

ASX ANNOUNCEMENT / MEDIA RELEASE**ASX: PRX**

29 October 2018

Capstan and Suplejack RC Programs**HIGHLIGHTS**

- A 26 hole, 4,200m RC drilling program completed at Capstan
- The first systematic, bedrock drill test below multi-kilometre gold anomalies
- A five hole, 775m RC drilling program commenced for the Suplejack Project
- Targeting southern extensions to the high grade Seuss structure

Prodigy Gold NL ('Prodigy Gold') is pleased to advise the commencement of RC drilling at the Company's 100% owned Capstan and Suplejack Projects.

Prodigy Gold Managing Director Matt Briggs said: *"The completion of the RC drilling at Capstan represents a key milestone in the development of this Project. Drilling targeted below our best aircore anomalies and the Company is excited to test for bedrock mineralisation. We have the same geological features as the nearby Callie Deposit and large scale gold anomalism.*

The drilling at Suplejack meets with the Company's goal of resource growth with the aim of developing a stand-alone project. The RC drill rig has mobilised to Suplejack immediately following the completion of the Capstan program."

Capstan

At Capstan, the 26 hole (4,300m) RC drill program is designed to test several multi-kilometre scale gold anomalies in three target areas within the Capstan Prospect (Figure 1). Significant multi-kilometre long gold trends were defined by aircore drilling over the last 6 months (ASX announcements 12 June 2018, 2 August 2018 and 15 October 2018) including intersections of greater than 1g/t Au:

- 3m @ 1.8g/t Au from 69m (BL0480)
- 9m @ 1.4g/t Au from 36m (BL0412), including 3m @ 2.8g/t Au
- 9m @ 1.2g/t Au from 54m (BL0316)
- 1m @ 4.0g/t Au from 89m - EOH (BL0440)

Capstan North is the focus of the RC program. At this target area gold anomalism is coincident with an anticlinal fold hinge in the Dead Bullock Formation. This is where the highest gold grades were intersected in aircore drilling and also where the best continuity of gold anomalism occurs. The prospect is geologically similar to the 14Moz Callie Gold Deposit, the target deposit style. The RC holes have extensively drilled below the most prospective structural positions within the favourable rocks.

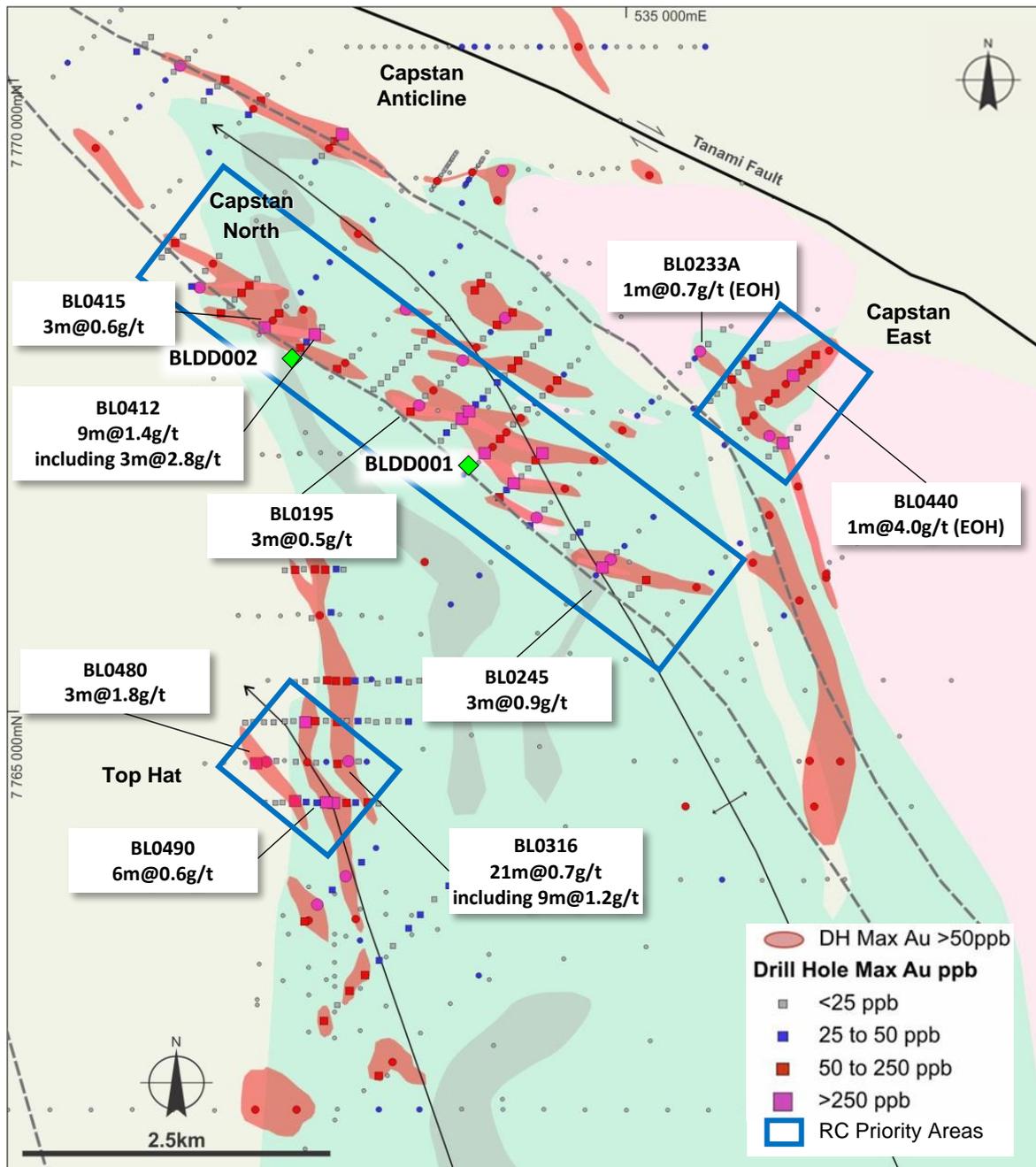


Figure 1. Capstan Prospect showing anomalous gold trends (red), results from the 2018 infill aircore drilling and RC drilling areas.

Suplejack

A total of five RC holes for 775m are planned to extend the Suplejack resource by testing targets along the NNW trending high grade Seuss structure between the WNW trending Hyperion-Tethys and Hyperion South mineralised shear zones. Previous drilling in the Seuss structure has delivered significant high grade results (ASX announcements 7 December 2016, 23 June 2017 and 19 December 2017) where the structure intersects a N to NNE trending mafic sediment known as the Seuss mafic sediment, including:

- 13m @ 7.3g/t gold including 7m @ 12.7g/t (SSRC100047)
- 2.5m @ 11.7g/t Au and 4m @ 26.6g/t Au (SSRC100044)
- 5m @ 60.9g/t Au (SSRC100008)
- 6m @ 19.4g/t Au (SSRC100007)
- 3m @ 19.9g/t Au (SSRC1000019)
- 13m @ 5.6g/t Au (TYRD100003)

Holes are designed to target where the prospective Seuss mafic sediment unit intersects:

- parallel structures to the Hyperion-Tethys shear zone adjacent to the current resource (2 holes)
- the Suplejack Fault at the Mt Charles Formation/Killi Killi Formation contact (2 holes)
- the Suplejack Fault/Hyperion South shear (1 hole)

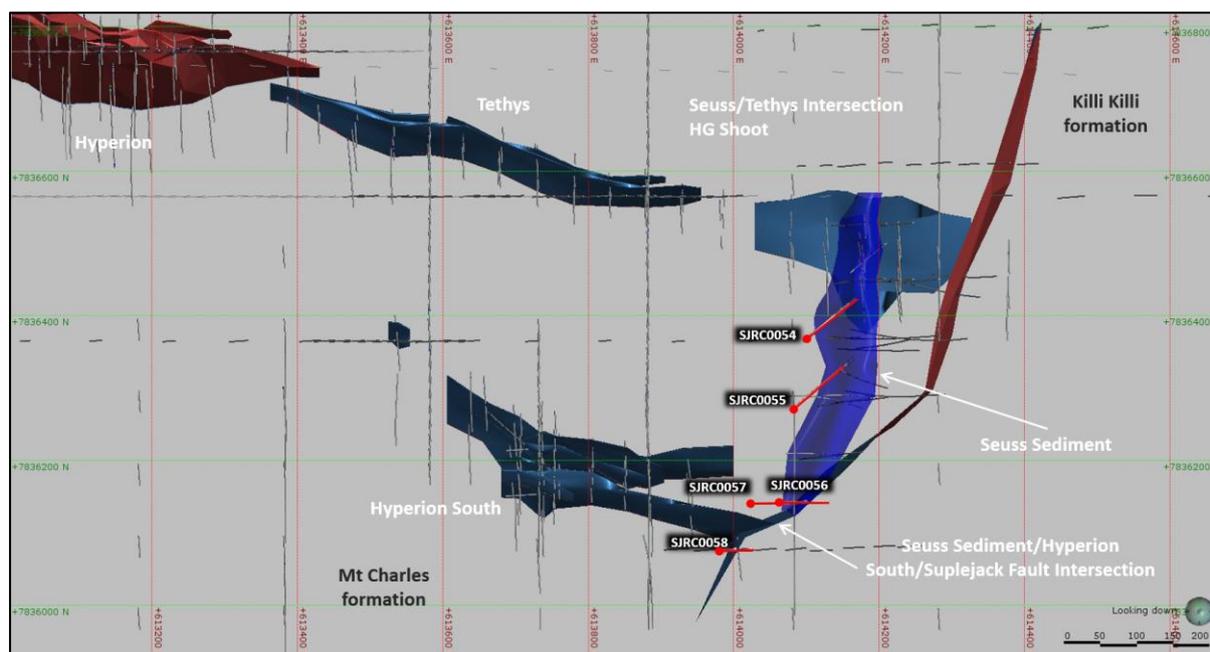


Figure 2. 2018 Suplejack Resource Model with planned drill collars at Seuss. Two holes will test the Seuss mafic sediment adjacent to the current resource. Three holes are testing the intersection of the mafic sediment with the Suplejack fault. (Tilted 3D image)

Background

Capstan is a 22km x 8km sub-area of the Bluebush Project, falling within the Trans-Tanami Fault Zone and located 50km northwest of the world-class Callie Gold Mine. The interpreted folding and faulting complexity and geochemical anomalism of the Dead Bullock Formation (host rocks of Callie) highlight the prospectivity of the area. Numerous structures have been interpreted at Capstan with associated soil and shallow drilling anomalism. Approximately 95% of Capstan is undercover and surface sampling has only been effective in very limited areas in the north and south of the prospect.

Drilling in the second half of 2017 at Capstan defined bedrock gold anomalism over an area 8km long. Further aircore drilling to a 640 x 160m, with infill to 320 X 80m spacing delineated seven multi-kilometre gold trends. The largest gold trend, at Capstan Anticline, extends for over 4.5km with the highest grades and widest part of the anomaly coincident with massive siltstones in the core of the anticline. These siltstones are interpreted to correlate with the Lower Dead Bullock Formation and are mapped out by the litho-geochemical interpretation as a distinct group. The Lower Dead Bullock Formation is the rock sequence that hosts the Callie Gold Deposit.

The Suplejack Project is located 19km to the north of the 1.6Moz Groundrush pit and 58km to the northeast of the Central Tanami Processing Plant site. The Hyperion-Tethys Prospect is situated within the emerging camp-scale Suplejack Project on exploration licence EL9250. The area has historically received sporadic shallow drilling. Drilling often ended in the depleted oxide zone testing the area ineffectively. As part of its focused exploration strategy, Prodigy Gold is growing resources at Suplejack and progressing the discovery of new standalone projects. The Company recently announced an updated, total Mineral Resource Estimate for the Suplejack Project of 4.9Mt @ 1.95g/t Au containing 309.5koz (ASX announcement 31 July 2018).

Signed



Matt Briggs
Managing Director

About Prodigy Gold

Prodigy Gold has a unique greenfields and brownfields exploration portfolio in the proven multi-million ounce Tanami Gold district. An aggressive program for 2018 will continue to build on 2017 and 2018 successes by:

- drilling targets at the Bluebush Project, including the Capstan 8km long bedrock gold anomaly
- drilling of extensions to the shallow gold Resources at Suplejack
- systematic evaluation of high potential early stage targets
- joint ventures to expedite discovery on other targets

Competent Person's Statement

The information in this announcement relating to exploration targets and exploration results are based on information reviewed and checked by Mr Matt Briggs who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Briggs is a full time employee of Prodigy Gold NL and has sufficient experience which is relevant to the style of mineralisation 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 Exploration Results, Mineral Resources and Ore Reserves". Mr Briggs consents to the inclusion in the documents of the matters based on this information in the form and context in which it appears.

Prodigy Gold NL confirms that it is not aware of any new information or data that materially affects the information included in the market announcement and that all material assumptions and technical parameters underpinning the estimates included in referenced previous market announcements continue to apply and have not materially changed.



Figure 3. RC Drilling at the Capstan Prospect - October 2018