

GOVERNOR BROOME PROJECT SECOND DRILL PROGRAMME TO COMMENCE FOR RESOURCE UPGRADE AND MARKET UPDATE

Astro Resources NL is an Australian-based mineral resources company focused on the commercial development and production of economically and environmentally sustainable mineral sands deposits, diamonds, gold and other minerals.

Astro Resources NL (**ARO** or **Astro**) is pleased to advise the following:

100% Governor Broome Project

Results from the drilling work undertaken in February 2020

By way of update, the Heavy Mineral Separation work has commenced on the samples from last month's drilling of Governor Broome West and East. Results for these samples are expected by late March. The revised resource estimate comprising of a combination of Inferred and Indicated Resources for Governor Broome East and an initial estimate for Governor Broome West are now expected to be reported by mid-April.

Extended drilling program

A second air-core drilling programme at its Governor Broome Heavy Mineral Project is scheduled to begin early next week. The work follows on from positive visual results from last month's initial drill programme into Governor Broome West.

The programme is targeting two areas, Governor Broome West and South. The new programme has been designed to enable the mineralisation in these two areas to be estimated as Indicated Resources.

Approximately 40 holes will infill the recent drilling at Governor Broome West, within which the initial holes intersected mineralisation that is visually similar to that present directly to the east within the Governor Broome North Deposit.

A further 130 holes will infill earlier drilling at Governor Broome South, which contains Inferred Resources that have been included within the mining schedule developed by TZMI in its Revised Preliminary Study.

Update on funding

The Company has entered into a further variation of the existing loan agreement with Gun Capital Management Pty Ltd (**GCM**). The terms of the variation is as follows:

- New facility amount - \$3.250 million – the amount owing as at 28 February 2020 is approximately \$2.2 million, including capitalised interest). The increase of approximately \$1 million is to be used partially for funding of activities, including that of the drilling activities and partially for interest to be capitalised over the next 12 months; and
- the additional facility amount is subject to the same terms as that previously announced on 30 September 2019.

Further details will be provided as and when they become available.

ENDS

For enquiries, please contact:

Vince Fayad

Company Secretary and Director

P: +0414 752 804

E: vince.fayad@vfassociates.com.au

The information in this report as it relates to Mineral Resources and exploration results for the Governor Broome Deposit is based on information compiled by John Doepel (Director of Continental Resource Management Pty Ltd), who is a member of the Australasian Institute of Mining and Metallurgy. Mr Doepel has sufficient experience in mineral resource estimation, which is relevant to the style of mineralisation and type of deposit under consideration and is qualified as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Mr Doepel consents to the inclusion in the report of the information in the form and context in which it appears.