

Light of Asia Follow Up Drilling to Commence

HIGHLIGHTS

- **Cue Project**
 - Drill rig sourced for RC drilling at Light of Asia North following up intersection of 3m at 20.1g/t (from 64m), including 1m at 56.6g/t (open in all directions)
 - Drilling expected to commence in 2 weeks
 - Up to 10 holes for approximately 1000m of RC drilling
- **Four Mile Well Project**
 - Geochemical program planned to commence early July to infill broad spaced gold-in-soil anomalies
- **Yule Project**
 - Geophysical review reveals new targets for immediate follow up

Golden State Mining Limited (ASX: GSM, 'Golden State' or the 'Company') is pleased to announce that follow up drilling at the Light of Asia North Prospect will commence after statutory approvals were recently completed. Recent technical work has assisted in refining the upcoming drilling program to target areas of the highest economic potential. GSM will also commence an infill geochemical program at the Four Mile Well Project and begin follow up geophysical surveys to refine drill targets at the Yule Project.

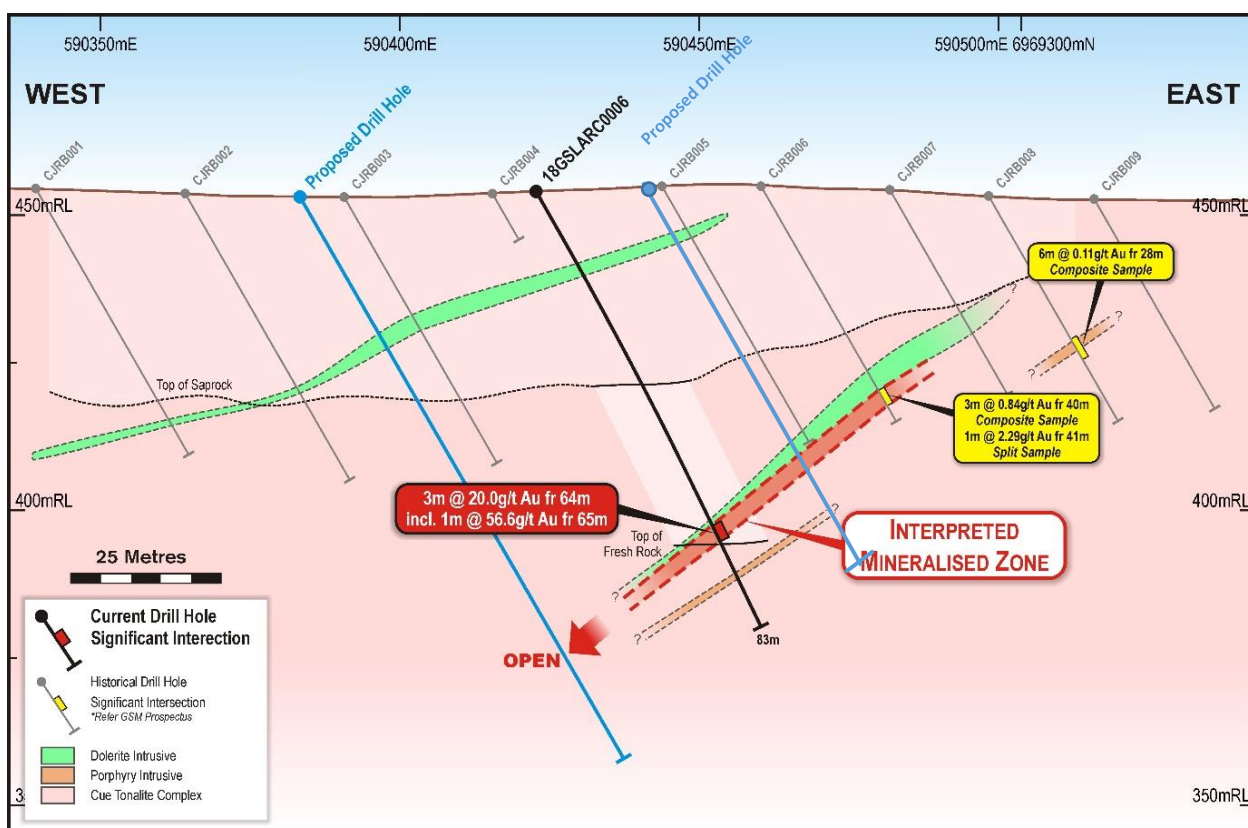


Figure 1: Cross Section of 18GSLARC0006 at Light of Asia North.

¹ Refer to GSM prospectus for details or previous activities

CUE PROJECT – 100% GSM

Light of Asia North

A locally available RC drill rig with no associated mobilisation costs has been sourced for follow up drilling at the Light of Asia North Prospect to target the exciting high-grade intercept in 18GSLARC0006 (3m @ 20 g/t including 1m @ 56 g/t Au -refer to ASX announcement dated 25 January 2019). The follow up drilling will target along strike and dip directions of this intercept (Figure 1) in addition to predicted down-plunge positions of a high-grade shoot. GSM anticipates the program will start in two weeks depending on rig availability with results expected mid-July.

FOUR MILE WELL PROJECT – 100% GSM

GSM will commence a geochemical program at the Four Mile Well Project to infill and follow up a number of gold-in-soil anomalies defined by previous explorers¹. The main program will infill a previous broad spaced (800m by 50m) survey, using a similar technique which identified a coherent low order gold anomaly of >2.5 ppb gold and a peak value of 8.5 ppb. Additional sampling will target several isolated gold anomalies ranging from 5 ppb to a peak value of 26 ppb. GSM is targeting similar gold mineralisation to that found at the Lancefield Mine (Prod.1.3M Oz) approximately 10 kilometres to the south. The planned surveys are dependent on dry weather, but GSM anticipates these surveys will start mid-June with results expected early July.

YULE PROJECT – 100% GSM

A geophysical review of all historical and open-file data over the entire Yule Project tenements is ongoing but preliminary results have highlighted several electro-magnetic (EM) anomalies identified by surface EM surveys acquired by a previous explorer. These anomalies remain untested and are located along the Sholl Shear zone in the south-western part of the Yule North tenement. These anomalies may represent the responses of bedrock sulphide accumulations potentially associated with copper and/or gold mineralisation. These anomalies could deliver walk-up drill targets after verification with modern ground EM techniques and will be incorporated, once finalised into the current drill planning. A full report detailing these targets is expected by mid-June.

A ground-based electromagnetic survey has been recommended to follow up the nickel and cobalt sulphide content identified by petrographic analysis and vanadiferous magnetite potential at the Balla-Yule prospect (refer to ASX announcement dated 21 May 2019). Similar surveys are recommended for structural zones of interest along the Sholl Shear zone. These surveys are expected to commence in July with results expected early Q3 this year.

Several aeromagnetic targets within the Yule South tenements have been reviewed and prioritised. Aircore interface sampling is currently being planned and is expected to commence based on statutory government approvals towards the end of Q3 with results expected early Q4.

Golden State's Managing Director, Michael Moore commented:

"We are very keen to test further extension to our outstanding result (3m at 20.1g/t Au) at Light of Asia North within weeks and to develop our first priority drill targets at Yule. Shareholders can look forward to months of news flow between now and October".

For further information please contact:

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About Golden State Mining

GSM is a Western Australian minerals exploration company listed on the Australian Securities Exchange (ASX:'GSM'). The company's prime focus is the exploration and development of three highly prospective Western Australian gold project areas.

CUDDINGWARRA & CUE GOLD PROJECTS

The company's cornerstone project is located adjacent to the historical town of Cue in the Murchison district.

- Approximately 645km by road northeast of Perth
- 175km² of tenements including Cuddingwarra and Big Bell South
- Targeting large gold systems
- Proven Gold Region - produced over 7Moz of gold the past 126 years
- Day Dawn/Great Fingall mine (1.7Moz production) ~5km along trend
- Historic mines operated until around the 1920's exploiting high grade +15g/t gold shoots



YULE PROJECT

- The Yule Project is prospective for gold, base metals and lithium
- Located between 35km and 65km southwest of Port Hedland in the Northern Pilbara region of Western Australia
- Three granted exploration licences for a total of 434km² capture a significant portion of the Pilbara
- Archaean layered mafic-ultramafic intrusion Ni, Cu, Co, PGE, V & Ti targets at Yule North
- Balla Yule magnetic target trend near Sholl Shear Zone largely untested
- Targets identified from airborne geophysics at Yule South

FOUR MILE WELL PROJECT

- The Four Mile Well Project is located 9km to the north of the Laverton townsite in the Eastern Goldfields and consists of a single 38 block exploration licence (approximately 107 km²)
- The region is well endowed with a number of major gold and nickel deposits within close proximity to the Four Mile Well Project area
- Significant nickel sulphide deposits (Windarra and Mt Windarra) are located to the west of the project area and the 1.3Moz Lancefield gold deposit is located less than 1km to the south

FORWARD LOOKING STATEMENTS

As a result of a variety of risks, uncertainties and other factors, actual events, trends and results may differ materially from any forward looking and other statements mentioned or implied herein not purporting to be of historical fact. In certain cases, forward-looking information may be identified by (without limitation) such terms as "anticipates", "believes", "should", "could", "estimates", "target", "likely", "plan", "expects", "may", "intend", "shall", "will", or "would". Any statements concerning mining reserves, resources and exploration results may also be forward looking in that they involve estimates based on assumptions. Forward looking statements are based on management's beliefs, opinions and estimates as of the respective dates they are made. The Company does not assume any obligation to update forward looking statements even where beliefs, opinions and estimates change or should do so given changed circumstances and developments.

COMPETENT PERSONS STATEMENT

The information in this report that relates to Exploration results, Mineral Resources or Ore Reserves is based on information compiled by Geoff Willetts who is a member of the Australasian Institute of Geoscientists (AIG). Geoff Willetts is the Exploration Manager and a fulltime employee of Golden State Mining Limited (GSM) and holds shares and options in the Company.

Geoff Willetts has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity currently 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". Geoff Willetts consents to the inclusion in this report of the matters based on his information in the form and context in which it appears. Information on previous explorers and historical results for the Cue Project, is summarised in the Independent Geologists Report of the Golden State Mining Limited Prospectus dated 22 August 2018.