

ASX ANNOUNCEMENT

APPOINTMENT OF NEW CHAIRMAN

- **Dr Alistair Cowden appointed as Non-Executive Chairman**
- **Chairman Barry Bolitho retires from the Echo Board**
- **Non-Executive Director Robin Dean resigns which reduces the Echo Board to five Directors**

Echo Resources Limited (ASX:EAR) ('Echo' or 'the Company') is pleased to announce it has appointed Dr Alistair Cowden as Non-Executive Chairman of the Company effective 1 August 2019. Dr Cowden will replace Mr Barry Bolitho who has resigned and indicated his intention to retire from listed company boards.

Dr Cowden has spent 38 years as a mining executive, director and geologist in the mining industry in Australia, Africa, Asia and Europe. Dr Cowden holds an Honours degree in Geology (Edinburgh University), a PhD in Geology (University of London), and is a member of the Australasian Institute of Mining and Metallurgy, The Australian Institute of Geoscientists and the Australian Institute of Company Directors.

He is currently a Director of TSX-listed Copper Mountain Mining Corporation, a major copper-gold producer in Canada, following its \$250 million merger with ASX-listed Altona Mining in 2018 where Dr Cowden was Managing Director. He is also Chairman of ASX listed lithium developer Mali Lithium Limited.

Dr Cowden has been part of major corporate transactions and the discovery, financing, development and operation of many mines including the Kanowna Belle and Sunrise Dam gold mines in Western Australia, the Hartley Platinum mine in Zimbabwe, the Kylylahti copper-gold mine in Finland, the Nimbus silver mine in Western Australia and the Eva Copper Project in Queensland.

Managing Director and CEO Mr Rajasooriar said: *"On behalf of the Echo Board and all our employees, I would like to thank Barry for his leadership in steering the Company since May 2016. Through his invaluable industry experience, energy and enthusiasm, Barry has played a key role in positioning the business where it is today and leaves the Company with excellent prospects for 2019 and beyond. We wish him all the very best in the future."*

ASX ANNOUNCEMENT

1 August 2019

ASX CODE

EAR

KEY ASSETS

- Julius
- Orelia
- Bronzewing Hub

DIRECTORS

Victor Rajasooriar
Managing Director and CEO

Alistair Cowden
Non-Executive Chairman

Mark Hanlon
Non-Executive Director

Anthony McIntosh
Non-Executive Director

Alan Thom
Non-Executive Director

Kate Stoney
Company Secretary

REGISTERED OFFICE

Level 1, 7 Rheola Street
West Perth WA 6005

T +61 (8) 9389 8726
F +61 (8) 9467 2896

“At the same time, I am delighted to welcome Alistair to Echo on behalf of the Board. With more than 38 years’ experience in the mining sector, he brings a wealth of geological, technical and corporate knowledge to the Company. I look forward to working closely with Alistair as we progress our current resource extension and new discovery drilling program at the Yandal Gold Project to leverage our existing infrastructure and large, prospective land holding within the Yandal greenstone belt.”

Mr Dean has also tendered his resignation from the Echo Board, effective 31 July 2019. He joined the Echo Board in early 2017 following Echo’s merger with Metaliko Resources Limited where he had served on the Board since 2012.

Mr Rajasooriar added: *“Robin has made an important contribution to the Echo Board since he joined two and a half years ago and he will be missed on both a professional and personal level. He leaves with our very best wishes for his future endeavours.”*

Following the changes, the Echo Board will comprise five members including four Non-Executive Directors (Alistair Cowden, Mark Hanlon, Anthony McIntosh and Alan Thom) and Managing Director, Victor Rajasooriar.

For further information:

Victor Rajasooriar

Managing Director & CEO

Echo Resources Ltd

Media inquiries

Michael Vaughan

0422 602 720

ABOUT ECHO

The Yandal Strategy

Echo Resources is an exploration and development Company focused on the Yandal Gold Project, which comprises over 1,600km² of contiguous and highly prospective tenements in the world class yet underexplored Yandal greenstone gold belt in Western Australia.

The Yandal greenstone belt is one of Australia's most prolific gold producing belts, hosting projects such as Jundee (Northern Star Resources), Wiluna (Blackham), Darlot (Goldfields) and Agnew (Goldfields).

The Project has existing Mineral Resources of 1.8 Million ounces and Ore Reserves of 819,000 ounces which Echo is confident it will continue to substantially expand through the application of modern exploration techniques. The application of a sophisticated multi-disciplined exploration approach, combined with modern tools and techniques which have not been used in the area, provides a significant opportunity for Echo to define new world class gold discoveries.

The Yandal Gold Project includes expansive infrastructure at the Bronzewing Processing Hub, centred around a 2.0 million tonnes per annum conventional CIL gold treatment plant. Other infrastructure includes an existing tailings storage capacity for 17.5 Mt, airstrip, roads, electricity reticulation, site administration and workshop buildings, accommodation village for 240 people, borefields and communications infrastructure. These strategic and high value assets are currently on care-and-maintenance.

The Company released an Updated Bankable Feasibility Study in April 2019 demonstrating that under conservative mining, processing and discount rate assumptions the Yandal Gold Project will generate strong cashflows and robust returns on capital with competitive operating costs and minimal pre-production capital. The Project generates an undiscounted pre-tax, free cashflow of \$225 million over an initial 4-year mine life at a A\$1,800/oz gold price. Average annual gold production is 95,000oz and life of mine all-in sustaining costs (AISC) are estimated at A\$1,095/oz. The pre-production capital estimate is \$42M (including a contingency of \$3m) during the 6-month development period until the first gold pour. Capital pay back is less than 12 months from first gold production. All major permits required to commence development and mining have been received. (Refer announcement dated 23 April 2019 entitled "Yandal Gold Project BFS & Growth Strategy")

Echo's short-term vision is to build a mineral inventory that supports a robust and highly economic transition into production via the Bronzewing processing facility.