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ACN 009 148 529

ASX Announcement

5 July 2016

ASX Code: KSN

Board and Management

Anthony Wehby
Chairman

Andrew Corbett
Managing Director

Andrew Paterson
Chief Geological Director

Stuart Rechner
Non-Executive Director

Yafeng Cai
Non-Executive Director

Kingston Resources is a metals exploration company with a strong focus on lithium. The company holds an attractive portfolio of tenements covering four key project areas. In Western Australia, the Mt Cattlin and Greenbushes projects are adjacent or near existing lithium mines. In the Northern Territory, the North Arunta and Bynoe/Wingate projects lie within known pegmatite fields. The company is well funded to rapidly advance its exploration program, with the initial focus being the Mt Cattlin pegmatite targets identified in recent geophysical work (see ASX announcement 29 June 2016).

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Appointment of New Management Team and Exploration Update

Highlights

- All Resolutions passed at EGM setting the stage for a new era at Kingston
- New senior appointments confirmed –
 - Tony Wehby Non-Executive Chairman.
 - Andrew Corbett Managing Director.
 - Andrew Paterson Chief Geological Officer.
- Mt Cattlin Geochemistry work program underway.
- Northern Territory preliminary exploration work underway.

With the EGM completed and all resolutions passed Kingston Resources Limited (ASX:KSN) (The Company) will proceed with the second Tranche Capital raising which will allow the activation of an exciting exploration program on our lithium prospects. In accordance with the Resolutions a number of senior Board and Management changes have been implemented

The Company is pleased to advise the appointment of Anthony Wehby to the position of Non-Executive Chairman. The Company would like to take the opportunity to thank outgoing chairman, Jonathan Davis for his stewardship of the Company since December 2012.

Mr Wehby joins Kingston at an important time with the Company expanding within the Australian minerals exploration sector. Mr Wehby is a highly experienced board member and chairman, and is currently Non-Executive Chairman of ASX-listed gold and base metals miner Aurelia Metals Limited. He is also a director of Royal Rehab and was previously Chairman of Tellus Resources Limited and a director of Harmony Gold (Aust) Pty Ltd.

Since 2001, Mr Wehby has maintained a financial consulting practice, focusing on strategic advice to companies including investments, divestments and capital raisings. Prior to 2001, Mr Wehby was a partner in PricewaterhouseCoopers (and Coopers & Lybrand) for 19 years.

Mr Andrew Corbett B.Eng. (Mining, Hons) MBA has been appointed as Managing Director and CEO of the Company. Andrew is a highly experienced mining engineer and has operated in the mining industry for over 22 years.

Mr Corbett has senior corporate, operational and mine management experience combined with an in-depth understanding of global equity markets, business development and corporate strategy within the mining sector. His prior roles include General Manager at Orica Mining Services based in Germany and Portfolio Manager of the Global Resource Fund at Perpetual Investments as well as mine management and operations roles with contractor and owner-mined mining operations. Mr Corbett has a Bachelor of Engineering Mining (Honours) from the Western Australian School of Mines, a Masters of Business Administration from Newcastle University and a First Class Mine Managers Certificate. Summary of material terms of Mr Corbett's executive service agreement are set out in annexure A.

Mr Andrew Paterson was appointed as Chief Geological Officer on 3 June 2016. Mr Paterson is a highly experienced geologist with a track record of creating value in resources projects. He has held corporate, exploration and operational roles in the gold, nickel sulphide and iron ore industries with companies including Atlas Iron Ltd, Focus Minerals Ltd and Harmony Gold. He has a Bachelor of Engineering in Geology and a Graduate Diploma in Mining, both from the Western Australian School of Mines.

Mr Stuart Rechner has resigned as Executive Director and now assumes a Non-Executive Director role. Mr Rechner has played an instrumental role since February 2015 as Executive Director of Kingston Resources in managing the company through a difficult period for mineral exploration globally. He holds degrees in geology and law from the University of Western Australia and is a graduate member of the Australian Institute of Geoscientists and the Australian Institute of Company Directors. For over ten years Mr Rechner was an Australian diplomat responsible for the resources sector with postings to Beijing and Jakarta.

Kingston Resources Managing Director, Andrew Corbett, said "We are delighted that Stuart will remain a key board member of The Company as he has been pivotal in delivering the current lithium transaction and negotiation of an outstanding outcome for all shareholders. In addition, he brings multilingual skills to the company speaking English, Mandarin and Indonesian.

Mr Yafeng Cai continues as Non-Executive Director of Kingston Resources. Mr Cai is a CPA and has been the CFO of Yucai Australia Pty Ltd (Yucai) since 2010. Yucai is current a significant investor in the Company and is ultimately controlled by Soaraway Development. Mr Cai has a broad range of corporate and commercial experience in the resources industry

Exploration Update

The Company is pleased to announce that exploration work has now commenced in both Western Australia and Northern Territory.

- **Mt Cattlin (WA)**
 - Field work has commenced, initially focussing on the Deep Purple South prospect.
 - A geochemical soil sampling work program has been designed, with sampling scheduled to commence within the next few weeks.
 - In parallel with this, the Company has commenced planning for Aboriginal heritage work and drilling approvals (PoW).

- Bynoe & Wingate Projects (NT)
 - The Company has completed a preliminary reconnaissance trip to investigate access to tenements located within the Pine Creek pegmatite province (Figure 1).
 - Significant progress has been made in moving a number of these tenements towards granting.
- Barrow Creek, Spotted Wonder, Utopia and Moonlight Projects (NT)
 - Preliminary fieldwork is underway in the northern Arunta region. (Figure 2).
 - These projects are located within the Barrow Creek Pegmatite Province and the Alcoota Pegmatite District.
 - NTGS rock chip and whole-rock assays indicate elevated levels of Cs and Rb, with assays up to 1800ppm* Ta at Spotted Wonder. Very few lithium assays are available in the NTGS data set.
 - A fourth project has been pegged as EL31214 southeast of Spotted Wonder in an area of numerous historic mica workings. This application is known as the Moonlight Project.
 - Preliminary work in the Northern Territory can be conducted before tenement granting and may include non-disturbing geological work such as mapping and rock chip sampling. (Figure 3)

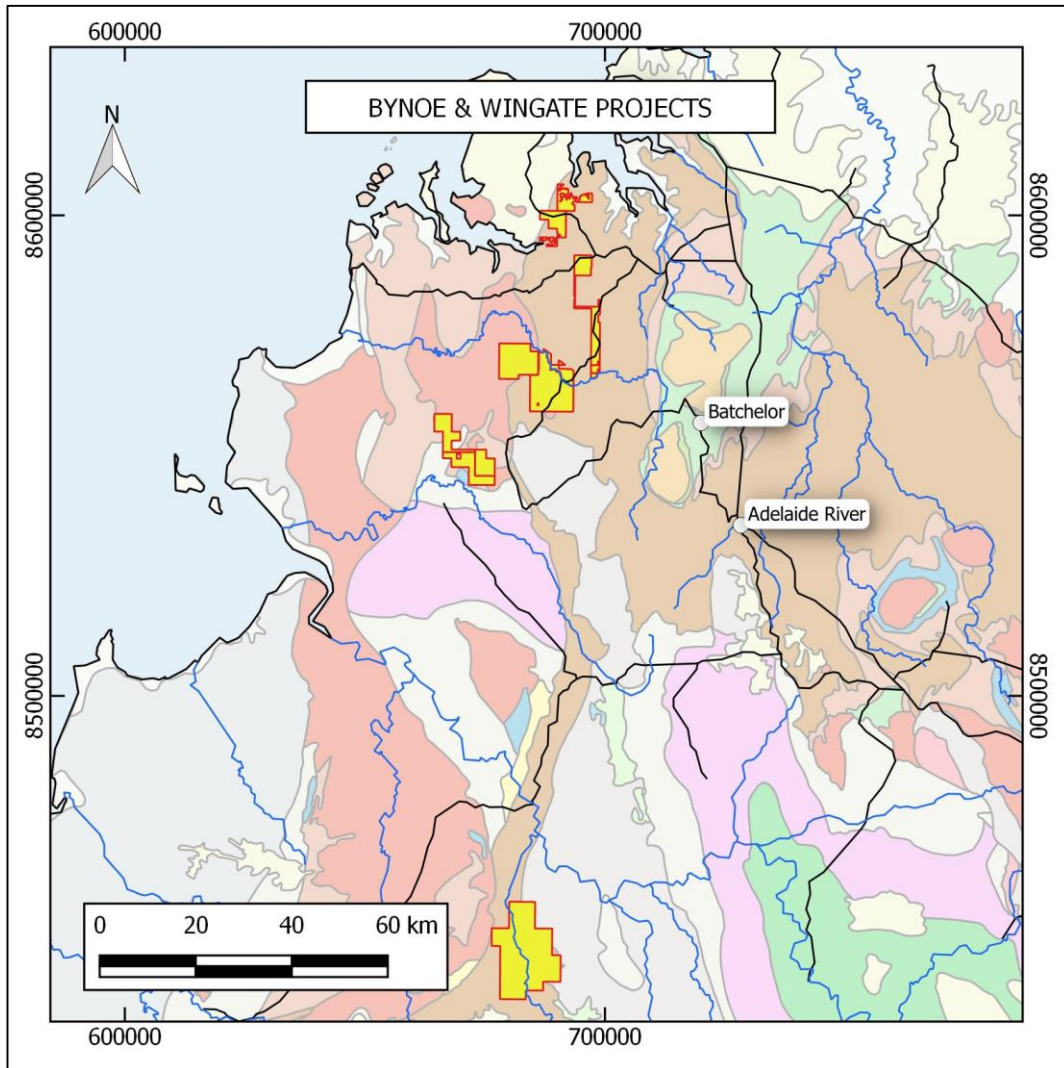


Figure 1: Kingston Resources' Bynoe & Wingate project tenements

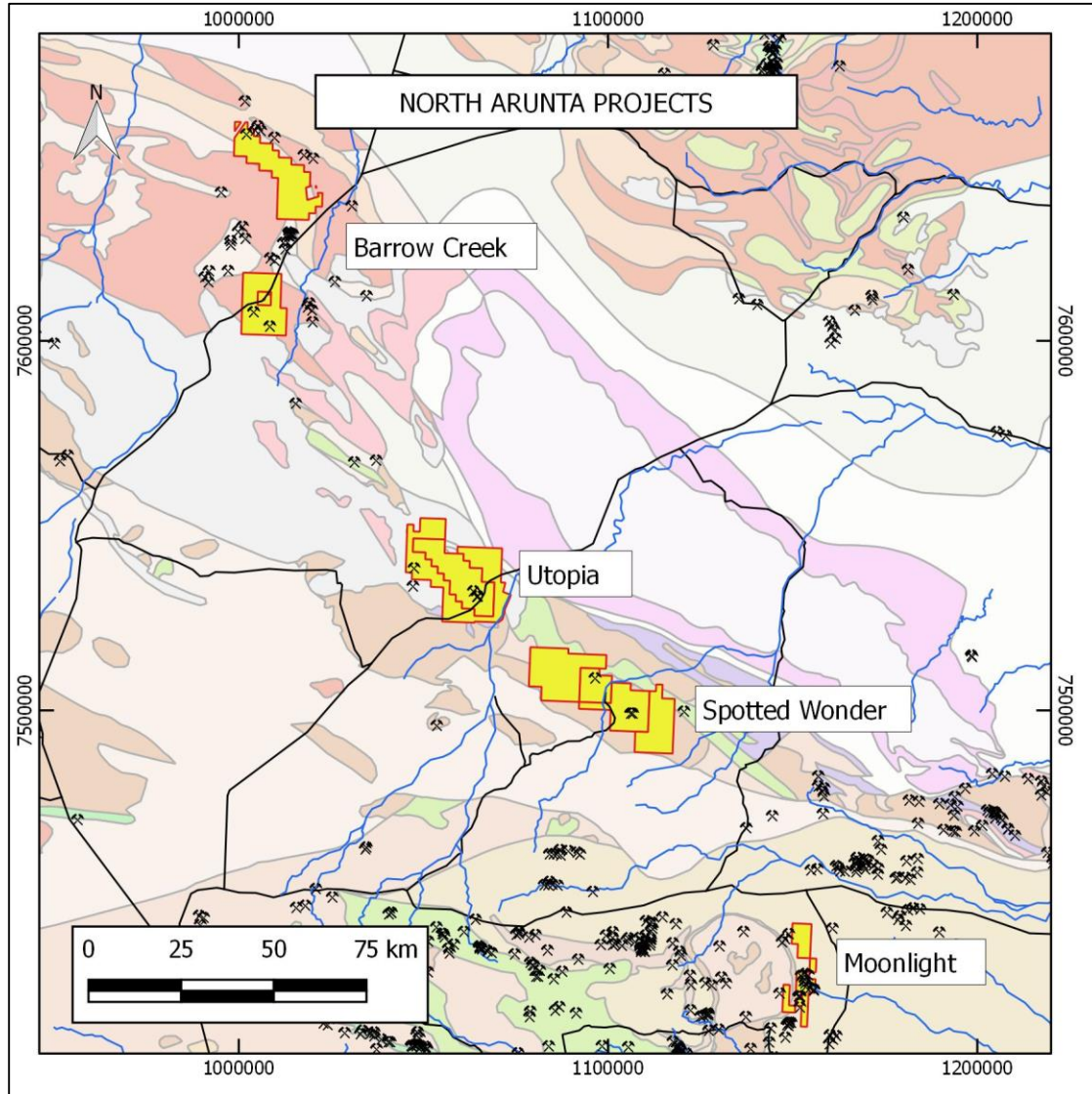


Figure 2: Kingston's North Arunta project tenements.



Figure 3: KSN geologist Neil Chalmers sampling pegmatites at the Spotted Wonder historic workings.



Figure 4: Sampling an outcropping pegmatite on EL31214, Moonlight Project.

* NT Department of Mines and Energy Geological Survey STRIKE open file data: strike.nt.gov.au

Annexure A: Summary of material terms of executive services agreement between Kingston Resources Limited and Andrew Corbett

Commencement date as Managing Director	4 July 2015
Term	No fixed term. Ongoing until terminated by either party in accordance with the Agreement (see below).
Total Fixed Remuneration	\$235,000 per annum plus statutory superannuation.
Short-term Incentive	Following shareholder approval on 4 July 2016 the Company will issue 5,000,000 Short Term Incentive Options exercisable at \$0.04 each and expiring on 30 July 2018.
Long-term incentive	<p>Following shareholder approval on 4 July 2016 the Company will issue:</p> <p>(a) 5 million Long Term Incentive Options exercisable at \$0.07 each and expiring on 30 June 2019.</p> <p>(b) 5 million Performance Rights that will vest upon the satisfaction of the following vesting conditions:</p> <ol style="list-style-type: none"> I. Completion of the Transaction occurring; and II. The announcement to ASX by the Company of a 5 million tonne JORC Compliant inferred Mineral Resource (or greater) of Li₂O of at least 1%; and <p>(c) 5 million Performance Rights that will vest upon the satisfaction of the following vesting conditions:</p> <ol style="list-style-type: none"> I. Completion of the Transaction occurring; and II. The announcement to ASX by the Company of a 15 million tonne JORC Compliant inferred Mineral Resource (or greater) of Li₂O of at least 1%. <p>All Performance Rights that have not vested by 30 June 2019 will automatically lapse and be forfeited.</p> <p>All Long Term Incentive Options that have not been exercised by 30 June 2019 will expire.</p>
Notice period	<p>3 months by Mr Corbett.</p> <p>6 months by the Company.</p> <p>Employment may be terminated immediately in certain circumstances including misconduct, incapacity or mutual agreement.</p>