

## Gold Road earns stake in Cygnus Gold's Lake Grace project

### ASX ANNOUNCEMENT:

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### CORPORATE DIRECTORY

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### Highlights

- Gold Road earns into 51% of Lake Grace Project
- Ground geophysical survey underway
- Drilling scheduled to commence next month

**Cygnus Gold (Cygnus or the Company) (ASX:CY5)** is pleased to report that Gold Road Projects, a 100% owned subsidiary of Gold Road Resources Ltd (Gold Road) has earned a 51% interest in the Lake Grace Project having spent an initial earn-in amount of \$700,000 (Initial Earn-In).

Gold Road has now elected to earn a further 24% interest (75% in total) by spending a further \$500,000 within 18 months.

The Lake Grace Project is one of the Company's prospective joint venture/earn-in projects with Gold Road, where Cygnus is managing exploration on tenements covering more than 6,000km<sup>2</sup> in the southwest of the Yilgarn Craton, Western Australia.

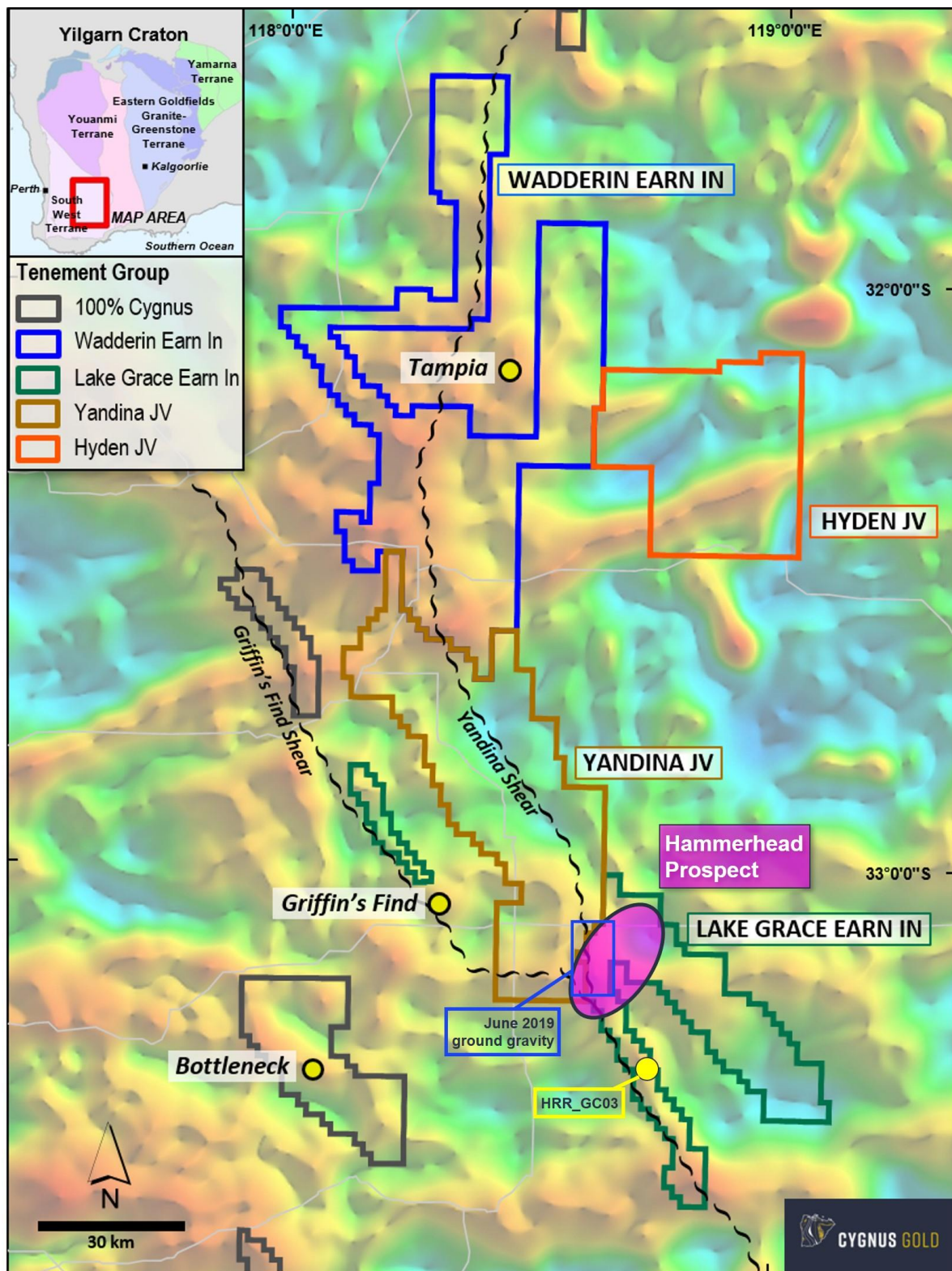
The Company is awaiting results from 12 aircore holes (462m) drilled at the Hammerhead Prospect at Lake Grace, where surface sampling defined a broad zone of gold anomalism associated with the regional Yandina Shear, an important geological structure controlling mineralisation in the region.

Results are also expected from two lines of 'stepout' AC holes 800m north and south of HRR\_GC03, where an aircore drilling traverse intersected a wide zone of gold and 'pathfinder' geochemical anomalism (Refer CY5 ASX Announcement on 17 April 2019)<sup>1</sup>.

A ground geophysical (gravity) survey is currently underway on the Lake Grace project to expand a detailed survey Cygnus completed in early 2018. This survey covering an area of ~75km<sup>2</sup> will be used by the Company to map out prospective greenstones for drill testing.

The Company is also finalising programs with Gold Road to undertake further aircore drilling at Lake Grace which is expected to commence early this month.

Cygnus Gold's Managing Director James Merrillees said, "Our exploration partnership with Gold Road, regarded as one of Australia's most successful gold finders over the past decade, has allowed us to explore our large prospective tenement holding more cost efficiently. The Lake Grace Project has generated a number of exciting gold prospects with results from the latest drilling anticipated in the next few weeks with drilling continuing into the next quarter."



**Figure 1:** Cygnus Gold | Gold Road Projects' Earn-in and JV Projects, Wheatbelt, SW Western Australia. Background image is regional gravity (residual Bouguer).





**Figure 2:** Gravity surveying underway at Cygnus Gold's Lake Grace project.

### About Cygnus Gold

Cygnus is targeting the discovery of high-grade gold deposits within the Southwest Terrane, in the Wheatbelt region of Western Australia. The Southwest Terrane is a package of high metamorphic grade rocks forming part of the well mineralised Yilgarn Craton.

Cygnus Gold's tenements include both early stage exploration areas through to advanced drill-ready targets, where high-grade gold results were achieved in drilling by previous explorers. In addition to the wholly- owned Projects, Cygnus is managing two significant earn-in agreements with ASX-listed Gold Road Resources, whereby Gold Road is earning into Cygnus' Lake Grace and Wadderin Projects. The Company is also managing exploration on the Yandina Project, in joint venture with Gold Road.

Cygnus' team has considerable technical expertise in targeting and evaluating gold mineralised systems world-wide, using a regional-scale, mineral systems approach to identifying areas prospective for economic mineral deposits.

*Notes:*

*1: Refer ASX announcement on the said date for full details of these exploration results. Cygnus is not aware of any new information or data that materially affects the information included in the said announcement.*

For further information please visit [www.cygnusgold.com](http://www.cygnusgold.com) or contact:

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