

17th August 2020

ASX RELEASE

SOIL SAMPLING TARGETING AU & AG COMPLETED AT MILFORD PROJECT

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- **Additional sampling completed at the Company's Milford Project across two prospects, Captain Jack and Moccasin targeting Au & Ag mineralised trends**
 - **Sampling aims to extend previously defined geochemical anomalies**
 - **A total of 197 soil and 4 rock samples collected, with assay results expected in coming weeks**
 - **The Company continues to review opportunities for the acquisitions of mineral exploration assets**
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Tao Commodities Limited ("TAO" or "the Company") (ASX: TAO) is pleased to announce that further soil and rock sampling¹ has been completed at its Milford Project in Beaver County, Utah, USA.

The soil sampling aims to extend the known mineralised trends defined from the Phase 1 sampling programme completed earlier in the year at the Moccasin and Captain Jack areas. The results from the Phase 1 sampling ^{2,3} defined two differing geochemical signatures/associations with both interpreted to follow a broad NE orientation;

- Gold-Silver association at the Captain Jack Prospect, with peak Au to 26 ppb (0.026 ppm) and 0.54 ppm Ag.
- Silver-lead-zinc-gold association at Moccasin Prospect with peak Au to 20 ppb (0.02 ppm), 1.08 ppm Ag, 827 ppm Zn and 550 ppm Pb.

Weakly elevated copper was recorded at both prospect areas although not as strongly associated with the interpreted anomalous NE trends. Other elements including As, Sb, Mo, Co and W also showed an association with the geochemical anomalies.

A total of 197 soil and 4 rock samples have been dispatched to the laboratory with results expected in the coming weeks. Further planned exploration will be finalised once results have been received and interpreted.

Previous ASX Announcements

- 1- 30/06/2020 - TAO Commodities Ltd – ASX Announcement – Further Gold exploration work planned at Milford
- 2- 30/04/2020 - TAO Commodities Ltd – ASX Announcement – ROCK SAMPLING RETURNS UP TO 17.4 g/t Au & 8760 g/t Ag.
- 3- 02/06/2020- TAO Commodities Ltd – ASX Announcement – Soil Sampling enhance prospect areas

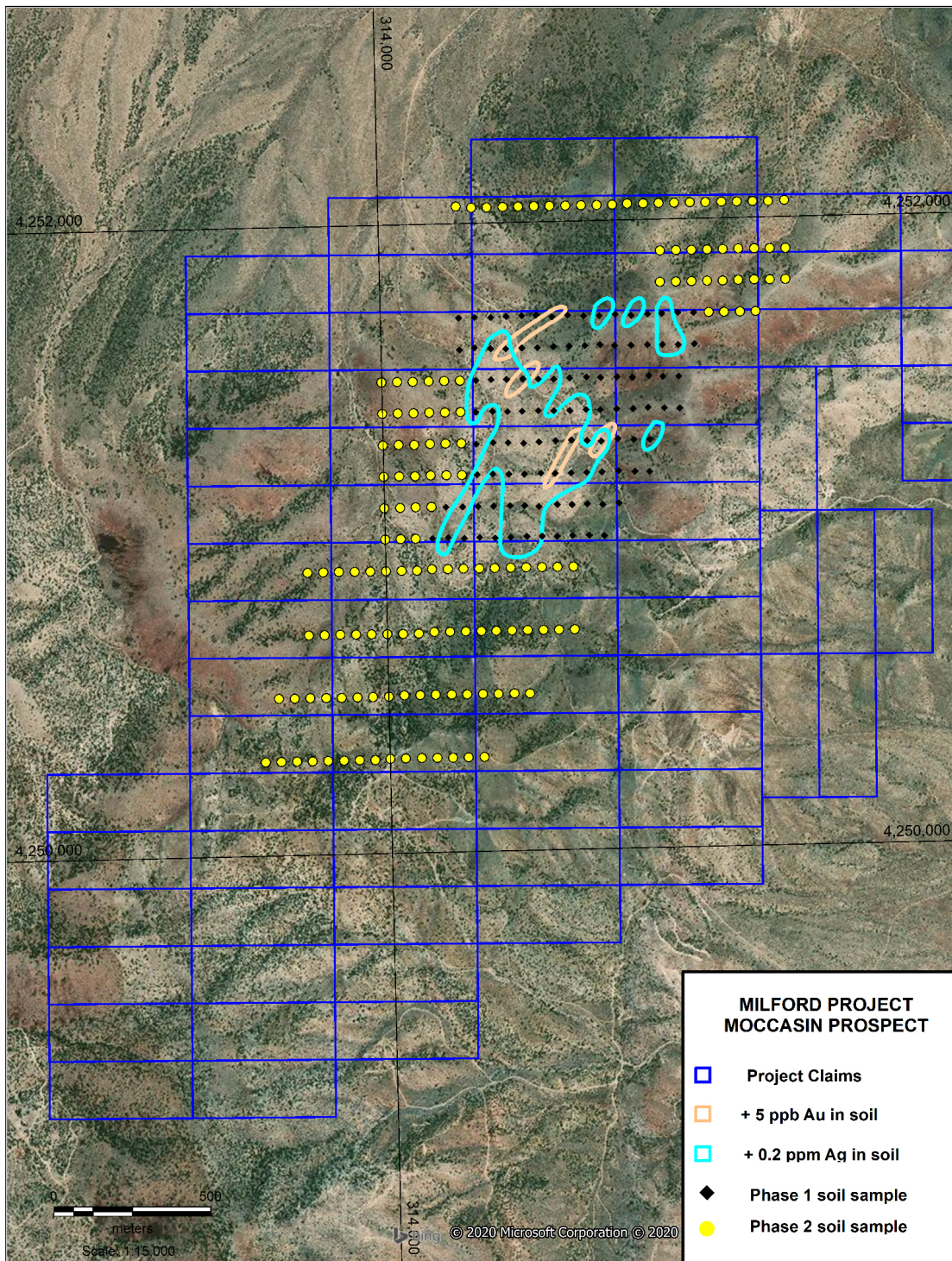


Figure 1- Phase 2 soil sample locations – Moccasin Prospect

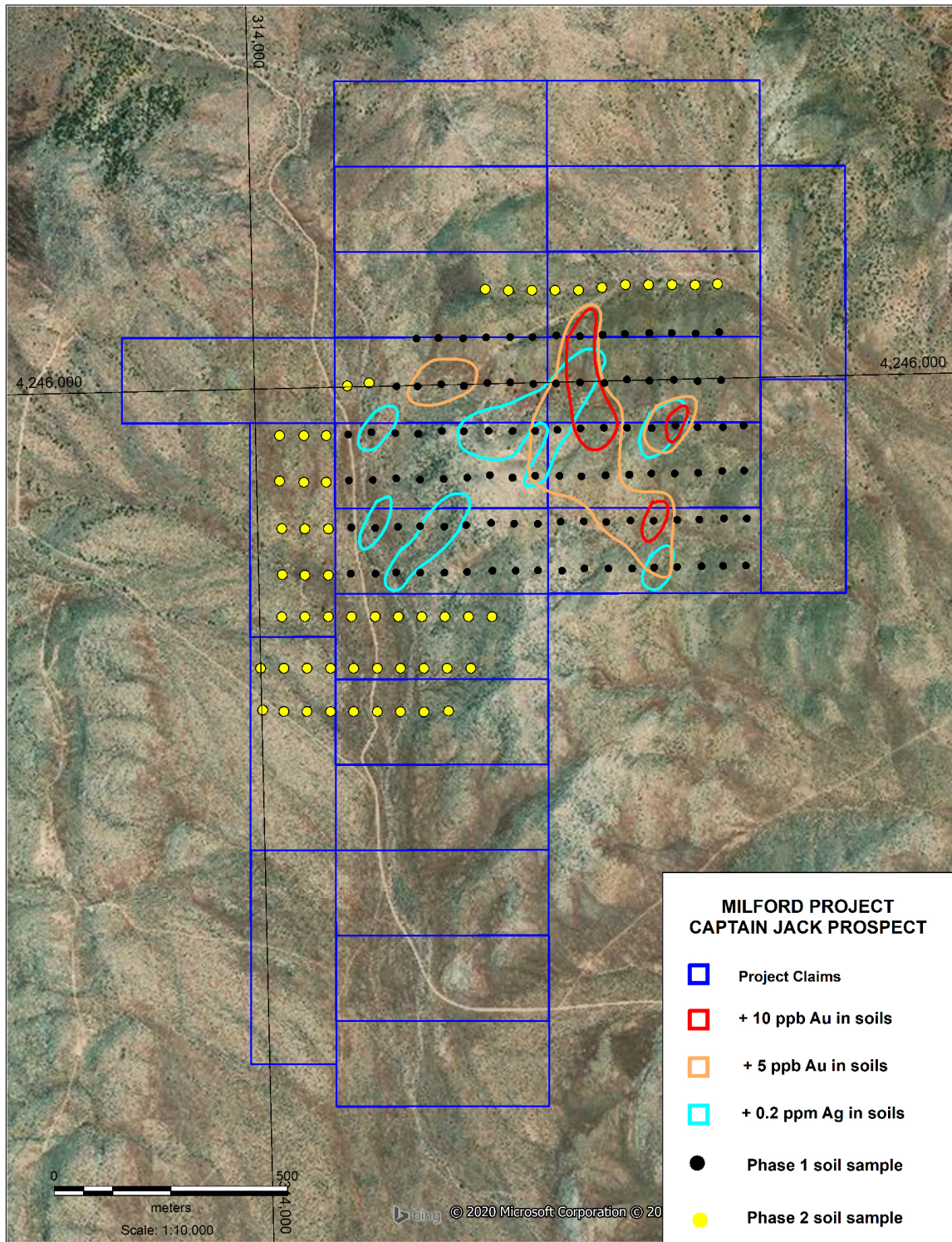


Figure 2- Phase 2 soil sample locations – Captain Jack Prospect



In addition to its ongoing exploration and evaluation of the Milford Project the Company has been investigating and considering complementary exploration opportunities that may add further value for the Company's Shareholders for some time. The Company is currently in negotiations with third parties regarding the potential acquisition of mineral exploration assets, however no agreement has been entered into and finalisation of any such agreement is uncertain at this stage. The Company will announce further details regarding such acquisition at the appropriate time in accordance with its continuous disclosure obligations.

This announcement has been authorised for release by the board

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For further information, please contact

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Competent Persons Statement – JORC Code 2012

The information in this report that relates to Exploration Results, is based on information compiled and/or reviewed by Mr. Lyle Thorne who is a Member of The Australasian Institute of Mining and Metallurgy. Mr. Thorne is an independent consultant to TAO Commodities Ltd and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity they are undertaking 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. Thorne consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.