

June Quarterly Report 2019

HIGHLIGHTS

Exploration Update

- New targets identified from Mobile MagnetoTellurics survey at Thomas Creek Copper-Cobalt prospect, Tasmania.
- New exploration licence applied for at Mt Monger gold project, WA.

Corporate Update

- Received the first payment from Mineral Resources Tasmania for EDGI Co-funded drilling program at Thomas Creek.
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- **Exploration Updates**

Mt Read Project, Tasmania - Accelerate Resources 100%

During the quarter, Accelerate Resources Limited (“Accelerate” or “the Company”) announced the discovery of a new conductive anomaly at the Thomas Creek Copper-Cobalt prospect. (see ASX announcement 8th April 2019)

The new exploration target is based on interpretation of airborne Mobile MagnetoTellurics (Mobile MT) survey data, which has highlighted a conductive anomaly in the northeastern part of the Thomas Creek copper-cobalt prospect. The Mobile MT survey also confirmed a conductive zone associated with the initial Thomas Creek IP Chargeability and geochemical target area, where earlier drilling by the Company (TCDD001-003) has intersected anomalous copper and cobalt mineralisation associated with semi-massive sulphide veins and broad zones of disseminated pyrite and chalcopyrite. (see Figure 1.)

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BOARD

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Yaxi Zhan
Andrew Haythorpe
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Brett Tucker

Non-Executive Director
Managing Director
Executive Director
Non-Executive Director
Company Secretary

Market Data

ASX Code: AX8

Shares on Issue: 47.6 M

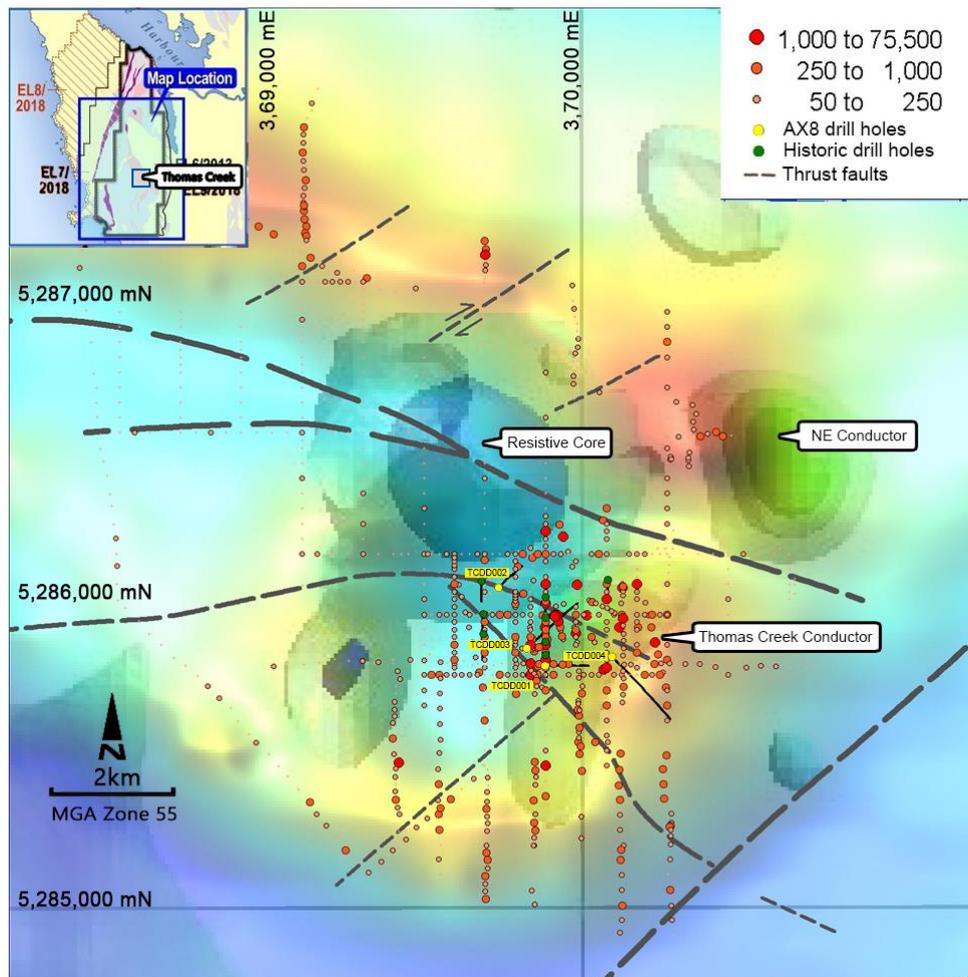


Figure 1. Thomas Creek conductivity targets on Aeromagnetic Imagery

The newly discovered conductive anomaly in the northeastern part of Thomas Creek, is located on the eastern flank of the Thomas Creek magnetic complex, north of a major northwest-southeast striking regional fault, which separates the target area from the previously identified Thomas Creek mineralisation. (see ASX announcement 8th April 2019 for further details of the Mobile MT survey and results)

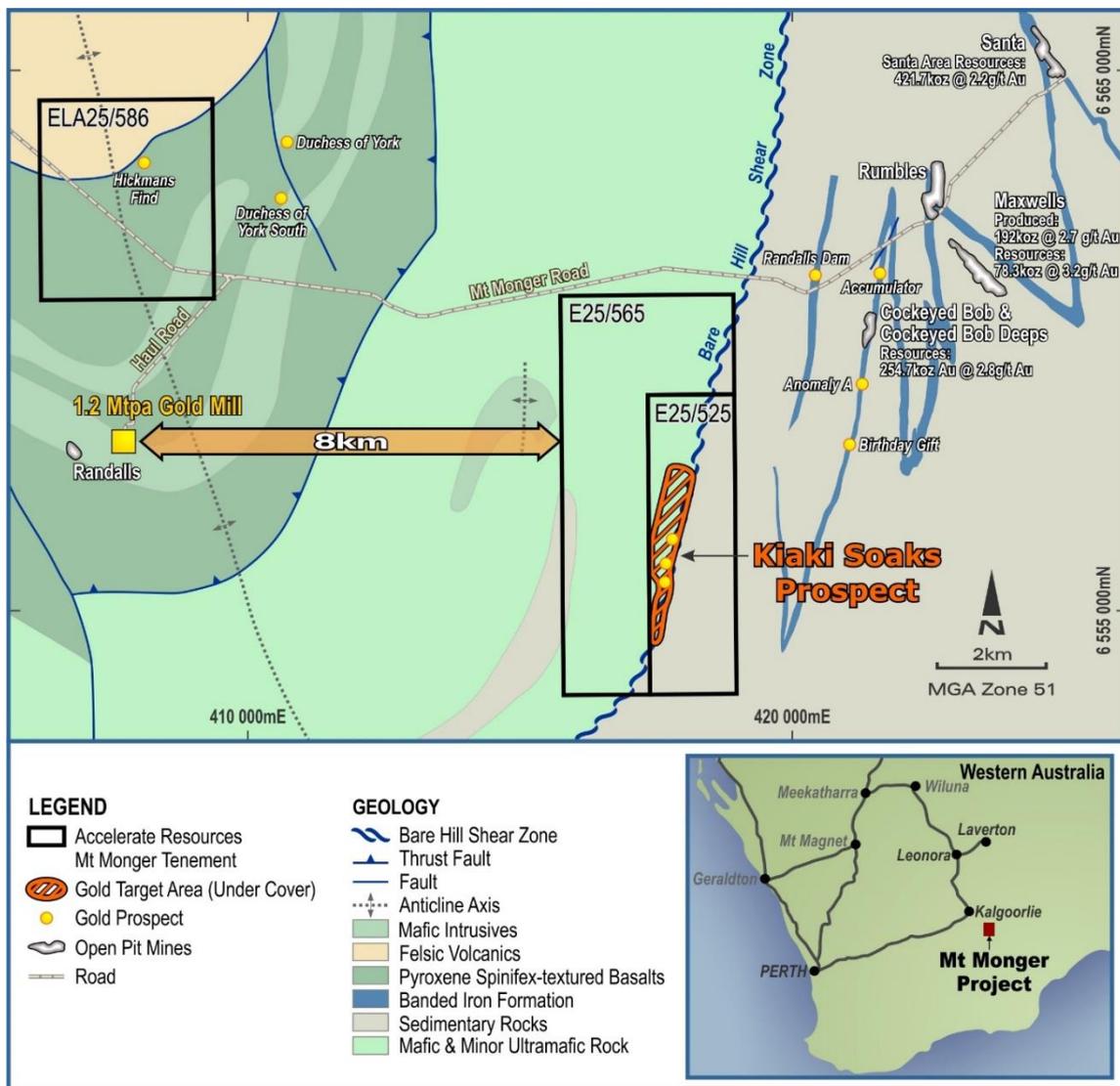
The Company is initiating discussions with various parties regarding potential funding or Joint Ventures to advance the project.

Mount Monger Project, WA - Accelerate Resources 100%

During the Quarter, the Company applied for a new exploration licence, E25/586, at the Mount Monger Project, 43 km east of Kambalda and approximately 70 km by road from Kalgoorlie. The new application, E25/586, covers 11.8km² and is located 3km north of the Randalls gold mill operated by Silver Lake Resources Ltd. (see Figure 2.)

The new licence application covers the southern closure of the north-northwest striking, Bulong Anticline and includes the Hickman's Find gold prospect, which is located on the thrust faulted and folded contact between felsic rocks in the north and the predominantly komatiite basalt sequence to the south. The Hickman's Find prospect was discovered by GSWA mapping during 1986, with initial drilling by Western Mining Corporation during the mid-late 1980's (25 holes for 1,607m) identifying shallow, narrow, low grade gold mineralisation associated with ferruginous chert.

Exploration drilling by earlier workers, within E25/525, has outlined a 2.5km long mineralised gold trend, the Kiaki Soaks prospect, along the Bare Hill Shear Zone. The mineralised zone is open to the north and lies along the sheared contact between Archaean basalts in the west and sediments to the east. (see Figure 2.)



Bulgera Project, WA - Accelerate Resources 100%

The Bulgera Gold Project is situated at the northern end of the multi-million ounce producing Plutonic Well greenstone belt of Western Australia and comprises two granted exploration licences E52/3276 and E52/3316.

Subsequent to June 2019 and as announced to the ASX on 9th of July 2019, the Company completed its sale of 100% of title and rights of the Bulgera Project to Norwest Minerals Limited, for a cash consideration of \$220,000 (inclusive of GST).

The successful sale of the Bulgera Project has boosted the Company's cash position in the September 2019 quarter.

• **Corporate Update**

EDGI Co-funded drilling program, Mt Read Project, Tasmania

As previously announced on 31st of October 2018, Accelerate, was a successful applicant for co-funded drilling at the Thomas Creek prospect, under the Exploration Drilling Grant Initiative (EDGI) program for 2018/2019. The EDGI program is a drilling co-funding program rolled out for the first time by Mineral Resources Tasmania (a Division of the Department of State Growth), which is preferentially funding high quality, technically and economically sound "green fields" projects that promote innovative exploration or new exploration concepts and technology.

The EDGI co-funding agreement covers 50% of the direct drilling costs, up to a total of \$50,000 and \$20,000 for helicopter support, for drilling TCDD004 at Thomas Creek. During the June quarter the Company lodged the interim drilling report for TCDD004 and received the first \$25,000 installment of the co-funded drilling grant from Mineral Resources Tasmania.

Cost reduction and restructure

In light of the current status of the Company as a mineral explorer seeking new opportunities, all its board members had voluntarily taken a 30% remuneration reduction. As a result of the reduction, Mr Andrew Haythorpe became a Non-Executive director.

During the quarter Accelerates' Board continued to review acquisition opportunities in the resource sector to complement the Company's existing projects and activities. The Company will keep the market updated should any of these discussions result in an agreement being reached.

—ENDS—

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Competent Person Statement:

Information in this release that relates to Exploration Results is based on information compiled by Mr Andrew Rust, who is the Exploration Manager for Accelerate Resources Limited and who is a Member of the Australian Institute of Mining and Metallurgy (AusIMM). Mr Rust has sufficient experience which 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 Rust consents to the inclusion in this release of the matters based on his information in the form and context in which it appears.

Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, costs, dividends, production levels or rates, prices, resources, reserves or potential growth of Accelerate Resources Limited, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factors.

Appendix

In accordance with Listing Rule 5.3.3. Accelerate provides the following information in relation to its mining tenements.

1. The mining tenements held at the end of the quarter and their location

Project	Tenement Number	Status	Location	Beneficial Percentage Interest
Mt Read	EL 6/2013	Granted	Tasmania	100%
Mt Read	EL 7/2018	Granted	Tasmania	100%
Mt Read	EL 8/2018	Granted	Tasmania	100%
Mt Read	EL 9/2019	Granted	Tasmania	100%
Bulgera	E52/3276	Granted	Western Australia	100% ⁽¹⁾
Bulgera	E52/3316	Granted	Western Australia	100% ⁽¹⁾
Mount Monger	E25/525	Granted	Western Australia	100%
Mount Monger	E25/565	Granted	Western Australia	100%
Mount Monger	E25/586	Application	Western Australia	100%
Comet	E20/908	Granted	Western Australia	100%
Comet	E20/939	Application	Western Australia	100%
Sandstone	E57/1118	Application	Western Australia	100%

⁽¹⁾ Bulgera project sold to Norwest Minerals Ltd, subsequent to the end of the June Quarter 2019

2. Mining tenements acquired during the quarter and their location:

Project	Tenement Number	Status	Location	Comment
Mount Monger	E25/586	Application	Western Australia	100%

3. Mining tenements disposed of during the quarter and their location:

Project	Tenement Number	Status	Location	Comment
Pilbara	E46/1192	Granted	Western Australia	0%