

11 March 2020

TIM'S FIND GOLD PROJECT BLUE CAP MINING SERVICE AGREEMENT BINDING TERMS SHEET

Alt Resources Ltd (**Alt** or **Company**)(**ASX:ARS**) is pleased to advise that it has executed a Binding Term Sheet with Blue Cap Mining Pty Ltd for the commencement of mining operations at the Tim's Find Gold Project contained within the Company's Mount Ida and Bottle Creek Gold Project's located 90 kilometres northwest of Menzies, Western Australia.

MINING SERVICE AGREEMENT (MSA) BLUE CAP MINING PTY LTD

Alt Resources has executed a Binding Term Sheet with Blue Cap Mining Pty Ltd (**Blue Cap**) for the provision of Mining Services Agreement (**MSA**) at the Tim's Find project. Under the provisions contained in the MSA Term Sheet, Blue Cap will provide mining, transport, processing, drill and blast and associated mining services to the Company.

The Terms and Conditions are summarised as follows;

- Blue Cap to fund mining operation via a \$1.5 million Working Capital Facility (**WCF**) which will continue until ore sales allow full payment of all invoices;
- The WCF is to be fully repaid within 4 months from first drawdown, subject to a force majeure clause;
- Net Profit generated by Project will be shared as 34% to the Contractor and 65% to the Principal;
- Blue Cap retains the right to subscribe to 20 Million fully paid ordinary Shares in the Company being five hundred thousand (500,000) dollars at a deemed issue price of \$0.025 utilising the Company's Listing Rule 7.1 placement capacity with the Shares to have a voluntary escrow period of twelve (12) months from the date of issue. At the election of the Contractor, the issue of shares will be in lieu of cash payment against the MSA cost;
- The Contractor's right to subscribe for shares under this agreement expires one hundred and eighty (180) days from commencement of the MSA operations;
- The Contractor will engage and appoint the sub-contractors for ore haulage and processing treatment. Any appointment is subject to the approval of the Principal;
- The Security Deed for the Contractor to be granted a first ranking Security over the ore extracted from Tim's Find pit and the gold produced from the processing of the ore extracted from Tim's Find pit; and
- Establishment fee \$10,000 upon document execution.

The formal documentation is currently being prepared for execution by the Companies which is anticipated to be finalised in the near future.



TIMS FIND MINING TARGET FOR COMMENCEMENT OF MINING OPERATION

In July 2019 the Company released the Mt Ida Scoping Study, which assessed the Bottle Creek Gold Project's Emu, Southwark, Boags and VB resources, Quinn's Mining Project's Boudie Rat and Forrest Belle resources and the Tim's Find Prospect resources. The study resulted in various resources forming the basis of a potential robust low-cost open pit mining project, as released to the market in July 2019 Scoping Study¹. Subsequent work, and engagement with Blue Cap, has led to the recognition that Tim's Find provides the company with an opportunity for early cash flow without the initial capital requirement associated with the processing plant outlined in the Scoping Study.

In February 2020 the Company upgraded the Resource Estimate which included an increase in resource at Tim's Find, which now stands at a **JORC 2012 Measured and Indicated Resource of 535,000t @ 2.13g/t Au for 36,700oz Au²** and is held on the granted mining lease M29/421, which is owned 100% by MGK Resources Pty Ltd, a wholly owned subsidiary of the Company. The Tim's Find Resource Estimate can be seen in Table 2.

REPORTED MINERAL RESOURCES AND MINING TARGETS

The information in this report related to Mineral Resources is extracted from the report entitled "**MT IDA AND BOTTLE CREEK RESOURCE UPGRADE ADDS 113,000oz Au BRINGS TOTAL RESOURCE TO 519,000 OUNCES Au AND 3.8M OUNCES Ag**" dated 10 February 2020 and is available for view on the Company's website (www.altresources.com.au). 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 and that all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

The information in this report related to Mining Targets is extracted from the report entitled "**MT IDA SCOPING STUDY CONFIRMS POTENTIAL FOR ROBUST LOW COST OPEN PIT GOLD PROJECT WITH MULTI YEAR MINE LIFE**" dated 29 July 2019 and is available for view on the Company's website (www.altresources.com.au). 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. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

The estimated Mineral Resources underpinning the Mining Target has been prepared by Competent Persons in accordance with the requirements in Appendix 5A (JORC Code). Table 2 below summarises the respective Mineral Resources that give rise to the potential Mt Ida Gold Project Mining Target.

The Tim's Find mining target remains unchanged from the July Scoping Study and is seen in Table 1.

¹ <https://www.altresources.com.au/wp-content/uploads/2019/09/Mt-Ida-Scoping-Study-2.pdf>

² https://www.altresources.com.au/wp-content/uploads/2020/02/20200210_ASX_Resource_Upgrade_2020.pdf



There is a low level of geological confidence associated with Inferred Mineral Resources and there is no certainty that further exploration work will result in the conversion of Inferred to Indicated Mineral Resources or that the Mining Target itself will be realised. The Tim's Find Mining Target was prepared in July 2019 and is comprised of 100% Indicated Mineral Resource and was estimated with Whittle software, using metal prices of A\$1,800 and A\$20/oz for gold and silver respectively, to be:

Table 1 – Mt Ida Gold Project– Mining Target

PROSPECT	MINING TARGET				
	TONNAGE	Au GRADE	Ag GRADE	Au OUNCES	Ag OUNCES
	(t)	(g/t)	(g/t)	(oz)	(oz)
EMU and SOUTHWARK	1,705,000	2.0	9.8	110,433	537,485
BOAGS and VB	992,000	2.0	28.4	63,610	905,411
TIM'S FIND	178,000	2.6	-	14,718	-
BOUDIE RAT	36,500	2.8	-	3,224	-
FORREST BELLE	66,800	1.9	-	4,081	-
TOTAL	2,978,300	2.0	15.1	196,000	1,443,000

Note: - Rounding errors may occur

Table 2 – Mt Ida Gold Project– Mineral Resource

DEPOSIT	CATEGORY	TONNES	Au Grade	Au Ounces	TONNES	Ag Grade	Ag Ounces
		(t)	(g/t)	(oz)	(t)	(g/t)	(oz)
Emu and Southwark	Measured	602,000	2.3	44,550	602,000	9.5	187,000
	Indicated	1,939,000	1.8	112,250	1,939,000	13.1	815,000
	Inferred	516,000	1.3	21,550	516,000	15.2	252,000
VB and Boags	Indicated	1,827,000	1.7	99,850	1,827,000	28.9	1,697,000
	Inferred	692,000	1.4	31,150	692,000	37.3	829,000
VB North	Indicated	118,000	1.52	5,750			
	Inferred	90,000	0.9	2,600			
Boudie Rat and Forrest Belle	Measured	130,000	2.5	10,450			
	Indicated	130,000	3	12,550			
	Inferred	30,000	3.6	3,450			
Tim's Find	Measured	118,000	2.95	11,200			
	Indicated	417,000	1.9	25,500			
	Inferred	235,000	1.55	11,700			
Boudie West and Belvidere	Indicated	30,000	3.8	3,650			
	Inferred	100,000	3.5	11,250			
Quinn's Hills	Indicated	20,000	5.7	3,650			
Matisse	Inferred	110,000	1.7	6,000			
Spotted Dog North and South	Inferred	320,000	2	20,600			
Shepherds Bush	Inferred	3,045,000	0.83	81,300			
Total Resources		10,469,000	1.54	519,000	5,570,000	21.1	3,780,000

**MEASURED AND INDICATED
RESOURCE**



DEPOSIT	CATEGORY	TONNES	Au Grade	Au Ounces	TONNES	Ag Grade	Ag Ounces
		(t)	(g/t)	(oz)	(t)	(g/t)	(oz)
Emu and Southwark	Measured	602,000	2.3	44,550	602,000	9.5	187,000
	Indicated	1,939,000	1.8	112,250	1,939,000	13.1	815,000
VB and Boags	Indicated	1,827,000	1.7	99,900	1,827,000	28.9	1,697,000
Boudie Rat and Forrest Belle	Measured	130,000	2.5	10,450			
	Indicated	130,000	3	12,550			
Tim's Find	Measured	118,000	2.95	11,200			
	Indicated	417,000	1.9	25,500			
VB North	Indicated	118,000	1.52	5,800			
Total		5,281,000	1.89	322,200	4,368,000	21.1	2,699,000

The Company has progressed development onsite in preparation for small scale mining operations with the Tim's Find Clearing permit and Haul Road permit now approved. The Bottle Creek camp extension has been completed. The mine plan will be lodged in the coming weeks and operations are expected to commence once mining approval is granted by the regulator.

This announcement has been reviewed and approved for release by the Board of Alt Resources Limited

Contact:

James Anderson

Chief Executive Officer

Email: james.anderson@altresources.com.au

Peter Nesveda

Investor Relations & Corporate Affairs

Mob: +61 (0) 412 357 375

Email: peter@intuitiveaustralia.com.au

About Alt Resources

Alt Resources is an Australian based mineral exploration company that aims to become a gold producer by exploiting historical and new gold prospects across quality assets and to build value for shareholders. The Company's portfolio of assets includes the greater Mt Ida and Bottle Creek Gold Projects located in the Mt Ida gold belt of Western Australia and the Paupong IRG Au-Cu-Ag mineral system in the Lachlan Orogen NSW.

Alt Resources, having acquired the Mt Ida and Bottle Creek Gold Projects with historical and under-explored tenements in the Mt Ida gold belt in the Northern Goldfields of WA, aims to consolidate the historical resources, mines and new gold targets identified within the region. Potential at Mt Ida exists for a centralised production facility to service multiple mines and to grow the Mt Ida Gold Belt project to be a sustainable and profitable mining operation.

Competent Person Statements



Mineral Resources

The Mineral Resource Estimate is compiled by Mr Stephen Hyland, a Competent Person and Fellow of the AusIMM is Principal Consultant Geologist with Hyland Geological and Mining Consultants (HGMC), who is a Fellow of the Australian Institute of Mining and Metallurgy Mr Hyland consents to the inclusion in this report of the information in the form and context in which it appears and holds relevant qualifications and experience as a qualified person for public reporting according to the JORC Code in Australia. Mr Hyland is also a Qualified Person under the rules and requirements of the Canadian Reporting Instrument NI 43-10.

The Mt Ida Mineral Resources is based upon and fairly represents information and supporting documentation compiled by or under the supervision of Mr. Michael Edwards, a Competent Person who is a member of the Australian Institute of Geoscientists (AIG). Mr. Edwards has sufficient experience that 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 editions of the Australian Code for Reporting Mineral Resources and Ore Reserves.

The Information in this Report that relates to Mining Target is based on information compiled by Mr. Gary McCrae, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. Mr. McCrae is a full-time employee of Minecomp Pty Ltd. Mr. McCrae 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. McCrae consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.