

ASX ANNOUNCEMENT

17 July 2020

ABOUT CALIDUS RESOURCES

Calidus Resources is an ASX listed gold development company that controls the Warrawoona Gold Project in the East Pilbara district of the Pilbara Goldfield in Western Australia.

DIRECTORS AND MANAGEMENT

Mr Mark Connelly
NON-EXECUTIVE CHAIRMAN

Mr David Reeves
MANAGING DIRECTOR

Mr Adam Miethke
NON-EXECUTIVE DIRECTOR

Mr Keith Coughlan
NON-EXECUTIVE DIRECTOR

Mr Paul Brennan
CHIEF OPERATING OFFICER

Mr Richard Hill
CHIEF FINANCIAL OFFICER

Ms Julia Beckett
COMPANY SECRETARY

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Calidus receives firm commitments for \$25M in share placement to fund early construction and accelerate exploration

Two-pronged approach will enable Calidus to move rapidly to unlock the full value of its Warrawoona Gold Project in WA

HIGHLIGHTS

- Firm commitments received to raise up to \$25m
- The funds will be used to:
 - Commence early works including installation of the access roads, village, water supply and communications
 - Undertake Front End Engineering Design (FEED) to allow the order of long lead items
 - Expand the exploration programme underway at Warrawoona and Otways

Calidus Resources Limited (ASX:CAI) is pleased to announce that it has received firm commitments to raise \$25 million (before costs) via a share placement (“**Placement**”) to professional and sophisticated investors through the issue of 49,019,608 shares (“**Placement Shares**”) at a price of \$0.51. The bids received under the Placement exceeded the Placement Shares to be issued and accordingly some bids will be scaled to accommodate the strong demand.

Proceeds of the Placement will be used to fund a dual strategy of commencement of works at the Warrawoona Gold Project in the Pilbara and enlarging the Company’s exploration programmes.

Calidus Managing Director Dave Reeves said: *“This raising ensures Calidus can move quickly to maximise the full value of Warrawoona for shareholders. By pushing ahead with early construction works, we can maximise our ability to capitalise on the strong gold price and begin to generate cashflow. At the same time, we can ramp up our exploration program, which has significant potential to create further value.*

Calidus shares are expected to resume trading on the ASX from market open 17 July 2020. The Placement Shares are expected to settle on Thursday, 23 July 2020 and to be issued and commence trading on the ASX on a normal basis on Friday, 24 July 2020.

Calidus will issue 27,049,412 under its Listing Rule 7.1 placement capacity and 21,970,196 under its Listing Rule 7.1A placement capacity. The Placement Shares will be issued at a 8.1% discount to the Company's 15 day volume weighted average price.

For the purpose of ASX Listing Rule 15.5, the Board has authorised for this announcement to be released.

For further information please contact:

Dave Reeves

Managing Director

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FURTHER INFORMATION

Calidus Resources (ASX:CAI) is an ASX listed gold exploration company which controls the entire Warrawoona Gold Project in the East Pilbara district of the Pilbara Goldfield in Western Australia.

The Warrawoona Gold Project hosts a total Mineral Resource of 1,495,000 ozs at 1.06 g/t Au (Measured Mineral Resource of 2.3 Mt @ 0.98 g/t Au for 72,000 ozs, Indicated Mineral Resource of 30.4 Mt @ 1.00 g/t Au for 982,000 ozs, and Inferred Mineral Resource of 11.0 Mt @ 1.33 g/t Au for 442,000 ozs) defined over a continuous 5km of strike which remains open in all directions. The Company controls approximately 669 square kilometres of prospective tenements that host over 200 historic workings and includes three satellite Mineral Resources: Fieldings Gully, Copenhagen and Coronation.

A robust PFS, initially delivered in July 2019 and updated on 29 June 2020, shows a base case of Warrawoona producing on average 85,000 ozs over the first 6 years, with a total production of 623,000ozs over an 8 year mine life, at an AISC of A\$1,251/oz. A feasibility study and permitting is now underway with construction planned to commence in the March Quarter of 2021.

The Company confirms that it is not aware of any new information or data that affects the information included in the relevant announcements and the technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed.

Forward Looking Statements

This announcement includes certain "forward looking statements". All statements, other than statements of historical fact, are forward looking statements that involve risks and uncertainties. There can be no assurances that such statements will prove accurate, and actual results and future events could differ materially from those anticipated in such statements. Such information contained herein represents management's best judgement as of the date hereof based on information currently available. The Company does not assume any obligation to update forward looking statements.