



ANGLO AUSTRALIAN RESOURCES NL

ACN 009 159 077

ASX/ NEWS RELEASE

5 August 2019

\$1.4 MILLION CAPITAL RAISING

Anglo Australian Resources NL (ASX:AAR) ("Anglo Australian" or the "Company") is pleased to announce the receipt of commitments in respect of the issue and allotment of approximately 21 million new shares at \$0.065 each to current and new sophisticated investors, to raise approximately \$1.4 million before expenses.

The placement will be undertaken under the Company's capacity pursuant to ASX Listing Rule 7.1.

As set out in the Company's 31 July announcement, assay results from diamond drilling at the Company's Mandilla Gold Project are very encouraging, with significant bedrock gold mineralisation intercepted.

At the Mandilla East Prospect where an Inferred bedrock Resource of 38,000 contained ounces (ASX: 13/06/13) has previously been outlined, diamond drilling has now indicated the potential for a steeply-dipping gold mineralised envelope, with an apparent width on section of approximately 70 metres.

Significant bedrock gold has also been intersected at the Mandilla South Prospect beneath a supergene gold zone of some 300 metres in strike length with values exceeding 5 g/t.

Much of the funds raised will be applied to ramping up the exploration effort at Mandilla.

This will include in the short term:

- Sampling and assaying of core from sections of the diamond holes not previously tested to provide a fuller picture of the extent of gold mineralisation
- A follow-up reverse circulation drilling comprising some 5,000 metres in 30 holes to commence as soon as possible
- Geological work focussed on developing an understanding of the controls on the extensional vein array at Mandilla East, and investigating the new alteration style gold mineralisation at Mandilla South

Funds from the raise will also be applied to undertaking work at Anglo Australian's Feysville Project where, at the Think Big Prospect, the Company recently announced the delineation of a maiden Indicated and Inferred Mineral Resource Estimate of 116,000 ounces of gold

The work will include:

- Further infilling drilling of the Resource
- Ongoing work on a feasibility study to assess mining and processing options

Further RC drilling is also planned for the Hyperno Prospect.

John Jones, Executive Chairman of Anglo Australian, said today:

"We are delighted to have completed this capital raising. I very much appreciate the support of all those who participated."

"In Feysville and Mandilla, we now have two very exciting gold prospects."

"With funds at our disposal, we can assure shareholders there is going to be much activity to look forward to."

"Like you, we shall eagerly await the results of these efforts."



For further information:

John L C Jones AM – Chairman

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Compliance Statement

The information in this report that relates to Exploration Targets and Exploration Results is based on information compiled by David Otterman, who is an independent consultant from DW Otterman Exploration Consultant.

Mr Otterman is a Fellow of The Australasian Institute of Mining and Metallurgy (CP) and a Member of the Australian Institute of Geoscientists (RP Geo).

Mr Otterman has sufficient experience that 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 Otterman consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Mr Otterman has disclosed to the reporting company the full nature of the relationship between himself and the company, including any issue that could be perceived by investors as a conflict of interest. He verifies that the Report is based on and fairly and accurately reflects in the form and context in which it appears, the information in supporting documentation relating to Exploration Targets and Exploration Results.

The information in this report that relates to Mineral Resources for the Feysville Gold Project was first reported in accordance with JORC 2012 on 8 Apr 2019 & is based on information compiled by Mr Richard Maddocks, a Competent Person who is a Fellow of The Australasian Institute of Mining and Metallurgy. The company confirms that all material assumptions and technical parameters underpinning the Resource estimate continue to apply and have not materially changed.

Mr Maddocks has sufficient experience that 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 Maddocks consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Mr Maddocks is an independent consultant to Anglo Australian Resources.

Previously Reported Results

There is information in this announcement relating to exploration results which were previously announced on 31 July 2019. Other than as disclosed in those announcements, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement.

ANNEXURE 1 - MINERAL RESOURCE INFORMATION

The Mineral Resource Estimate, separately identifying Indicated and Inferred Resources for cut-off grades of 0.5, 0.8 and 1.0 g/t Au, is set out in Table 1.

Category	Cut-off Grade	Tonnage	Grade	Ounces Au
Indicated	0.5 g/t Au cut-off	2,285,000	1.3	95,900
	0.8 g/t Au cut-off	1,541,000	1.6	80,700
	1.0g/t Au cut-off	1,214,000	1.8	71,400
Inferred	0.5 g/t Au cut-off	572,000	1.1	20,200
	0.8 g/t Au cut-off	416,000	1.3	17,000
	1.0g/t Au cut-off	299,000	1.4	13,600
TOTAL	0.5 g/t Au cut-off	2,857,000	1.3	116,100
	0.8 g/t Au cut-off	1,957,000	1.6	97,700
	1.0g/t Au cut-off	1,513,000	1.7	85,000

Table 1: Think Big Global Mineral Resource Estimate.

The Mineral Resource Estimate for the supergene enriched gold mineralisation (which is included within the Global estimate in Table 1) is set out in Table 2.

Category	Cut-off Grade	Tonnage	Grade	Ounces Au
Indicated	0.5 g/t Au cut-off	279,000	2.2	20,100
	0.8 g/t Au cut-off	250,000	2.4	19,500
	1.0 g/t Au cut-off	209,000	2.7	13,300
	3.0 g/t Au cut-off	54,600	5.5	9,800

Table 2: Think Big Supergene Enriched Gold Mineral Resource Estimate (included in Global estimate in Table 1).