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Gilmore Project update.

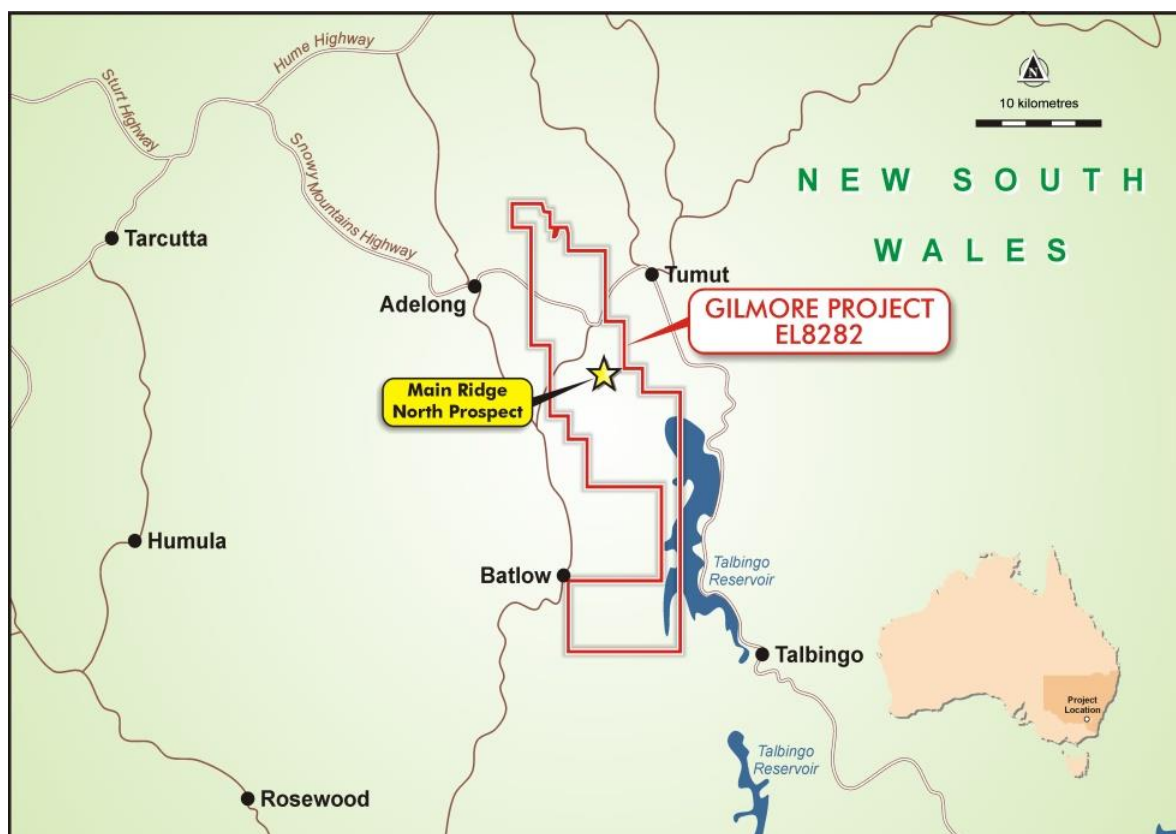
Highlights

GILMORE PROJECT

- Detailed rockchip sampling to test Main Ridge North Prospect for gold.
- Exploration has commenced.

GILMORE PROJECT EL8282 (100% CRL)

The Gilmore Project exploration licence is located 80km west of Canberra in New South Wales.

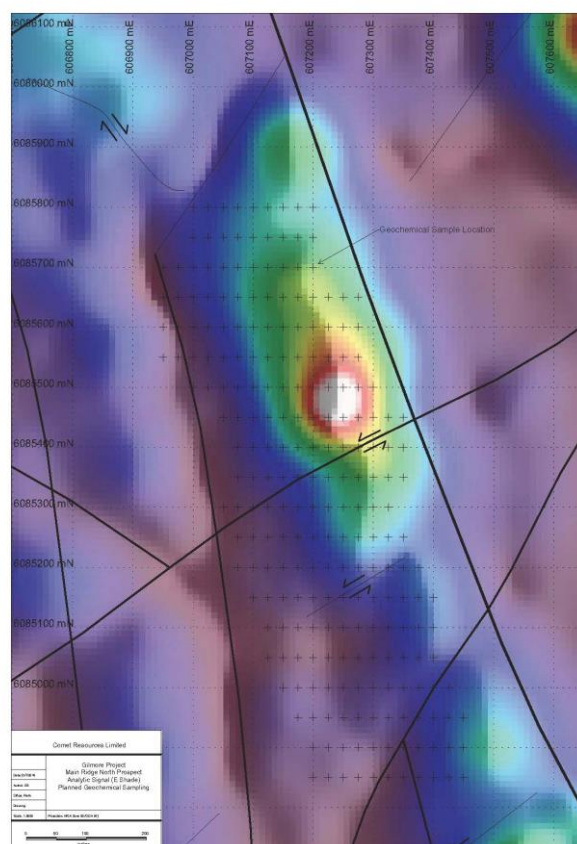


This prospective project for gold and base metal mineralisation is located in a Silurian volcano-sedimentary sequence close to a major regional thrust fault zone (the Gilmore

Suture). The Gilmore Suture is a controlling focus for major gold deposits including Sovereign Gold Ltd.'s Mount Adrah (located approximately 30kms away along the Gilmore Suture), Adelong, Temora, Gidginbung, West Wyalong, Lake Cowal, and Mineral Hill. Earlier exploration has given widespread gold and base metal geochemical responses associated with high strain zones, and interpreted sub-surface intrusives.

Exploration is currently focussed on the Main Ridge North Prospect, where rock chip traverse sampling highlighted an area of anomalous gold mineralisation with associated Mo+Bi+Sb±Ag±Pb anomalies (September quarter activities report 2015). The Main Ridge North Prospect also features an interpreted shallow magnetic intrusion, which was highlighted by 3D UBC magnetic inversion modelling performed by Southern Geoscience Consultants (**SGC**). The Main Ridge North intrusion has subsequently been the subject of 2D magnetic forward modelling SGC to assist in future drill targeting. SGC have also completed an aeromagnetic interpretation of the Gilmore Project area, highlighting structural elements and other possible intrusions.

Magnetic image with structural interpretation and planned sampling.



Detailed geological and geochemical surveys are currently in progress at the Main Ridge North Prospect, designed to identify the nature and extent of the mineralised hydrothermal system present and the current level of the exposed system. Rock chip samples are to be collected on a detailed grid and will be subject to VNIR (visible and near infra-red)/SWIR (short wave infra-red) spectral scans and multi-element geochemical analyses. The data will be interpreted to map the distribution of any alteration mineral assemblages and metal zoning. This will be used to identify prospective parts of any alteration systems identified.

Sampling at the Gilmore Project has commenced.

For further information please contact:

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Comet listed on the Australian Stock Exchange in 1994. The Company discovered and studied the Ravensthorpe Nickel Project. In 2001 Comet successfully sold its final equity to BHP Billiton and returned to Comet shareholders \$32 million. Comet has a number of exciting projects that it is currently exploring and advancing. Comet has cash assets of approximately \$1.3 million and has approximately 108 million shares on issue.

The information in the report to which this statement is attached relates to Exploration Results, Mineral Resources or Ore Reserves compiled by Mr. A Cooper, who is a Consultant and director to Comet is also a Member of The Australian Institute of Mining and Metallurgy, with over 30 years' experience in the mining industry. Mr. Cooper has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activity, which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Cooper consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.