

11 February 2020

SANDFIRE FARM-IN TO CHEROONA JV, BRYAH BASIN

- **Sandfire Resources Ltd (ASX:SFR) has a right to earn a 70% interest in Cheroona Project tenements (E51/1391, E51/1837 and E51/1838) on making a discovery of a minimum 50,000 tonnes contained copper (or metal equivalent) and completion of a feasibility study**
- **Auris interest within Cheroona Project tenements currently 70%, due to existing joint venture with Northern Star Resources Limited (ASX:NST) whom hold remaining 30%**
- **Sandfire must spend a minimum \$1.2 million on exploration within first 12 months. Auris and NST interests are free-carried until earn-in is completed, at which time interests become 21% and 9% respectively**
- **Cheroona Project located immediately to the west along strike of Cashman JV, where Sandfire are currently aggressively exploring in the same stratigraphy that hosts the DeGrussa and Monty Cu-Au deposits**
- **Sandfire's extensive regional expertise and funding capacity continue to provide an accelerated pathway to potential discovery at the underexplored Cheroona Project**

Australian base metals explorer **Auris Minerals Limited** ("**Auris**" or "**the Company**") (**ASX: AUR**) is pleased to advise that it has entered into a third farm-in agreement ("**the Agreement**") with Sandfire Resources Ltd ("**Sandfire**" or "**SFR**") (**ASX: SFR**) to advance exploration at the Company's Cheroona Project, (formerly part of the Cashman Project), located in the Bryah Basin of Western Australia.

Under the terms of the Agreement, for Sandfire to earn 70% it must make a "Discovery", defined as a JORC 2012 compliant Mineral Resource of a minimum of 50,000t of contained copper (or metal equivalent), that has greater than 50% in the Indicated classification, ("**Discovery**") and thereafter complete a Feasibility Study on that Discovery.

Sandfire must incur a minimum exploration expenditure of \$1.2 million within the next 12 months on the Cheroona Project tenements (E51/1391, E51/1837 and E51/1838), in which Auris has a current interest of 70%, through an existing joint venture with Northern Star Resources Limited, whom hold the remaining 30%. Auris' and Northern Star's interests are free-carried up to completion of the earn-in, at which time a Joint Venture ("**JV**") will be formed and each party may contribute in proportion to its JV interest, SFR 70%, Auris 21% and NST 9%.

Once the JV is formed the Company has the following options:

- Contribute to Joint Venture expenditure in accordance with standard dilution provisions;
- Elect for SFR to fund the Company to commercial production in which case the Company's interest will reduce to 17.5% and the Company has the following choices:
 - i. The cost of carrying to commercial production will be treated as a loan, repaid out of 80% of Auris' operational cashflow and subject to an interest rate of Reserve Bank cash rate +2%;
 - or
 - ii. The cost of carrying Auris to commercial production will be treated as a loan, repaid out of 100% of Auris' operational cashflow and is interest free.
- Sell its interest to SFR based on an independent fair market valuation.

If SFR has not made a Discovery on the Tenements within three years of its DeGrussa Operations going into care and maintenance, then SFR's rights under the Agreement lapse.

In addition to the above, if SFR has not earned a 70% interest under the Agreement within 10 years of the date of the Agreement then its rights under the Agreement will lapse.

Management Commentary

Commenting on the agreement with Sandfire, Auris Chief Operating Officer, Mike Hendriks said:

"We are very pleased to build on the relationship with Sandfire with the introduction of the Cheroona JV. Sandfire bring significant technical expertise and funding power to the table, that provides Auris shareholders with an accelerated pathway to a potential discovery."

"The Cheroona Project tenements are located in what we believe is one of the more prospective Cu-Au regions in WA. Leveraging Sandfire's wealth of technical knowledge and resources to expedite exploration is a highly strategic move."

"Auris has an excellent working relationship with Sandfire through our existing Morck Well and Cashman joint ventures. The significant drilling programs completed and being planned within the joint venture areas reflects Sandfire's commitment to thoroughly testing the prospective stratigraphy. This latest agreement is reflective of both the quality of exploration work completed to date and the potential upside this work has demonstrated."

Cheroona Project Overview

The Cheroona Project is located 100km north of Meekatharra and 80kms southwest from Sandfire's DeGrussa and Monty Cu-Au mines, Western Australia. This farm-in agreement applies to tenements E51/1391, E51/1837 and E51/1838, which form the existing Cheroona JV with Northern Star Resources Limited, marked in red on Figure 1.

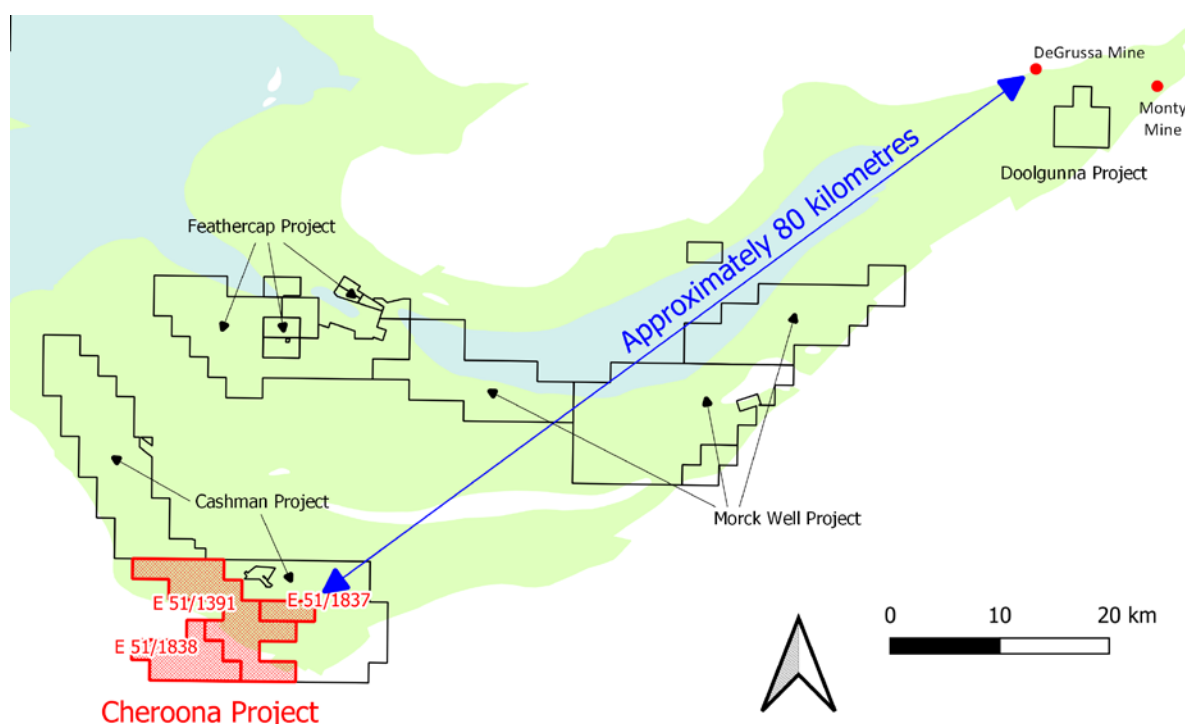


Figure 1. Cheroona Project Location –Tenements E51/1391, E51/1837 and E51/1838 70% Auris Minerals, 30% Northern Star Resources (ASX:NST)

The most prospective VHMS unit in the Bryah Basin – the Karalundi Formation (DeGrussa-host stratigraphy) – runs through the tenement group. Copper and gold deposits and prospects in close proximity from the tenement package include Cashman Cu-Au mine, Mikhaburra gold prospect and along strike, the Ruby Well gold prospect.

High grade Cu-Au mineralisation has been identified within the Cheroona Project tenements at the T10 prospect where rock chip sampling of a gossan outcrop containing visible malachite, has returned maximum results of **17.8% Cu, 8.84g/t Au, 17.5g/t Ag and 0.24% Pb** (Refer ASX Announcement 28 May 2014).

The Orient Cu gossan, located immediately to the east of the tenements and approximately 1.5km north of the T10 prospect, within the Cashman JV, consists of outcropping jasperoidal chert with visible malachite within the Karalundi Formation. Previous exploration returned rock chip results up to **12.8% Cu, 41.7g/t Au, 0.38% Zn, 0.35% Pb and 337ppm As** (Refer ASX Announcement 22 November 2017).

Cheroona Project Drilling Program

Sandfire commenced regional air core drilling within the Cashman JV during the December 2019 quarter. A total of 380 air core holes have been completed up to the end of December 2019, resulting in 1,850 air core holes proposed to be completed within the Cashman JV, (Refer ASX Announcement 28 January 2020).

With the introduction of the Cheroona JV, an additional 823 proposed regional air core holes have been added to the drill programme. This new drilling is designed to continue the evaluation of the Karalundi and Narracoota Formations (and associated contacts) within the Cheroona Project tenements for economic Cu-Au VHMS mineralisation, (Figure 2). It is expected that this drilling will be completed in conjunction with the current drilling in the Cashman JV.

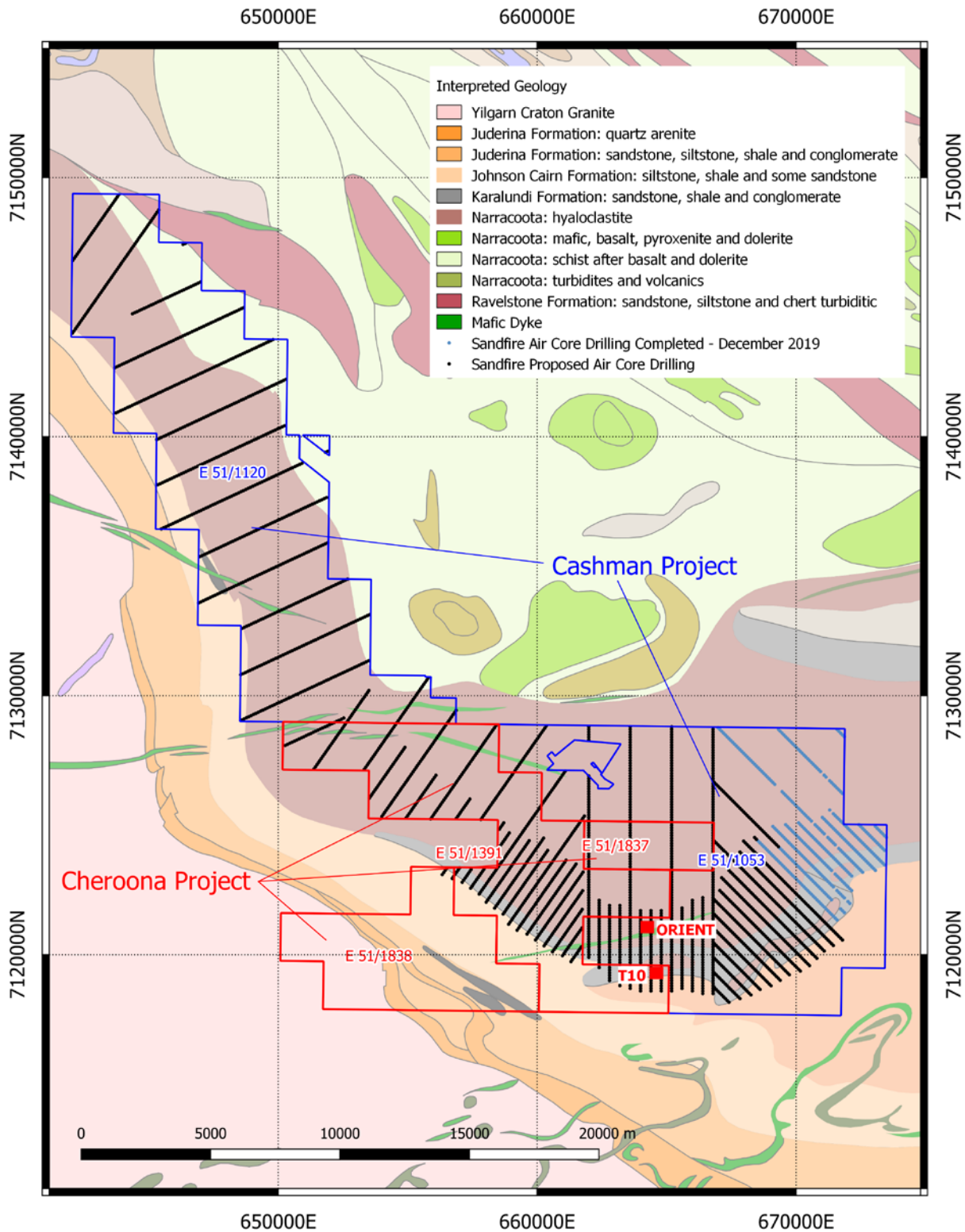


Figure 2. Cashman / Cheroona Project Regional Air Core Drilling Summary

For and on behalf of the Board.

Mike Hendriks
Chief Operating Officer
Ph: 08 6109 4333

ABOUT AURIS MINERALS LIMITED

Auris is exploring for base metals and gold in the Bryah Basin of Western Australia. Auris has consolidated a tenement portfolio of 1,520km², which is divided into eight well-defined project areas: Forrest, Cashman, Cheroona, Doolgunna, Morck Well, Feather Cap, Milgun and Horseshoe Well (Figure 3).

In February 2018, Auris entered a Farm-in Agreement with Sandfire in relation to the Morck Well East and Doolgunna Projects which covers ~430km² (the Morck Well JV). During September 2019, Auris entered into a Farm-in with Sandfire in relation to the Cashman Project tenements, E51/1053 and E51/1120, (the Cashman JV). In February 2020 Auris and Northern Star Resources Limited (NST) entered into a Farm-in with Sandfire in relation to the Cheroona Project tenements, E51/1391, E51/1837 and E51/1838, (the Cheroona JV). Sandfire has the right to earn a 70% interest in each of above projects upon completion of a Feasibility Study on a discovery of not less than 50,000t contained copper (or metal equivalent) on the project. Auris manages exploration on all other tenements, including those that are subject to arrangements with third parties.

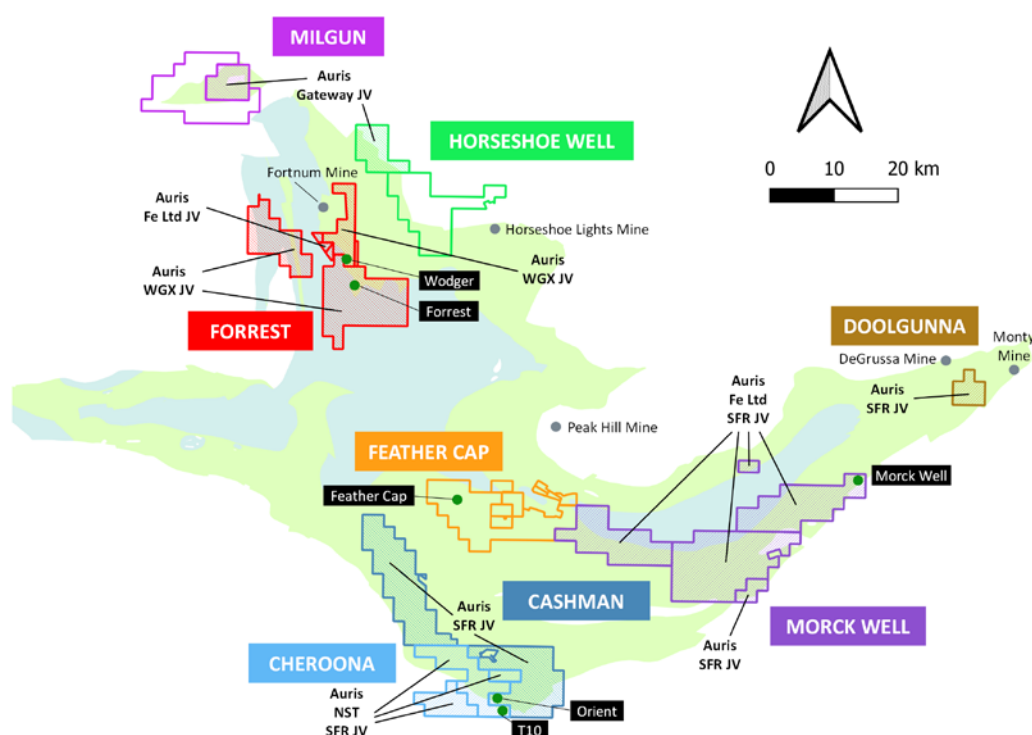


Figure 3: Auris' copper-gold exploration tenement portfolio, with Sandfire (SFR), Northern Star (NST), Westgold (WGX), Fe Ltd and Gateway JV areas indicated

Notes:

- The Forrest Project tenements E52/1659 and E52/1671 have the following outside interests:
 - Auris 80%; Westgold Resources Ltd 20% (ASX:WGX). Westgold Resources Ltd interest is free carried until a Decision to Mine
 - Westgold Resources Ltd own the gold rights over the Auris interest.
- The Forrest Project tenements P52/1494-1496 have the following outside interests:
 - Auris 80%; Fe Ltd 20% (ASX:FEL). Fe Ltd interest is free carried until a Decision to Mine
 - Westgold Resources Ltd own the gold rights over the Auris interest.
- The Cheroona Project tenements E51/1391, E51/1837-38 have the following outside interests:
 - Auris 70%; Northern Star Resources Ltd 30% (ASX:NST)
- The Horseshoe Well Project tenement E52/3291 has the following outside interests:
 - Auris 85%; Gateway Projects WA Pty Ltd (formerly OMNI Projects Pty Ltd) 15% (Gateway Projects free carried until a Decision to Mine)
- The Milgun Project tenement E52/3248 has the following outside interests:
 - Auris 85%; Gateway Projects WA Pty Ltd (formerly OMNI Projects Pty Ltd) 15% (Gateway Projects free carried until a Decision to Mine)

Competent Person's Statement

Information in this announcement that relates to exploration results is based on and fairly represents information and supporting documentation prepared and compiled by Mr Matthew Svensson, who is a Member of the Australian Institute of Geoscientists. Mr Svensson is Exploration Manager for Auris Minerals Limited. Mr Svensson has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he is undertaking to qualify as a Competent Person, as defined in the 2012 Edition of the Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves. Mr Svensson consents to the inclusion in the announcement of the matters based on this information in the form and context in which it appears.

No New Information

Except where explicitly stated, this announcement contains references to prior exploration results and Mineral Resource estimates, all of which have been cross-referenced to previous market announcements made by the Company. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and, in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the results and/or estimates in the relevant market announcement continue to apply and have not materially changed.

Forward Looking Statements

This announcement has been prepared by Auris Minerals Limited. This document contains background information about Auris Minerals Limited and its related entities current at the date of this announcement. This is in summary form and does not purport to be all inclusive or complete. Recipients should conduct their own investigations and perform their own analysis in order to satisfy themselves as to the accuracy and completeness of the information, statements and opinions contained in this announcement. This announcement is for information purposes only. Neither this document nor the information contained in it constitutes an offer, invitation, solicitation or recommendation in relation to the purchase or sale of shares in any jurisdiction.

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