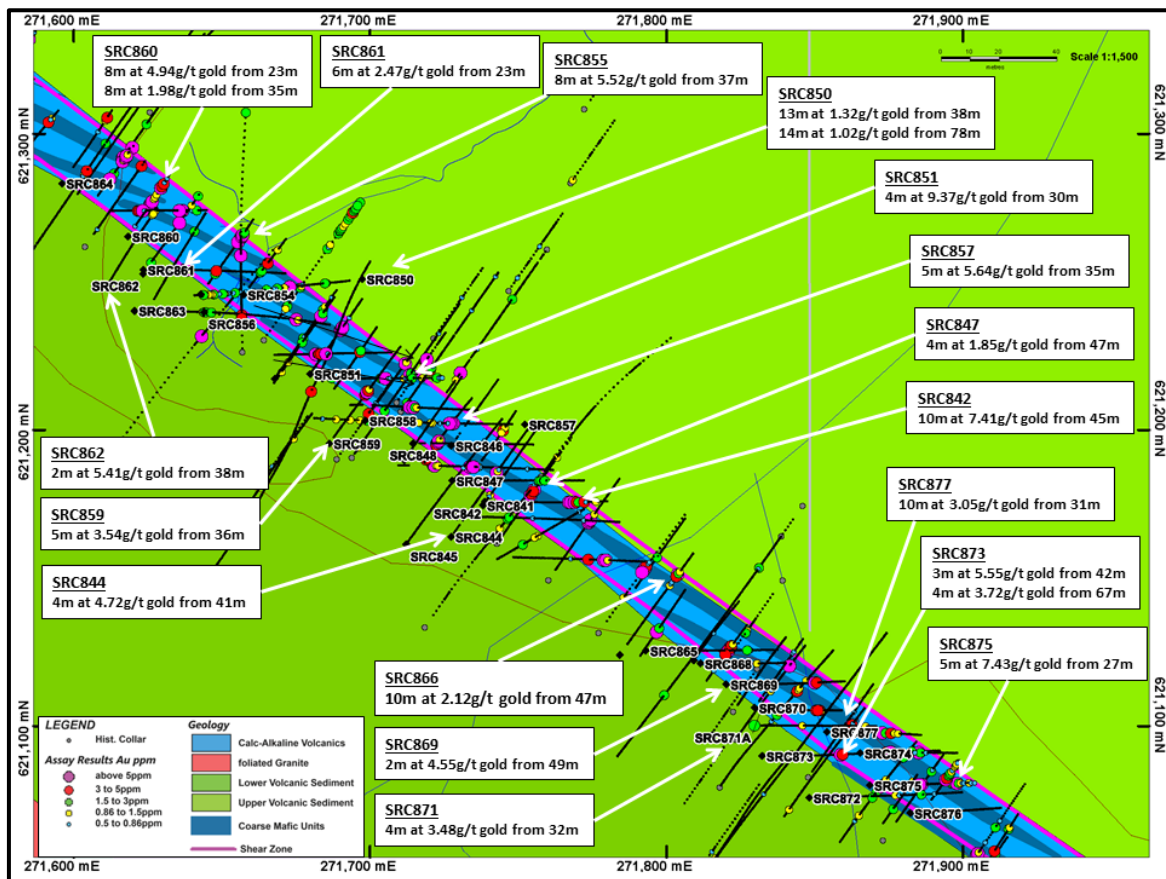


Figure 2: Spearpoint drill collar location with best assay results in Au g/t

The geology at Spearpoint is complex with the main shears being about 10 to 20 metres apart. Within the shears, a mafic suite with a mix of MgO basalt, fine basalts and a coarse mafic unit is common. In the footwall shear, partly porphyritic intrusives with higher gold concentrations have been identified.

A long section at Spearpoint with gold intercepts about 0.5 g/t is set out in Figure 3.

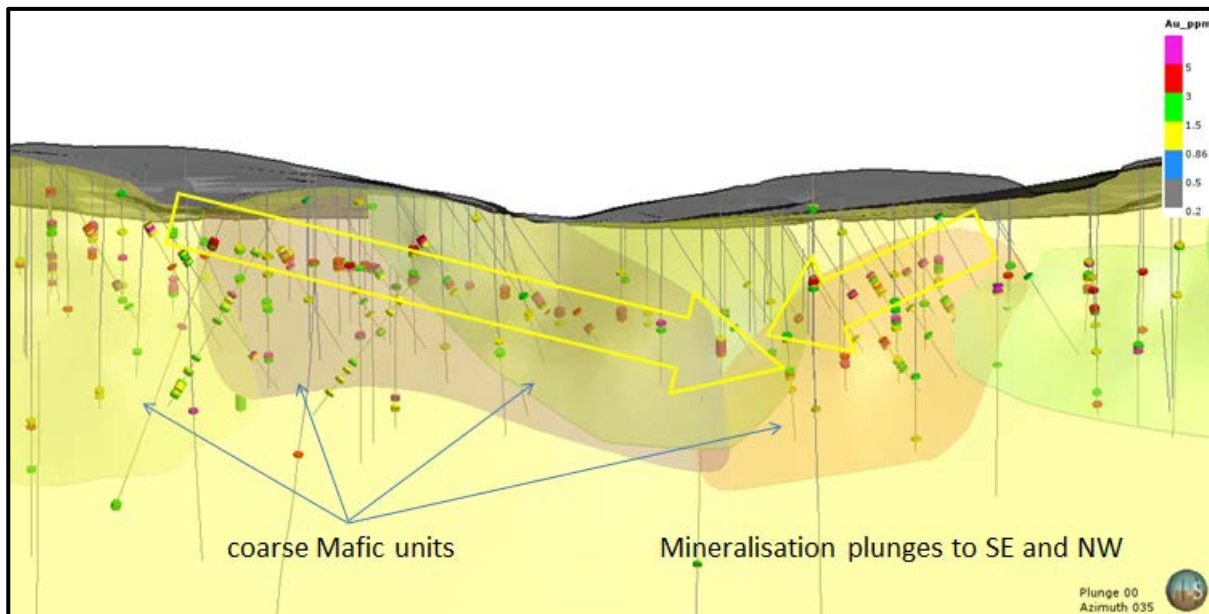


Figure 3: Long section Spearpoint drilling with Au intercepts above 0.5g/t

Gold mineralisation is related to NS veining within the coarser mafic unit which displays coarse pyrite and silica alteration. The shear zone has minor mineralisation which is probably related to the development of NS veins within the sheared unit. The high-grade gold mineralisation plunges to the SE.

The shallow holes in the central portion of Spearpoint confirm the existence of mineralisation in the saprolite zone, but assay results are lower as expected. This could be a result of transportation and depletion of the upper saprolite zone. The data will be reviewed in the geological model process and checked for possible cover/ saprolite contacts.

The latest drill program confirms the high grade character of gold mineralisation at Spearpoint.

The geological and block models will be now updated with the new data with a view to defining an initial mineral resource by the middle of August 2018.

### **Larken Prospect**

By the end of July, the Company will complete an infill RC drilling program at the Larken Prospect, located approximately 2 kilometres to east of the Karouni plant site (refer Figure 1 above). The program will encompass approximately 42 holes for an aggregate of approximately 2,400 metres.

Larken is a shear hosted deposit on a parallel shear to the Smarts-Hicks shear. Mineralisation is related to the contact of sheared basalt and a Fe-rich mafic unit. Intensive quartz veining with moderate disseminated pyrite has been intersected. In at least one drill hole (LRC043) visible gold has been logged.

Results of the first 22 holes (for a total of 1,221 metres) drilled to 12 July 2018 were reported in the announcement titled *“Strong Exploration Results Confirms Potential at Spearpoint and Larken Prospect”* released to the ASX on 12 July 2018.

Assay results received to date are set out in Table 6 at the end of this report.





Significant intercepts from the programme include:-

- 1m @ 10.02g/t gold from 43m (LRC039)
- 5m @ 4.53g/t gold from 21m (LRC034)
- 5m @ 3.57g/t gold from 35m (LRC033)

These first results look encouraging, confirming consistent gold mineralisation with high grade intercepts. All holes drilled so far intersected at least one quartz vein zone with pyrite mineralisation.

A map illustrating drill collar location and best assay results is set out in Figure 4.

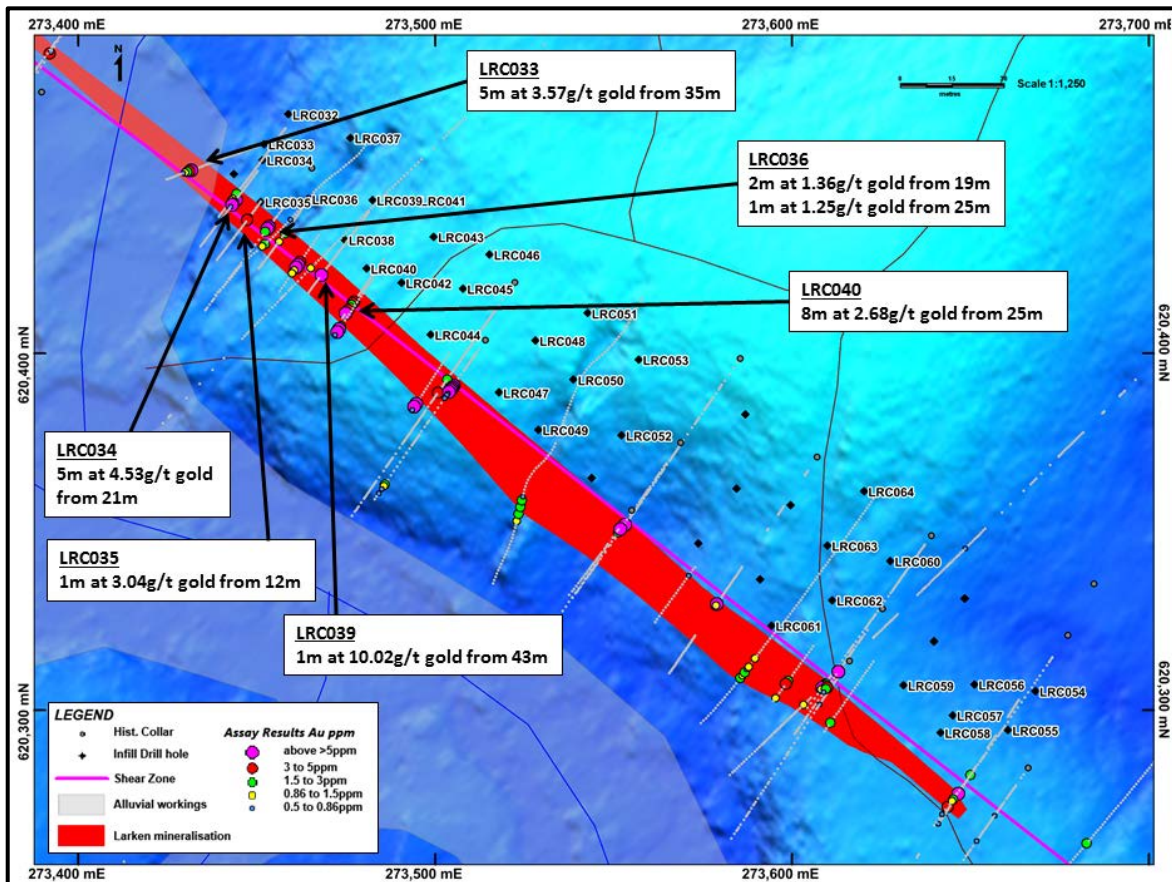


Figure 4: Larken drill collar location with best results received to date in Au g/t

Remaining assay results will be reported when available.

The Larken Prospect has previously been mapped as an Inferred Resource of 309,000 tonnes at 3.2g/t for 31,800 ounces of gold (Refer to the ASX Announcement of 24 October 2017 titled "Mineral Resources and Ore Reserve Statement").



## FINANCIAL INFORMATION

At the end of the quarter, the Company had total liquidity of \$5.2 million, including available cash of \$1.3 million and gold inventories at market value of \$3.9 million.

Key movements in cash flow are illustrated in Figure 5 below:-

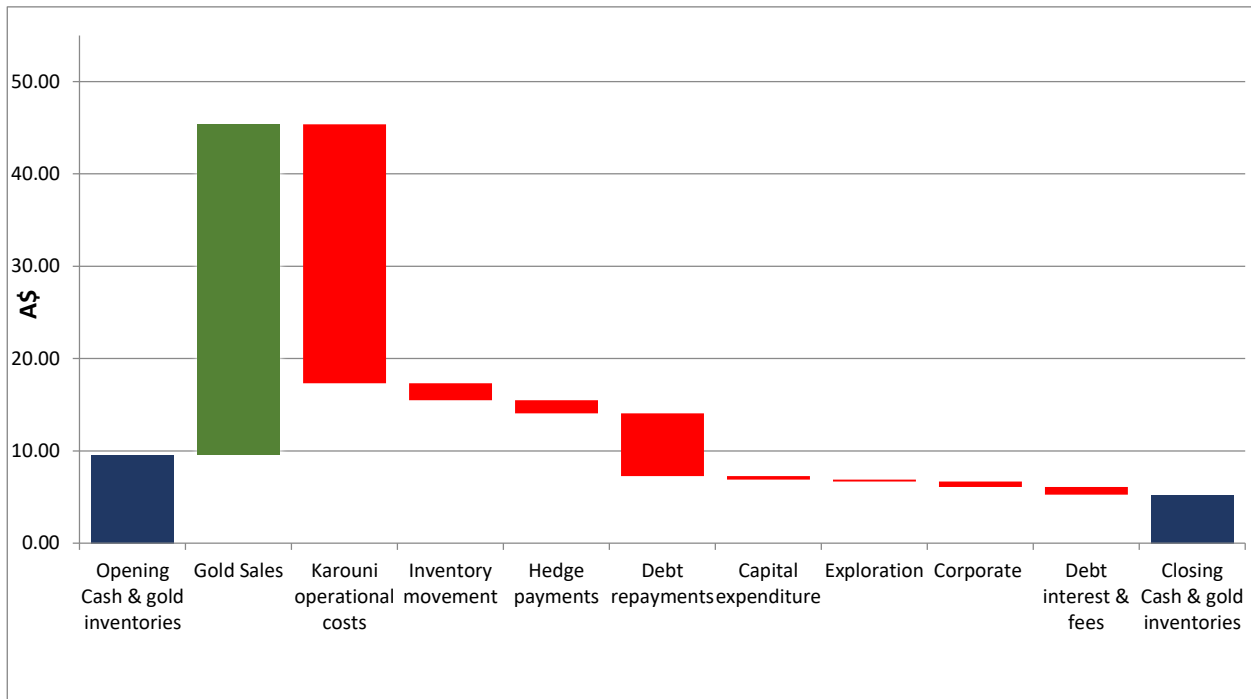


Figure 5: June Quarter Cash Movements

Notes:

1. Key movements - unaudited
2. Liquid assets include cash, gold doré and GIC at market value

### Debt Facility

The Company repaid **US\$5 million** of its Debt Facility with Investec during the quarter. The loan balance as at 30 June 2018 was **US\$11.192 million**.

### Hedging

A summary of the Company's gold hedging positions at 30 June 2018 is set out in the table below.

Table 3: Gold Hedging Position as at 30 June 2018

Settlement Period	Gold oz.	US\$/oz.
Sept Qtr. 18	9,000	\$1,183.65
Dec Qtr. 18	13,000	\$1,233.34
March Qtr. 19	3,000	\$1,344.80
<b>TOTAL</b>	<b>25,000</b>	<b>\$1,228.83</b>



## Creditor Information

At the end of the quarter, operational creditors were approximately US\$18.3 million, a decrease of approximately US\$4.4 million from the end of the March quarter.

## Exploration Expenditure

Exploration expenditure incurred during the quarter was A\$0.19 million.

## Capital Expenditure

Expenditure incurred in relation to the plant and equipment and sustaining capital at Karouni during the quarter was A\$0.38 million.

## CORPORATE

### Capital Structure

Table 4: Equity Structure as at 30 June 2018

Issued Capital (as at 30 June)	
Ordinary Shares	459,543,474
Options (\$0.18 exercise price; final expiry 20 April 2019)	27,780,000

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**Ken Nilsson**, CEO and Managing Director

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### Directors

**Peter Stern**, Non-Executive Chairman

**Ken Nilsson**, CEO and Managing Director

**John Jones AM**, Non-Executive Director



**Table 5 – Spearpoint Drilling Results**

Table 1: Spearpoint Drilling Summary of Latest Results							
Hole	Easting (m)	Northing (m)	Elevation (m)	Depth (m)	Azimuth	Dip	Peak Gold Assay Intervals (m at g/t gold)*
SRC841	271738.1	621174.54	75	48	35	-50	2m at 1.1g/t gold from 5m
SRC842	271738.76	621175.83	75.27	66	90	-55	<b>10m at 7.41g/t gold from 45m</b> 2m at 0.92g/t gold from 58m
SRC843	271729.4	621170.74	75.68	90	90	-55	1m at 0.5g/t gold from 42m 1m at 0.58g/t gold from 70m
SRC844	271727.4	621163.91	75.87	72	35	-50	<b>4m at 4.72g/t gold from 41m</b> 1m at 0.85g/t gold from 55m
SRC845	271712.23	621161.39	77.69	90	35	-55	4m at 0.61g/t gold from 71m
SRC846	271727.42	621194.69	78.35	42	35	-50	NSR
SRC847	271727.71	621182.92	78.53	72	90	-55	4m at 1.85g/t gold from 47m
SRC848	271714.53	621195.48	80.43	66	90	-55	1m at 0.66g/t gold from 44m
SRC849	271711.49	621189.81	81.15	54	35	-50	1m at 0.85g/t gold from 4m
SRC850	271697.39	621250.99	73.4	96	260	-55	3m at 1.31g/t gold from 19m 13m at 1.32g/t gold from 38m 1m at 1.76g/t gold from 54m 2m at 1.61g/t gold from 72m 14m at 1.02g/t gold from 78m
SRC851	271679.76	621218.87	81.54	54	35	-55	<b>4m at 9.37g/t gold from 30m</b> 1m at 0.86g/t gold from 40m 1m at 1.58g/t gold from 5m
SRC852	271684	621217.42	81.59	72	90	-55	<b>7m at 1.75g/t gold from 34m</b> 6m at 0.92g/t gold from 48m 1m at 1.1g/t gold from 59m 6m at 0.96g/t gold from 66m
SRC853	271667.84	621217.32	80.37	66	35	-55	3m at 1.07g/t gold from 29m 3m at 1.01g/t gold from 51m 1m at 0.5g/t gold from 60m
SRC854	271657.35	621245.67	74.71	42	35	-55	4m at 1.58g/t gold from 14m <b>1m at 4.93g/t gold from 23m</b> 1m at 1.08g/t gold from 33m
SRC855	271642.95	621245.86	76.85	54	35	-55	3m at 1.48g/t gold from 14m <b>8m at 5.52g/t gold from 37m</b>



Hole	Easting (m)	Northing (m)	Elevation (m)	Depth (m)	Azimuth	Dip	Peak Gold Assay Intervals (m at g/t gold)*
SRC856	271644.06	621239.82	77.21	66	70	-55	2m at 0.63g/t gold from 4m
							4m at 1.53g/t gold from 17m
							<b>5m at 2.42g/t gold from 49m</b>
SRC857	271752.2	621201.87	74.09	108	270	-50	<b>5m at 5.64g/t gold from 35m</b>
							3m at 0.84g/t gold from 46m
							1m at 0.93g/t gold from 54m
							5m at 0.99g/t gold from 80m
SRC858	271698.35	621203.24	82.77	54	35	-55	1m at 1.1g/t gold from 89m
							1m at 1.3g/t gold from 96m
SRC859	271686.3	621195.44	83.66	72	35	-55	<b>3m at 3.23g/t gold from 38m</b>
							<b>5m at 3.54g/t gold from 36m</b>
SRC860	271618.32	621265.35	86.94	48	35	-55	1m at 0.66g/t gold from 7m
							<b>8m at 4.94g/t gold from 23m</b>
							<b>8m at 1.98g/t gold from 35m</b>
SRC861	271623.57	621254.09	86.69	84	35	-55	1m at 0.63g/t gold from 11m
							1m at 0.62g/t gold from 19m
							<b>6m at 2.47g/t gold from 23m</b>
							<b>1m at 3.9g/t gold from 43m</b>
SRC862	271623.36	621252.72	86.73	60	90	-55	1m at 1.52g/t gold from 8m
							3m at 0.91g/t gold from 24m
							<b>2m at 5.41g/t gold from 38m</b>
SRC863	271620.53	621240.25	87.33	108	90	-55	1m at 0.89g/t gold from 51m
							1m at 1.88g/t gold from 58m
SRC864	271596.05	621283.27	92.09	54	35	-55	<b>6m at 1.86g/t gold from 38m</b>
							<b>2m at 3.93g/t gold from 89m</b>
SRC865	271793.08	621125.51	70.76	72	90	-55	1m at 0.59g/t gold from 38m
							3m at 1.77g/t gold from 46m
SRC866	271784.31	621124.02	70.82	69	35	-55	3m at 1.08g/t gold from 55m
							<b>10m at 2.12g/t gold from 47m</b>
SRC867	271809.25	621122.23	70.19	42	35	-55	1m at 0.51g/t gold from 19m
							1m at 0.57g/t gold from 17m
SRC868	271811.51	621121.19	70.39	54	90	-55	1m at 1.11g/t gold from 32m
							<b>2m at 4.55g/t gold from 49m</b>
SRC869	271820.18	621114.13	70.57	66	90	-55	2m at 0.62g/t gold from 38m
							<b>4m at 3.48g/t gold from 32m</b>
SRC870	271829.77	621106.27	75.16	48	35	-50	1m at 1.47g/t gold from 27m
							<b>2m at 0.62g/t gold from 38m</b>
SRC871	271831.88	621105.28	73.26	48	90	-55	<b>4m at 3.48g/t gold from 32m</b>
							1m at 1.47g/t gold from 27m
SRC871A	271829.85	621100.16	74.02	70	90	-55	1m at 1.47g/t gold from 27m



Hole	Easting (m)	Northing (m)	Elevation (m)	Depth (m)	Azimuth	Dip	Peak Gold Assay Intervals (m at g/t gold)*
SRC872	271848.18	621075.83	73.72	84	90	-50	1m at 0.95g/t gold from 63m
							1m at 0.72g/t gold from 28m
							3m at 0.61g/t gold from 48m
							2m at 1.61g/t gold from 61m
							1m at 0.72g/t gold from 69m
SRC873	271832.28	621089.98	75.08	95	90	-55	<b>3m at 5.55g/t gold from 42m</b>
							<b>4m at 3.72g/t gold from 67m</b>
							<b>4m at 1.25g/t gold from 79m</b>
SRC874	271865.4	621090.91	75.14	54	90	-55	<b>5m at 2.28g/t gold from 32m</b>
							1m at 0.72g/t gold from 41m
SRC875	271868.67	621080.05	75.74	60	90	-55	<b>1m at 2.52g/t gold from 7m</b>
							<b>5m at 7.43g/t gold from 27m</b>
SRC876	271882.25	621070.68	76.73	55	90	-55	<b>14m at 1.31g/t gold from 46m</b>
							3m at 0.46g/t gold from 26m
SRC877	271854.18	621098.07	73.13	54	90	-55	<b>10m at 3.05g/t gold from 31m</b>

**Notes:**

1. Intervals calculate at a cut-off grade 0.5g/t gold with a maximum of 2m internal dilution
2. Intercepts are not true widths.
3. All holes are Reverse Circulation (RC) Drill Holes.
4. All reported intersections assayed at 1m sampled downhole intervals
5. NSR – No Significant Result

**Table 6 – Larken Drilling Results**

Larken Drilling Summary of Results							
Hole	Easting (m)	Northing (m)	Elevation (m)	Depth (m)	Azimuth	Dip	Peak Gold Assay Intervals (m at g/t gold)*
LRC032	273459.77	620465.65	61.23	60	215	-55	5m at 0.98g/t gold from 45m
LRC033	273451.56	620458.46	61.38	48	250	-55	<b>5m at 3.57g/t gold from 35m</b> <b>incl. 1m at 10.91g/t gold from 35m</b>
LRC034	273451.7	620453.29	61.96	48	215	-55	<b>5m at 4.53g/t gold from 21m</b> <b>incl. 1m at 13.33g/t gold from 21m</b>
LRC035	273451.61	620443.33	62.67	36	215	-55	<b>1m at 3.04g/t gold from 12m</b>
LRC036	273464.57	620443.22	63.7	42	215	-55	2m at 1.36g/t gold from 19m 1m at 1.25g/t gold from 25m
LRC037	273477.25	620459.92	63.9	72	215	-55	Assays pending
LRC038	273475.1	620431.08	66.34	42	215	-55	Assays pending
LRC039	273483.14	620442.18	65.95	54	215	-55	<b>1m at 10.02g/t gold from 43m</b>
LRC040	273485.6	620426.41	67.88	36	215	-55	<b>8m at 2.68g/t gold from 25m</b>
LRC041	273496.31	620441.78	67.76	75	215	-60	Assays pending
LRC042	273492.35	620417.85	68.42	42	215	-55	Assays pending
LRC043	273502.28	620431.12	68.72	66	215	-55	Assays pending
LRC044	273499.35	620404.72	69.93	42	215	-55	Assays pending
LRC045	273508.47	620415.77	69.82	60	215	-55	Assays pending
LRC046	273516.46	620425.99	69.68	78	215	-55	Assays pending
LRC047	273517.69	620388.75	69.41	42	215	-55	Assays pending
LRC048	273527.59	620403.25	70.4	66	215	-55	Assays pending
LRC049	273528.76	620378.722	67.189	36	215	-55	Assays pending
LRC050	273539.751	620393.149	69.969	54	215	-55	Assays pending
LRC051	273542.962	620406.337	70.397	84	215	-55	Assays pending
LRC052	273553.521	620380.285	68.884	54	215	-55	Assays pending
LRC053	273556.23	620398.614	70.028	84	215	-55	Assays pending

**Notes:**

1. Intervals calculate at a cut-off grade 0.5g/t gold with a maximum of 2m internal dilution
2. Intercepts are not true widths.
3. All reported intersections assayed at 1m sampled downhole intervals



### Competent Person's Statements

*The information in this report that relates to Exploration Results is based on information compiled by Richard Maddocks, a Competent Person who is a Fellow of The Australasian Institute of Mining and Metallurgy. Mr. Maddocks is employed as an independent consultant to the Company. Mr. Maddocks has sufficient experience that 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. Maddocks consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

*The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements relating to the drill results or geophysical review and that all material assumptions and technical parameters underpinning the drill results and geophysical review in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings as presented here have not been materially modified from the original market announcement.*

*For full details of the JORC Compliance Tables, please refer to Appendix 1 of the announcement titled "Strong Exploration Results Confirms Potential at Spearpoint and Larken Prospect" released to the ASX on 12 July 2018.*

### QA/QC

*As part of the Company's Quality Assurance and Quality Control procedures (QA/QC) the Company reviews results from Certified Standard Reference materials (CRSM or Standards), which are inserted at a rate of 5 per 100 samples. Within the results disclosed herein there were no samples with results outside of the recommended tolerances for the standards. In Troy's drill programs, the RC sample is collected at the rig using a three-tier riffle splitter. One sample every meter is sent to Actlabs in Georgetown for sample preparation and assaying.*

*Assays within intervals below the 0.005 g/t detection limit for Au were given a zero value. All drill samples were prepared, screened, and assayed by Actlabs in Georgetown using standard fire assay AAS finish. Gold assays over 10.0 g/t Au, were re-assayed and completed with a gravimetric finish.*

*QA/QC included the insertion and continual monitoring of numerous standards, blanks and duplicates into the sample stream, at random intervals within each batch. In total the QA/QC samples comprise 15% of the total samples analyses.*