

Cannindah Resources Continues to Follow Up Anomalous Gold Results at Mt Cannindah

- **High grade dump sample 111g/tAu from Little Wonder**
- **344 geochemical samples sent to the ALS Brisbane Laboratory for analysis**
- **Ground based magnetic survey commenced.**

Cannindah Resources has been on site for the past few weeks conducting extensive ground based geochemical analysis of a number of target areas across the Mt Cannindah Project. Previously the company had conducted channel sampling at Little Wonder which identified a shallowly buried gold mineralised zone where significant gold grades occur over potentially minable widths. Sampling in the area has returned results with grades in the range of 0.5g/tAu to 7.4g/tAu (see ASX announcement dated 14th October 2014). Stream sediment sampling follow up has returned anomalous gold with one very high gold sample of 2,340ppb. (see ASX announcement dated 18 December 2014).

During the current exploration program a mine dump sample from the Little Wonder prospect site returned an outstanding assay of 111g/t Au. Further trenching along the trend from Little Wonder to Cannindah East has now been conducted. This week 344 trench samples have been sent to the ALS laboratory in Brisbane for analysis. More samples will be forwarded to the laboratory in the coming days. As results become known in the coming weeks, there will be a significant flow of geological information, which will be aimed at identifying previously untested drilling targets.

A comprehensive ground based magnetic geophysical survey has also commenced to provide further understanding of the extent of potential of the southern skarn areas.

The numerous dykes that transect the project area appear to have played a significant role as drivers of Cu-Au mineralisation. Mapping of these dykes is underway, with the goal of gaining valuable insights into controls of mineralisation and determining undrilled target areas. The current field program is due to finish at the end of this month.

All geochemical results discussed above have been received from independent, internationally recognised, laboratories utilizing internal standards. Cannindah Resources also carry out their own QA/QC on each batch of laboratory samples, involving blanks, duplicates, certified reference material (known external standards) and matrix matched known internal standards.

For further information, please contact:

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COMPETENT PERSON STATEMENT

The information in this report that relates to exploration results is based on information compiled by Dr. Simon D. Beams, a full time employee of Terra Search Pty Ltd, geological consultants employed by Cannindah Resources Limited to carry out geological evaluation of the mineralisation potential of their Mt Cannindah Project, Queensland, Australia.

Dr. Beams has BSc Honours and PhD degrees in geology; he is a Member of the Australasian Institute of Mining and Metallurgy (Member #107121) and a Member of the Australian Institute of Geoscientists (Member # 2689). Dr. Beams has sufficient relevant experience in respect to the style of mineralization, the type of deposit under consideration and the activity being undertaken to qualify as a Competent Person within the definition of the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (“JORC Code”).

Dr. Beams consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.