

Yule Gold Drilling Program Approved

Highlights

- **DMIRS and Aboriginal Heritage approval received for Yule south drilling**
- **Additional gold target area identified**
- **5 key gold target areas**

Golden State Mining Limited (ASX code: "GSM" or the "Company") is pleased to provide an update on the status of its planned drill program of its 100% owned Yule Project located 15 kilometres north west of De Grey Mining Limited's (ASX code: "DEG" or "De Grey") recent Hemi gold discovery.

Yule Project 100% GSM

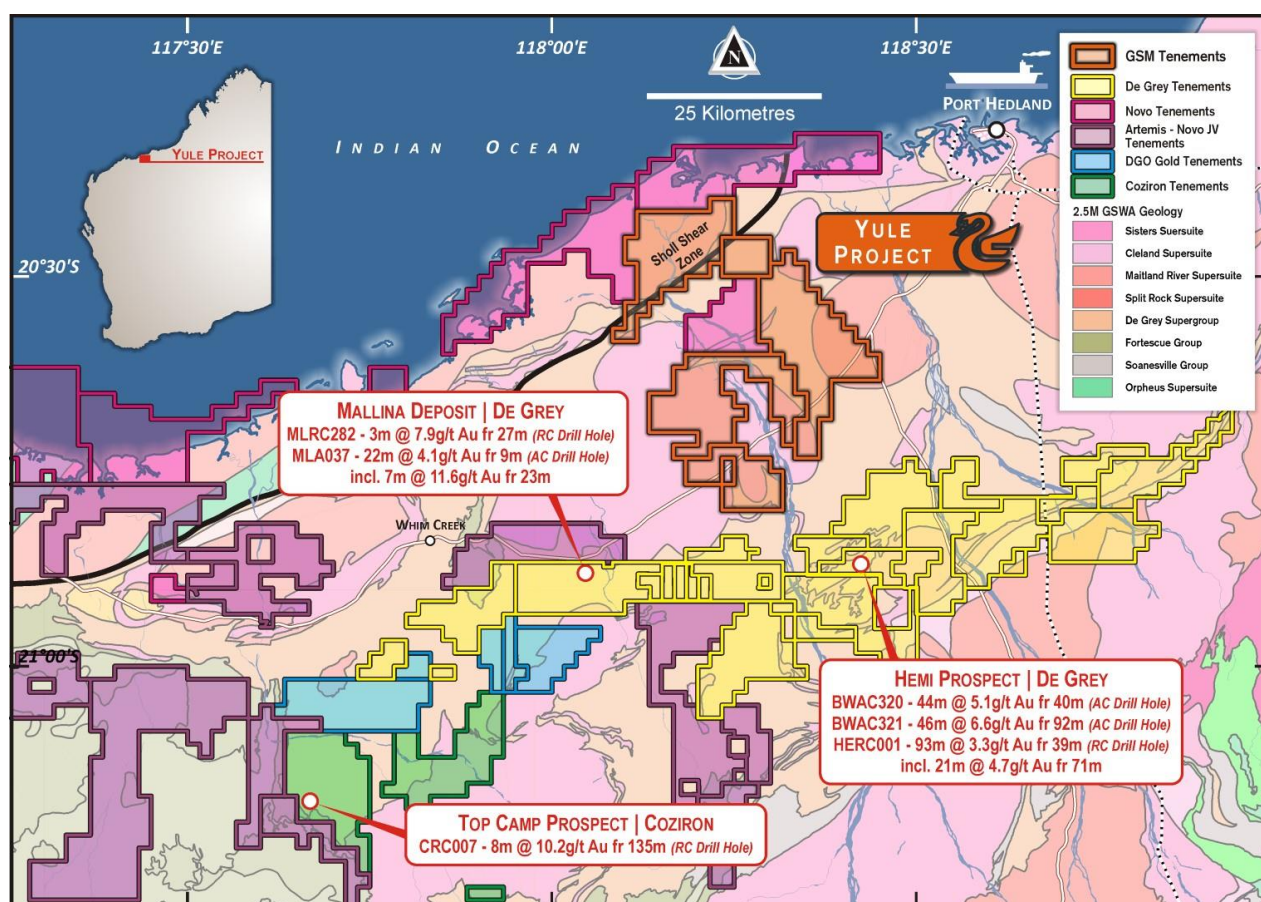


Figure 1: Location of GSM's 702km² of Yule tenements and De Grey prospects (DEG ASX Announcements dated 11/2/2020, 26/2/2020 and 5/03/2020).

Golden State's Managing Director, Michael Moore commented: "We're pleased to have received DMIRS approval for our planned drill program at Yule South and are looking forward to commencing the planned drilling in April. We are very excited that our focused gold targeting strategy has delivered an additional target area for the company to test."

Drill Targeting

Drill targeting has been reprioritised and expanded at Yule South in consideration of recent drilling results in this part of the Western Pilbara. The targeting strategy will now focus on more prospective gold targets especially in any similar geological settings to the Hemi Prospect located approximately 13kms to the south west of the Yule South. Five priority target areas will now be included in the approved aircore drill program at Yule South.

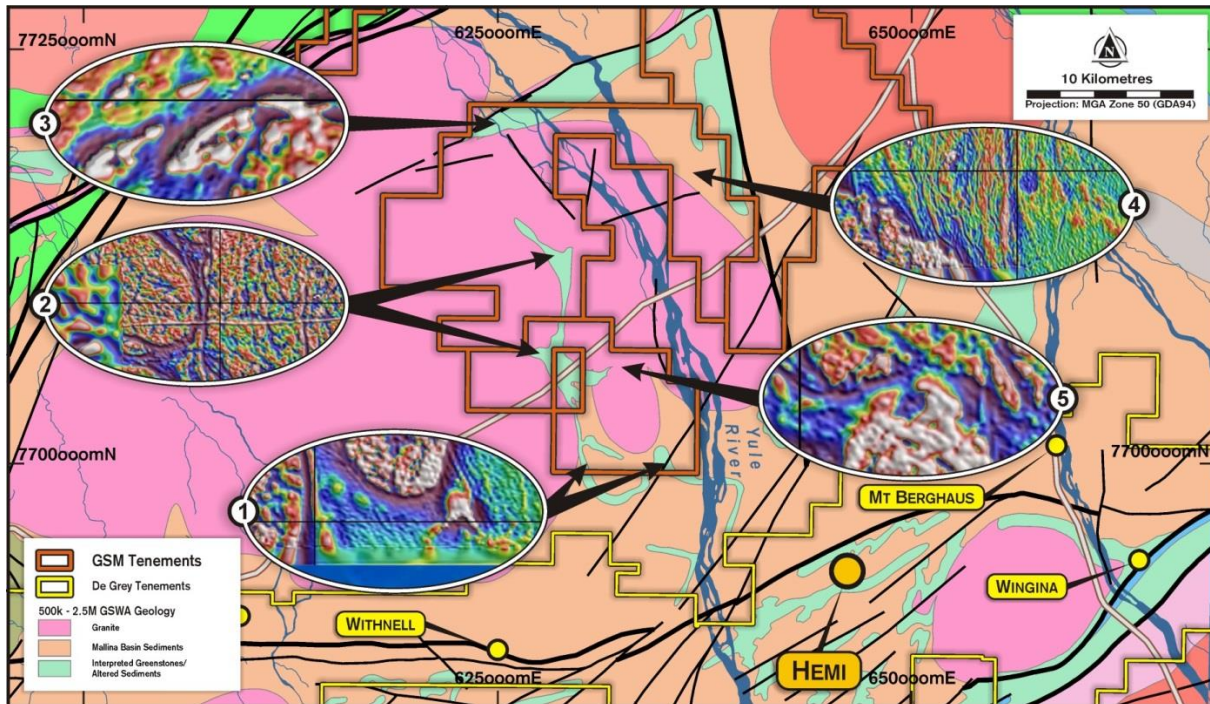


Figure 2: Yule South plan showing regional geology and detailed magnetics of target areas

Target 1

This area consists of a tightly folded hinge zone of interpreted mafic units or an intrusive within the Mallina formation metasediments and magnetic anomalies parallel to a major north-south structure.

Target 2

A >10km structural corridor 'squeezed' between nested and deformed granitoid complexes is interpreted to contain altered metasediments and remnant greenstone enclaves within folded structures.

Target 3

The geology of this area is interpreted as a tightly folded greenstone/ultramafic sequence or intrusive along a granite contact zone which is parallel to a regional NNE trending regional Pilbara structure.

Target 4

The magnetic signature of this area is interpreted as potential greenstone sequences within Mallina Basin sediments which are proximal to a secondary fault splay trending NE off the Yule River Shear Zone ('YRSZ') to east.

Target 5

This target is located along the highly magnetic northern contact zone of a later intrusive body within the Portree granite complex which is interpreted as a distinct intrusive phase or alteration zone.

For further information please contact:

- Mike Moore (Managing Director) on 08 6323 2384 / 0438 938 934
- Greg Hancock (Non-Executive Director) 08 6323 2384 / 0418 263 388

BOARD OF DIRECTORS

Damien Kelly
Non-Executive Chairman

Michael Moore
Managing Director

Brenton Siggs
Non-Executive Director

Greg Hancock
Non-Executive Director

ISSUED CAPITAL

Shares	36.6 m
Options	9.2 m

REGISTERED OFFICE

Level 1, Suite 14
19-21 Outram Street
West Perth WA 6005

T: + 61 (08) 6323 2384
F: + 61 (08) 9467 9114
E: info@gsmining.com.au

Golden State Mining Limited
ABN 52 621 105 995

FORWARD LOOKING STATEMENTS

As a result of a variety of risks, uncertainties and other factors, actual events, trends and results may differ materially from any forward looking and other statements mentioned or implied herein not purporting to be of historical fact. In certain cases, forward-looking information may be identified by (without limitation) such terms as "anticipates", "believes", "should", "could", "estimates", "target", "likely", "plan", "expects", "may", "intend", "shall", "will", or "would". Any statements concerning mining reserves, resources and exploration results may also be forward looking in that they involve estimates based on assumptions. Forward looking statements are based on management's beliefs, opinions and estimates as of the respective dates they are made. The Company does not assume any obligation to update forward looking statements even where beliefs, opinions and estimates change or should do so given changed circumstances and developments.

COMPETENT PERSONS STATEMENT

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Geoff Willetts who is a Member of the Australian Institute of Geoscientists (AIG). Geoff Willetts is the Exploration Manager, a full-time employee of Golden State Mining Limited (GSM) and holds shares and options in the Company.

Geoff Willetts has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity currently 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". Geoff Willetts consents to the inclusion in this report of the matters based on his information in the form and context in which it appears. Information on previous explorers and historical results are summarised in the Independent Geologist's Report of the Golden State Mining Limited Prospectus dated 22 August 2018.

This release was authorised by Mr. Michael Moore, Managing Director of Golden State Mining Limited.