

17 March 2020

Drilling and Aeromagnetic Survey completed at the Belgravia Project

- **Successful completion of aircore drilling and high-resolution aeromagnetic survey**
- **Drilling confirms the occurrence of shoshonitic volcanic and intrusive rocks, assay results eagerly anticipated**

Krakatoa Resources Limited ("Krakatoa" or the "Company"), is pleased to announce the completion of its maiden aircore drilling program, being 128 holes for 2358 meters as well as the expanded high resolution aeromagnetic survey at the Company's 100% owned Belgravia Project in the Molong Volcanic Belt, Lachlan Fold Belt, NSW.

Drilling has confirmed the presence of (high-potassium) shoshonitic intrusive and volcanic rocks, which are more widely distributed than previously believed. Alkaline rocks such as shoshonites have been established as being closely related to certain types of gold and base metal deposits, including epithermal Au and porphyry Cu-Au deposits.

The drilling objective was to locate alteration patterns or halos, which accompany and encapsulate mineralising systems. The alteration halos range in size and composition, with distance providing useful vectors towards mineralisation. The combination of rock and alteration-type, along with returned assay results will outline targets for anticipated deeper drilling. All samples are with ALS laboratory in Orange with results expected in 4 weeks.

MagSpec Airborne Surveys Pty Ltd, completed a high-resolution survey across the remaining five priority target areas: Sugarloaf Creek, Guanna Hill, Shades Creek, Nandillyan and Strathmore. The high-resolution survey will highlight possible intrusive bodies, porphyry-style alteration, and potential mineralising structures.

Authorised for release by the Board

FOR FURTHER INFORMATION:

Colin Locke
Executive Chairman
+61 457 289 582
locke@ktaresources.com



ASX Code
KTA, KTAOC

Capital Structure

218,750,000 Fully Paid Shares
85,000,000 Options @ 5c exp 31/07/21
5,000,000 Options @ 7.5c exp 31/07/21
12,000,000 Options @ 10c exp 24/10/20

Directors

Colin Locke
David Palumbo
Timothy Hogan

Enquiries regarding this announcement can be directed to

Colin Locke
T. +61 457 289 582

ABOUT BELGRAVIA PROJECT:

The Belgravia Project covers an area of 80km² in the central part of the Molong Volcanic Belt (MVB), which forms as part of the East Lachlan Fold Belt, NSW. The East Lachlan region constitutes the largest porphyry province in Australia.

The Project lies approximately 7km east of the township of Molong and 20km northwest of the regional centre of Orange, providing excellent road, rail, power, gas and water infrastructure.

The Belgravia Project has six initial targets considered highly prospective for porphyry Cu-Au and associated skarn Cu-Au. Historical exploration appears to have failed to adequately consider the regolith and tertiary basalt (up to 40m thick) that obscures much of the prospective geology.

