

Bundarra Gold Project Update

- Step out drill program underway at Wonder North to test extensions to significant high grade gold mineralisation intersected in previous drilling.
- Diamond drilling to test mineralisation below 400 metres
- Bligh secures funding for resource drilling and working capital through loan agreement with major shareholder Zeta Resources Limited

Bligh Resources Limited (ASX: BGH) ("Company") is pleased to report that drilling is underway at the Bundarra Gold Project. A program of four holes comprising 260 metre pre-collars followed by up to 300 meter diamond tails has been designed to test for extensions to high grade gold mineralisation intersected below the Wonder North pit. Previous diamond drilling at this location above the proposed holes has intersected a significant structure with gold grades averaging 5 grams per tonne up to 25 metres wide. The pierce points for proposed drill holes are indicated by the green stars on Figure 1.

Objective of the drilling program

Approximate 2,110 metres of RC/Diamond drilling is proposed to test the down plunge and along strike extent of high-grade, gold mineralisation delineated late last year at Wonder North Deeps. The proposal comprises of 4 holes consisting of RC pre-collars with a nominal depth of 260 m (i.e. determined from 2017 drilling) with NQ diamond core tails ranging from 180 to 310 m in length.

The proposed holes are designed to test the down dip potential of a steeply dipping, SE plunging high-grade ore shoot/lode. The 4 holes are planned to test the potential down plunge component on a nominal 40 m along strike by 100 m down dip spacing. In total drilling will test the ore shoot over an approximate 120 m of strike and 100 m down dip.

Company Funding

The Company's 88% shareholder Zeta Resources Limited has agreed to provide Bligh up to \$1,000,000 in funding for drilling and working capital requirements. General Terms of the Loan Facility Agreement are standard and the drawn down loan attracts an interest rate of 8 % per annum.

The term of the facility is one year and on receipt of a repayment notice, Bligh will have two months to complete a capital raising to repay any outstanding funds. Zeta has agreed to take up its full entitlement in future capital raisings.

The Company looks forward to providing further progress updates.

Jamie Sullivan
Executive Director
17 August 2018

Figure 1. Long Section of the Wonder North open showing the drill hole locations and pierce points for the current drilling program.

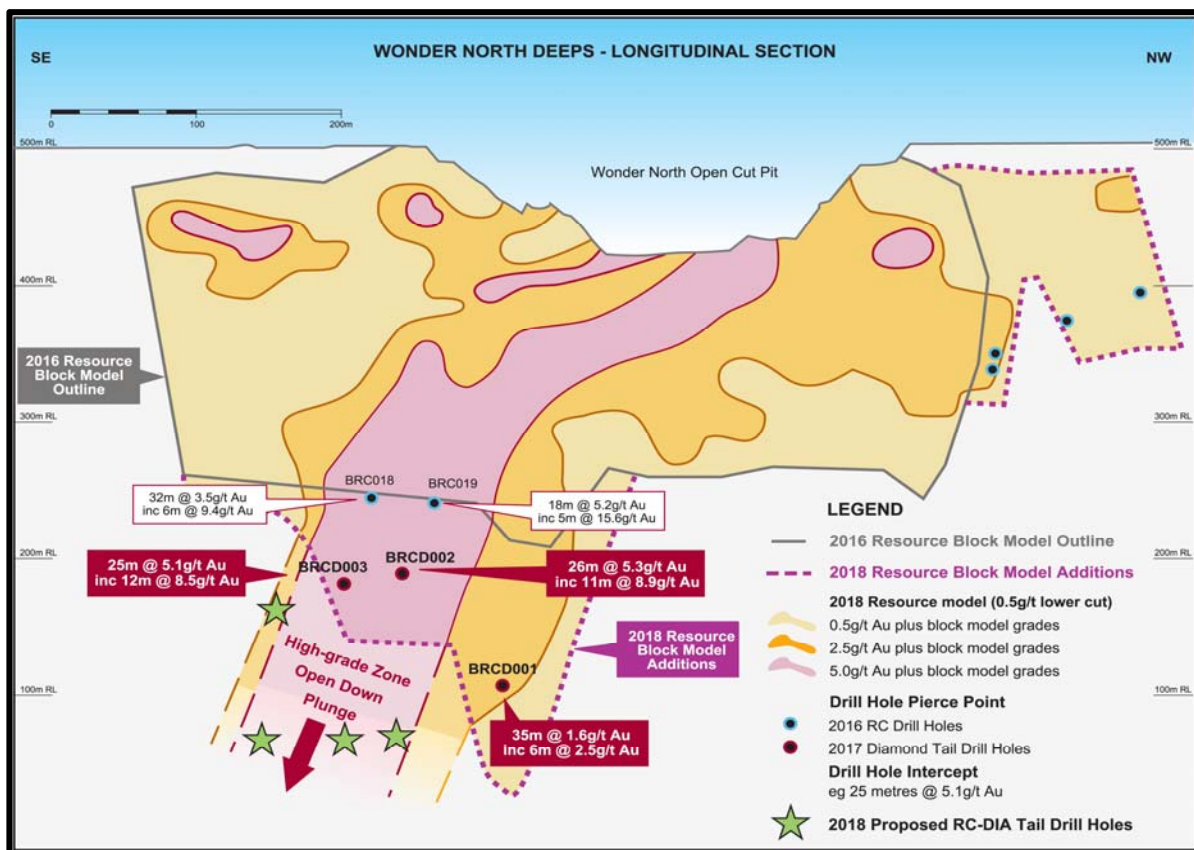


Figure 2: Proposed RC/Diamond Drill Hole Location Plan



About the Bundarra Gold Project

The Bundarra Gold Project lies within the Norseman-Wiluna greenstone belt of the Archaean Yilgarn Craton, approximately 65km north of Leonora in the Eastern Goldfields region of Western Australia.

The project covers an area of 26.57 km² and consists of five Mining Leases, five Prospecting Licences and one Miscellaneous Licences. To date, more than 6,675 holes have been drilled with an accumulated drill depth of more than 210,000m.

The Company has committed to further exploration programs aimed at expanding its gold resource inventory presently defined near to and beneath the existing open pits within the project area. The Company priority focus is to define additional high resource located below the Wonder North open pit. The mineralised structure at the Wonder North is a significant structure that extends from the base of the open pit to at least 350 metres. Diamond and RcC drilling has returned high grade results over 25 metre widths grading up to 5 g/t. Mineralisation remains open at depth and further drilling is underway to build on the high grade underground resource.

The project hosts a JORC 2012 compliant mineral Resources estimated to contain 8.2 million tonnes averaging 2.2 g/t Au for a total of 580,000 ounces of gold across five deposits. Refer to table 1.

Figure 3. Bundarra Project Location Plan

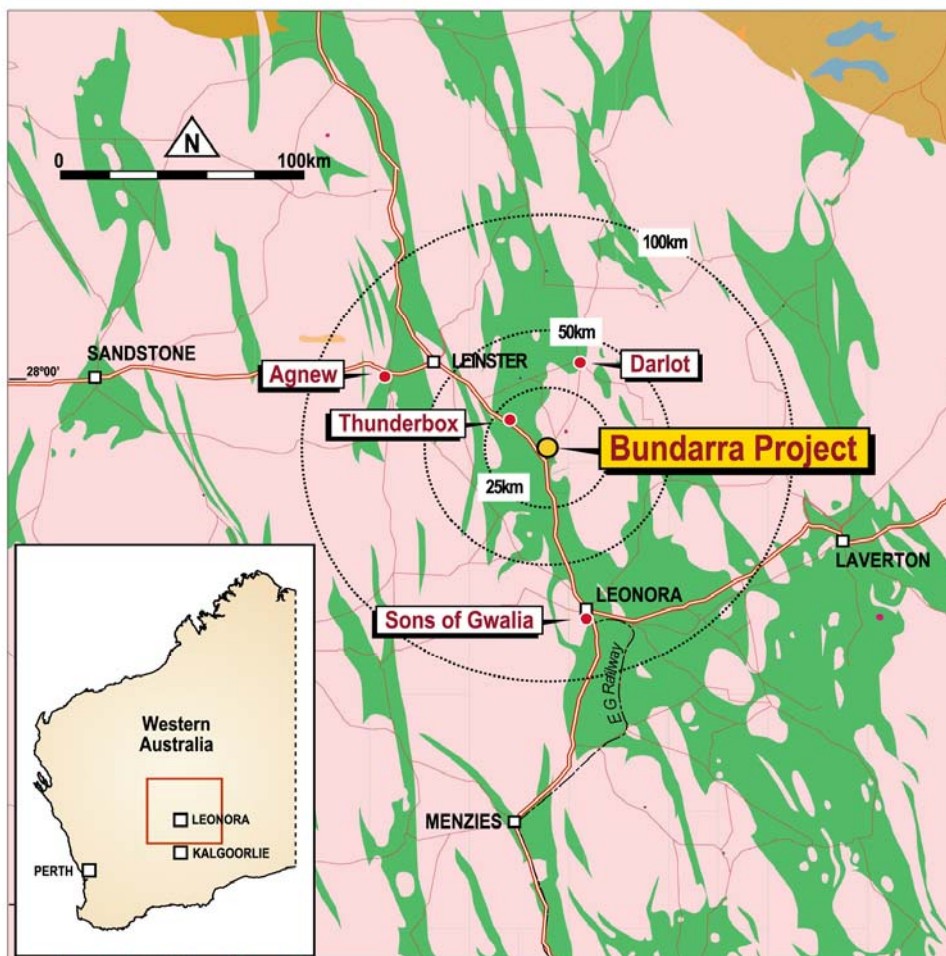


Table 1: Bundarra Project 2018 Mineral Resources at 0.5 g/t Au Cut-off

Bundarra Project Mineral Resources, April 2018					
Deposit	Category	Volume '000 m ³	Tonnes '000 t	Au g/t	Au '000 Oz
Celtic North	Indicated	70	200	2.4	20
	Inferred	390	1,060	2.0	70
	Total	460	1,250	2.1	80
Celtic South	Indicated	40	80	2.1	10
	Inferred	50	110	1.4	10
	Total	80	190	1.7	10
Wonder West	Measured	20	40	3.0	0
	Indicated	210	500	2.1	30
	Inferred	110	290	1.7	20
	Total	340	830	2.0	50
Wonder North	Measured	140	330	2.2	20
	Indicated	860	2,260	2.1	160
	Inferred	930	2,480	2.7	210
	Total	1,930	5,060	2.4	390
Blue Bush	Indicated	100	240	1.7	10
	Inferred	240	630	1.5	30
	Total	340	870	1.5	40
Total Measured and Indicated:		1,430	3,360	2.1	250
Total Inferred:		1,720	4,580	2.2	330
Total:		3,150	8,200	2.2	580

Notes:

1. Mineral Resources are based on JORC Code 2012 definitions.
2. A cut-off grade of 0.5 g/t gold has been applied.
3. Rows and columns may not add up exactly due to rounding.

The information in this report that relates to Mineral Resources is based on information compiled by Messrs Steve Rose & Dmitry Pertel whom are Fellows of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Rose & Pertel are full-time employees of CSA Global Pty Ltd and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they have undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Mr Rose & Dmitry consents to the inclusion of such information in this report in the form and context in which it appears.

The information in this report that relates to Exploration Results is based on information compiled by Mr Mark Gunther who is a member of The Australasian Institute of Geoscientists. Mr Gunther is a Principal Consultant with Eureka Geological Services. Mr Gunther has sufficient experience, which is relevant to the style of mineralization and type of deposit under consideration and to the activity which he is 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 Reserves. Mr Gunther consents to the inclusion in the report of the matters based on information provided in the form and context in which it appears.

Qualifying Statement

This announcement contains statements that use speculative words such as "potential", "encouraging", "prospective", "projected" and "target zones". Such statements are based on the current expectations and certain assumptions of Bligh Resources management & consultants, and are, therefore, subject to certain risks and uncertainties. While Bligh is confident of their interpretations there is no guarantee that high-grade gold mineralisation results will be returned.