

## OUTSTANDING INITIAL RESULTS AT MALCOLM

### Highlights

- ✓ **Torian's planned 30,000m drilling program for FY2018 is off to a great start;**
- ✓ **Initial results from Dover Castle South contain outstanding intersections including:**
  - 24m @ 3.57g/t Au from 8m including 8m @ 8.52g/t Au from 16m;
  - 12m @ 1.05g/t Au from 8m; and
  - historic results include 16m @ 3.75g/t Au from 4m.
- ✓ **Torian has completed drilling at Paradigm North, Calypso and Target 18;**
- ✓ **Most assays are pending from all areas; and**
- ✓ **The large program provides shareholders with significant leverage to exploration success.**

### 1. Overview

Torian Resources Ltd (**Torian** or **Company**) (**ASX:TNR**) is pleased to announce the initial results from its planned 30,000m drilling program for FY2018. The large program is designed to test multiple high priority exploration targets at the Company's flagship Zuleika and Malcolm projects.

As announced on 6 November 2017, Torian's extensive exploration program is targeting several high priority prospects at its Malcolm Project including Dover Castle South, Calypso and Dumbarton's. The program is also targeting several areas at its flagship Zuleika Project including Paradigm South, Paradigm North and Target 18.

Today the Company is announcing initial results from its maiden drilling program at Dover Castle South which forms part of its Malcolm project. As seen in Figure 1 below, the Malcolm Project lies 15km East of Leonora in the Eastern Goldfields Region of Western Australia. The Project comprises approximately 75km<sup>2</sup> of tenure in and around the Mt George Shear Zone. The project was acquired by Torian in 2015 and is located amongst numerous active gold mines.

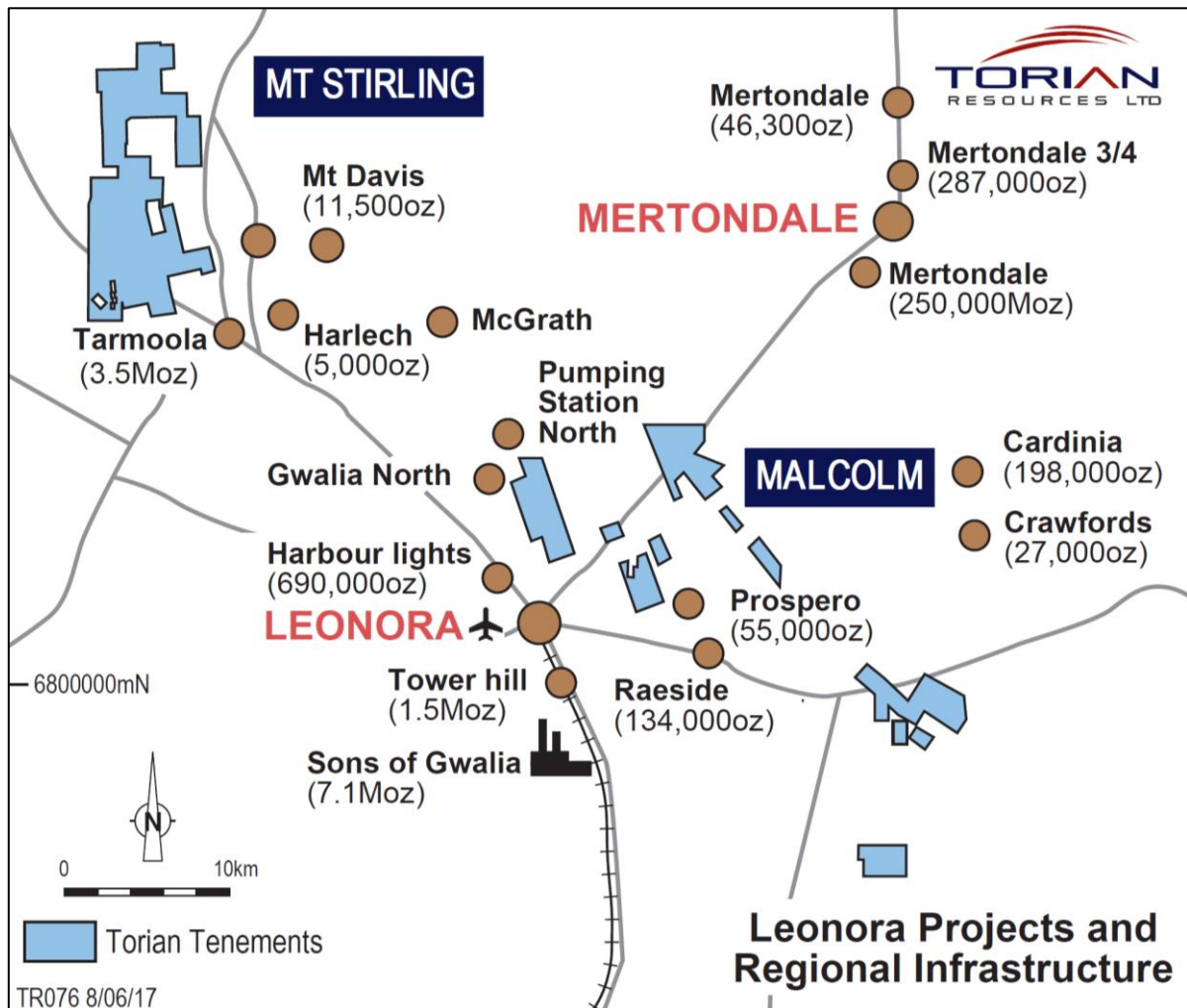


Figure 1: Map showing Torian's Leonora projects, surrounding infrastructure and gold deposits.

## 2. Dover Castle South

Dover Castle South lies in the central portion of the Malcolm Project area. As seen in Figure 2 below, the area is located near numerous historic mine workings. The RC drilling program focused on an area where shallow historic RAB drilling has defined an anomalous target zone of at least 400m long.

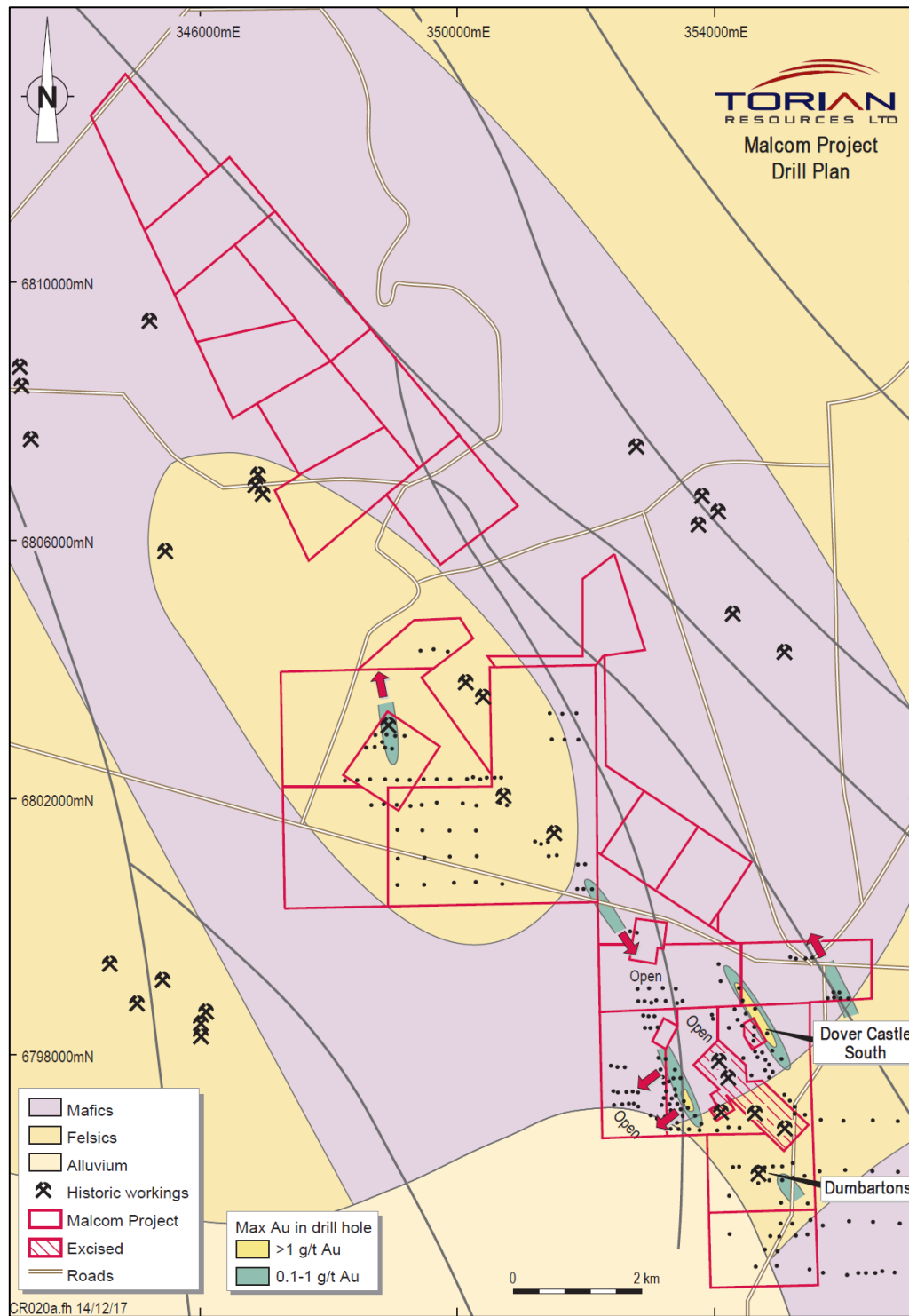


Figure 2: Map of Malcom South showing geology, tenements, historic drilling and historic workings.

A total of 9 holes for 638m was completed testing the target over a strike length of 320m. The drilling was designed to test the mineralisation to approximately 80m vertical. The holes were drilled on sections 80m apart with the holes 20m spaced on each section. The mineralisation outcrops and is exposed in several shallow workings. The mineralisation is hosted by a variably sheared basalt, with a generally sub vertical dip, though on some sections the dip is steep westerly, meaning that some of the holes were ineffective in testing the target.



*Figure 3: Photo showing RC drilling in operation at Dover Castle South.*

The mineralisation is characterised by chlorite and epidote alteration, quartz veining and pyrite and arsenopyrite alteration. The better values in the historic drilling are associated with arsenic values greater than 1%. Previous intersections from shallow RAB drilling are listed in Table 1 below.

Hole	E GDA94	N GDA94	Azimuth	Dip	EOH (m)	From (m)	To (m)	Interval (m)	Au g/t
MSR185	354887	6798158	270	-60	42	4	20	16	3.75
MSR218	354692	6798333	270	-60	22	0	4	4	1.40
MSR242	354977	6798008	270	-60	36	12	16	4	1.55
MSR243	354912	6798108	270	-60	26	8	12	4	1.55

*Table 1: Historic drill intercepts (>1g/t Au) at Torian's Dover Castle South prospect.*

The drilling program at Dover Castle South is now complete and all assays have been submitted to the labs for analysis.



The Company has received some outstanding initial results from this program. These results are listed in Table 2 below.

Hole	E GDA94	N GDA94	Azimuth	Dip	EOH (m)	From (m)	To (m)	Interval (m)	Au g/t
DCRC003	354888	6798160	245	-60	48	8	20	12	1.05
DCRC005	354936	6798093	245	-60	48	8	40	24	3.57
					including	16	24	8	8.52

Table 2: New drill intercepts (>1g/t Au) at Torian's Dover Castle South prospect.

**Note:** The above intercepts are 4m composite samples. Individual 1m samples are currently being assayed by the lab.

Figure 4 below shows the current and historic drilling completed and the associated grade contours at Dover Castle South.

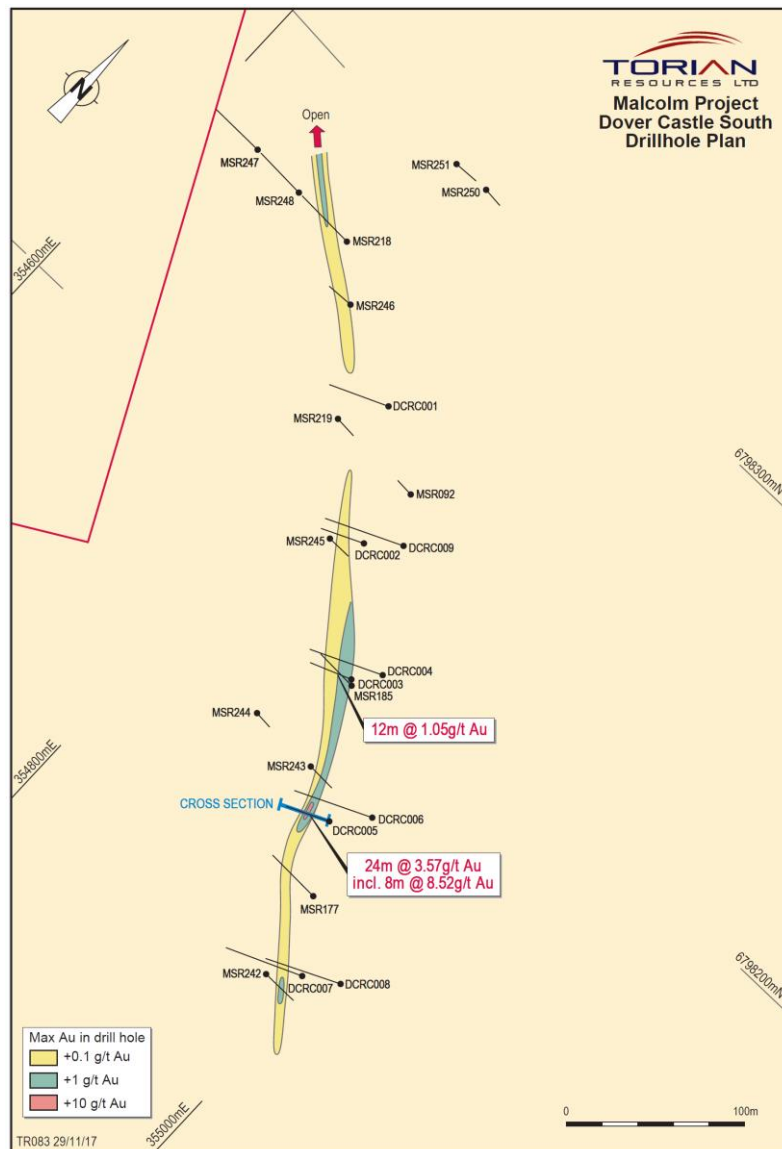


Figure 4: Drill hole plan showing gold contours at Dover Castle South.

Figure 5 below displays a cross section of the Dover Castle South mineralisation. It shows the weathering profile, old mine workings, geology and recent and historical intercepts at Dover Castle. Company is still waiting on additional results from this drilling program.

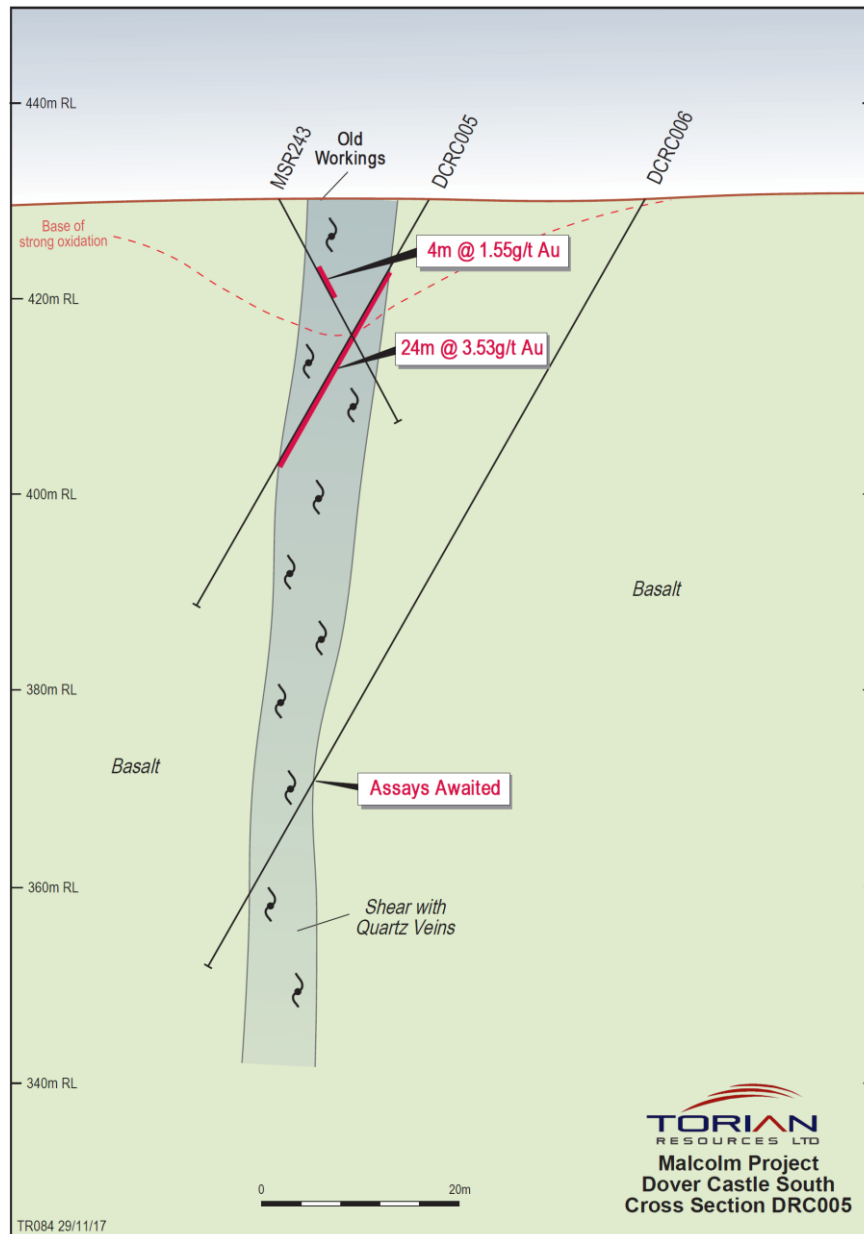


Figure 5: Cross section showing drilling intersections and geology at Dover Castle South.

### 3. Regional Geology

The Leonora district has a subdued topography with deep weathering and in places is covered with aeolian sand and red brown lacustrine clays which range in depth from 0 - 40m. Away from the salt lakes a thin patchy veneer of soil covers areas of outcrop and sub crop.

The rock types at the Malcolm project are a succession of Archaean north-northwest trending greenschist facies basalt, intrusive fine to medium-grained dolerite and feldspar phyric dolerite, black shale, siltstone, grits and medium-grained greywacke.

The structural geology at Malcom consists of variably dipping (10-60°) north or east trending extensional faults (lags) and minor thrusts, which create the regional stratigraphic trends within the Leonora District. To the east lies the Keith-Kilkenny Lineament which marks the western margin of the Pig Well Graben, whilst to the west lies the Mt George Shear zone. These two structures are approximately parallel and strike north-north westerly. The other structures are commonly links between these two dominant features.

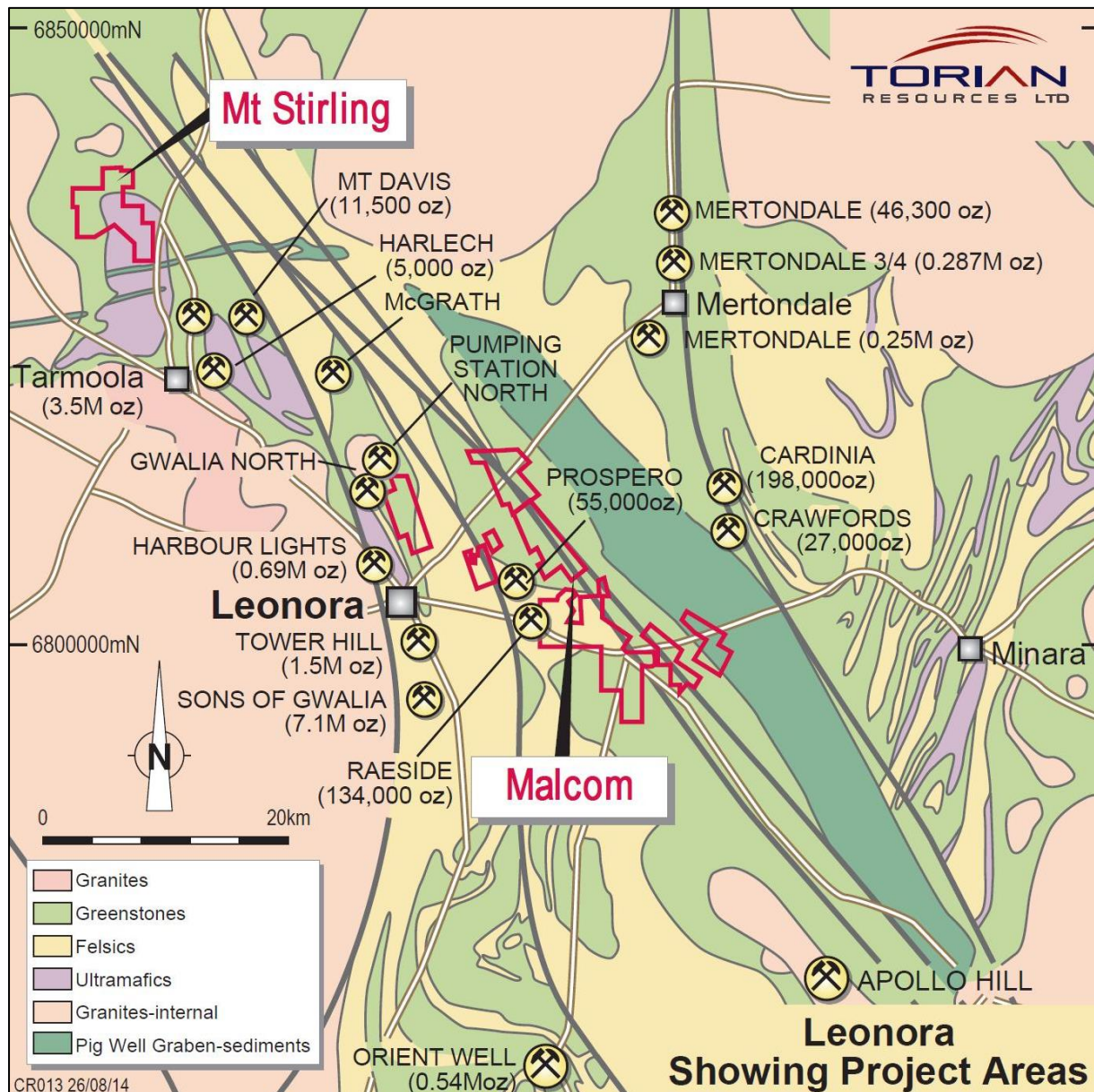


Figure 6: Map showing Torian's Leonora projects, regional geology and gold deposits.

Locally shears or fault zones are persistent for hundreds of metres in strike and range in width from 5m to 150m. Some shear zones are crosscut by the later regional foliation and are therefore likely to have formed relatively earlier in the deformation history (e.g. Richmond Gem Shear). Asymmetrical kink bands, quartz-carbonate veinlets and right stepping shear development indicate a right lateral sense of movement along north-trending and northwest-trending fault sets. Quartz within these shears occurs as veins, veinlets or boudins. Numerous pits and shafts occur within the tenement area.

Most prospects appear to have exploited high grade (>20g/t Au) portions of quartz veins however other styles of gold mineralisation were not pursued.

#### Past Production:

The Malcolm project area was intensively prospected before the First World War. Historic mines varied in size and style but were commonly high grade narrow quartz veins hosted by mafic volcanics and black shales. These deposits were commonly shear hosted. The known production figures from the various mines are listed in Table 3 below.

Mine:	Lease:	Tonnes:	Oz:	g/t Au:	Period:
Whispering Hope	617C	75.2	53	21.91	1898-9
Golden Prize	33C	17.3	19.4	34.93	1898
Windsor Castle	34C	34.5	25.9	23.32	1899
Barrington	568C	19.3	7.2	11.6	1904-11
Alice	1019C, 1058C, 1362C	846.4	693.9	25.5	1904-11
First and Last	1159C	21.3	10.7	15.54	1906
Knark	946C	27.4	9	10.16	1902
Mafeking	773C	16.3	5.2	9.99	1900
Shotover	580C	10.2	4.8	14.81	1899
Dumbarton	722C	285.5	203.6	22.17	1899-02
Dover Castle	212C	442	378	26.6	1897-00
Malcolm Mohr	147C	379.5	225.9	18.51	1898
Mt Malcolm Great Northern	717C	50.8	20.2	12.37	1899
Golden Crown/Midas	756C, 637C, 970C, 781C, 637C, 1308C, 1747C, 593C, 147C	3783	3594	29.55	1897-1936
Napoleon	1358C	8.1	66.81	255.62	1911
Kruger-Steyn	796C	2.5	66.27	811.38	1901
Lady Lena North	520C	35.1	38.71	34.34	1899
Ashley's United	679C	366.3	377.84	32.08	1899-04
Lady Lena	503C	24.4	34.34	43.8	1898
Total		6445.1	5834.77	28.15	

*Table 3: Table showing past production records from the Company's Malcolm Project.*

#### Previous Exploration:

Past exploration within this area has been quite superficial, with the majority of previous work being carried out in the vicinity of old gold workings. Apart from the Calypso Prospect, little exploration has been conducted beneath lake sediments in the southern half of the tenement group. The main work to date has been interpretation of aeromagnetic data, geological mapping, soil sampling, RAB drilling



of gold-in-soil anomalies and selected old workings, and limited follow up RC drilling. This has led to the definition of a large number of prospects. The area has been basically untouched since the mid 1990s.

#### 4. Commentary

Torian's Managing Director, Matthew Sullivan comments:

*"The initial results at Dover Castle South are very encouraging. This area has been of interest for quite some time and these initial results confirm our interpretation. With three drill rigs having now completed at Malcolm and our Zuleika projects we have lots more results to come".*

For further information, please contact:

A handwritten signature in blue ink, consisting of a stylized 'M' followed by a long horizontal line.

Matthew Sullivan  
**Managing Director**  
[info@torianresources.com.au](mailto:info@torianresources.com.au)

### **About Torian:**

Torian Resources Ltd (**ASX:TNR**) is a highly active gold exploration and development company. The Company has amassed a large and strategic landholding comprising eight projects and over 500km<sup>2</sup> of tenure located in the Goldfields Region of Western Australia.

Torian's flagship project, Zuleika, is located along the world class Zuleika Shear. The Zuleika Shear is the fourth largest gold producing region in Australia and consistently produces some of the country's highest grade and lowest cost gold mines. Torian's Zuleika project lies north and partly along strike of several major gold deposits including Northern Star's (ASX:NST) 7.0Moz East Kundana Joint Venture and Evolutions (ASX:EVN) 1.8Moz Frogs Legs and White Foil deposits.

The Zuleika Shear has seen significant corporate activity of late with over A\$1 Billion worth of acquisition in the region by major mining companies. Torian's Zuleika project comprises approximately 223km<sup>2</sup> of tenure making Torian the second largest landholder in this sought after region.

Last year Torian drilled 59,345m for a total of 1,319 holes across its projects. The large drilling campaign tested 26 exploration targets and, importantly, made four gold discoveries making Torian one of the most active gold explorers on the ASX.

### **Competent Person:**

Information in this report pertaining to mineral resources and exploration results was compiled by Mr MP Sullivan who is a member of Aus.I.M.M. Mr Sullivan is the chief geologist of Jemda Pty Ltd, consultants to the company. Mr Sullivan has sufficient experience which is relevant to the style of mineralisation and the type of deposit that is under consideration and to the activity that he is 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 Sullivan consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

### **Source of Leonora Resource Figures:**

These figures are a combination of previous production (if any) plus the latest publicly stated resources. The aim is to convey the size of the deposit and place this in a geological context in this map. Figures have been sourced from the following: Midas Resources Ltd 2012 Annual Report, Navigator Mining Ltd. 2012 Annual Report, St Barbara Mines Ltd 30th June 2012 ASX Announcement – Resource and Reserve Statement, AusIMM Publications: Geology of Australian and Papua New Guinean Mineral Deposits 1990, 1998.

### **References:**

DAVIS, G., 1992. Malcolm Project, Leonora, WA. E37/225, 302, PLs 37/3494, 3509, 3515, 3545, 3559, 3590-91, 3606, 3704, 3977-78, 4081, 4101-02, 4275, 4300-02, 4374, 4534, 4622. Technical Report November 1992-November 1993. Jubilee Gold Mines NL Annual Report.

HALLBERG, J. A., 1985. Geology and Mineral Deposits of the Leonora-Laverton area, Northeastern Yilgarn Block, Western Australia: Perth, Hesperian Press Australia.

SAMPSON, P.G., 1990. Ashton Gold (WA) Ltd, Annual Report 1989, Malcolm Nova Project M37/1388 and M37/139.

SLIGO N. K., 1980. Mates and Gold. Hesperian Press, Carlisle, Western Australia.

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TAYLOR, G.J., 1996. Annual Mineral Exploration Report on the Malcolm South Joint Venture Tenements, Leonora Project, for the period 1 December 1995 to 30 November 1996. Due on 30 January 1997. North Limited Annual Report.

THOM R. & BARNES R.G., 1977. 1:250 000 geological series – explanatory notes, Leonora, Western Australia, sheet SH/51-1 International index. Bureau of Mineral Resources, Geology & Geophysics, 1976.

**Collar Details:**

Hole	MGA E	MGA N	RL	Depth	Dip	Azimuth
DCRC001	354793	6798283	430	68	-60	245
DCRC002	354839	6798218	430	50	-60	245
DCRC003	354888	6798160	430	48	-60	245
DCRC004	354901	6798174	430	90	-60	245
DCRC005	354936	6798093	430	48	-60	245
DCRC006	354952	6798111	430	90	-60	245
DCRC007	354987	6798021	430	90	-60	245
DCRC008	355007	6798032	430	90	-60	245
DCRC009	354855	6798233	430	90	-60	245

*Table 4: Drill holes completed at Dover Castle South.*

## Appendix 1 Malcolm Project

### JORC Code, 2012 Edition – Table 1

#### Section 1 Sampling Techniques and Data

(Criteria in this section apply to all succeeding sections.)

Criteria	JORC Code explanation	Commentary
Sampling techniques	<ul style="list-style-type: none"> <li>Nature and quality of sampling (eg cut channels, random chips, or specific specialised industry standard measurement tools appropriate to the minerals under investigation, such as down hole gamma sondes, or handheld XRF instruments, etc). These examples should not be taken as limiting the broad meaning of sampling.</li> <li>Include reference to measures taken to ensure sample representivity and the appropriate calibration of any measurement tools or systems used.</li> <li>Aspects of the determination of mineralisation that are Material to the Public Report.</li> <li>In cases where 'industry standard' work has been done this would be relatively simple (eg 'reverse circulation drilling was used to obtain 1 m samples from which 3 kg was pulverised to produce a 30 g charge for fire assay'). In other cases more explanation may be required, such as where there is coarse gold that has inherent sampling problems. Unusual commodities or mineralisation types (eg submarine nodules) may warrant disclosure of detailed information.</li> </ul>	<ul style="list-style-type: none"> <li>Some data and results referred to in this report are historic, and date from the late 1980s to the present day. The historic data has been judged to be reliable following independent research, including discussions with previous operators and explorers in person.</li> <li>Samples from the current drilling programme were collected via Reverse Circulation (RC) drill chips.</li> <li>All drilling yielded samples on a metre basis. The initial samples from this drilling were composited into intervals of 4m. Reverse Circulation (RC) drilling is utilised to obtain 1 m samples which are riffle split, from which approx. 2-3 kg is pulverised to produce a 40g charge for fire assay. The individual 1m samples for the anomalous intervals have been submitted to the lab and will be reported once the assays are received.</li> <li>Sample preparation method is total material dried and pulverized to nominally 85% passing 75 µm particle size. Gold analysis method is generally by 40g Fire Assay, with Atomic Absorption Spectrometry (AAS) finish (DL 0.01 – UL 50 ppm Au). Samples exceeding the upper limit of the method were automatically re-assayed utilizing a high grade gravimetric method.</li> </ul>
Drilling techniques	<ul style="list-style-type: none"> <li>Drill type (eg core, reverse circulation, open-hole hammer, rotary air blast, auger, Bangka, sonic, etc) and details (eg core diameter, triple or standard tube, depth of diamond tails, face-sampling bit or other type, whether core is oriented and if so, by what method, etc).</li> </ul>	<ul style="list-style-type: none"> <li>The RC drilling is usually 155mm in diameter. RC drilling was via a face sampling hammer.</li> </ul>
Drill sample recovery	<ul style="list-style-type: none"> <li>Method of recording and assessing core and chip sample recoveries and results assessed.</li> <li>Measures taken to maximise sample recovery and ensure representative nature of the samples.</li> <li>Whether a relationship exists between sample recovery and grade and whether sample bias may have occurred due to preferential loss/gain of fine/coarse</li> </ul>	<ul style="list-style-type: none"> <li>Recoveries were logged onto paper logs during drilling. Recoveries were visually assessed.</li> <li>Sample recoveries were maximised in the RC drilling via collecting the samples in a cyclone prior to sub sampling.</li> <li>No relationship appears from the data between sample recovery and grade of the samples.</li> </ul>



Criteria	JORC Code explanation	Commentary
	<i>material.</i>	
Logging	<ul style="list-style-type: none"> <li>Whether core and chip samples have been geologically and geotechnically logged to a level of detail to support appropriate Mineral Resource estimation, mining studies and metallurgical studies.</li> <li>Whether logging is qualitative or quantitative in nature. Core (or costean, channel, etc) photography.</li> <li>The total length and percentage of the relevant intersections logged.</li> </ul>	<ul style="list-style-type: none"> <li>All drillholes were geologically logged. This logging is to be of a good quality and suitable for use in further studies.</li> <li>Logging is qualitative in nature.</li> <li>All samples / intersections are logged. 100% of relevant length intersections are logged.</li> </ul>
Sub-sampling techniques and sample preparation	<ul style="list-style-type: none"> <li>If core, whether cut or sawn and whether quarter, half or all core taken.</li> <li>If non-core, whether riffled, tube sampled, rotary split, etc and whether sampled wet or dry.</li> <li>For all sample types, the nature, quality and appropriateness of the sample preparation technique.</li> <li>Quality control procedures adopted for all sub-sampling stages to maximise representivity of samples.</li> <li>Measures taken to ensure that the sampling is representative of the in situ material collected, including for instance results for field duplicate/second-half sampling.</li> <li>Whether sample sizes are appropriate to the grain size of the material being sampled.</li> </ul>	<ul style="list-style-type: none"> <li>Non-core RC drill chip sample material is riffle split, where sample is dry. In case of wet sample a representative 'grab' sample method is utilized.</li> <li>The sample preparation technique is total material dried and pulverized to nominally 85% passing 75 µm particle size, from which a 40g charge was representatively riffle split off, for assay.</li> <li>Standard check (known value) samples were used in all sample submissions to the lab. The known values correspond closely with the expected values. A duplicate (same sample duplicated) were commonly inserted for every 40 or 50 samples taken. <ul style="list-style-type: none"> <li>Routine standards and duplicates were used to check for accuracy and precision of the results.</li> <li>The grain size is generally fine and so the sample size is appropriate.</li> </ul> </li> </ul>
Quality of assay data and laboratory tests	<ul style="list-style-type: none"> <li>The nature, quality and appropriateness of the assaying and laboratory procedures used and whether the technique is considered partial or total.</li> <li>For geophysical tools, spectrometers, handheld XRF instruments, etc, the parameters used in determining the analysis including instrument make and model, reading times, calibrations factors applied and their derivation, etc.</li> <li>Nature of quality control procedures adopted (eg standards, blanks, duplicates, external laboratory checks) and whether acceptable levels of accuracy (ie lack of bias) and precision have been established.</li> </ul>	<ul style="list-style-type: none"> <li>The independent laboratories used for this work is internationally accredited for QAQC in mineral analysis.</li> <li>No geophysical tools have been used to date.</li> <li>The laboratory inserted blank and check samples for each batch of samples analysed and reports these accordingly with all results.</li> </ul>
Verification of sampling and assaying	<ul style="list-style-type: none"> <li>The verification of significant intersections by either independent or alternative company personnel.</li> <li>The use of twinned holes.</li> <li>Documentation of primary data, data entry procedures, data verification, data storage (physical and electronic) protocols.</li> <li>Discuss any adjustment to assay data.</li> </ul>	<ul style="list-style-type: none"> <li>The intersections have been subject to field checking and the individual 1m samples are presently being assayed.</li> <li>No twinned holes have been used to date.</li> <li>Documentation of primary data is hand written field log sheets. Primary data is entered into application specific data base. The data base is subjected to data verification program, erroneous data is corrected. Data storage is retention of physical log sheet, two electronic backup storage devices and primary electronic database.</li> </ul>
Location of data points	<ul style="list-style-type: none"> <li>Accuracy and quality of surveys used to locate drill holes (collar and down-hole surveys), trenches, mine workings and other locations used in Mineral Resource estimation.</li> <li>Specification of the grid system used.</li> </ul>	<ul style="list-style-type: none"> <li>Survey control used is hand held GPS. No down hole surveys were completed. As the other drillholes were drilled to less than 100m significant deviations are not expected.</li> <li>Grid systems are various local grid converted to MGA coordinates.</li> </ul>

Criteria	JORC Code explanation	Commentary
	<ul style="list-style-type: none"> <li>Quality and adequacy of topographic control.</li> </ul>	<ul style="list-style-type: none"> <li>Topographic control is accurate to +/- 0.5 m.</li> </ul>
Data spacing and distribution	<ul style="list-style-type: none"> <li>Data spacing for reporting of Exploration Results.</li> <li>Whether the data spacing and distribution is sufficient to establish the degree of geological and grade continuity appropriate for the Mineral Resource and Ore Reserve estimation procedure(s) and classifications applied.</li> <li>Whether sample compositing has been applied.</li> </ul>	<ul style="list-style-type: none"> <li>The drill spacing of the RC holes is variable but generally no greater than.</li> <li>The infilled areas have drilling density sufficient for JORC Inferred category. Further infill will be required for other categories.</li> <li>For the initial samples 4m compositing has been used. The individual 1m samples are currently in the lab for assay.</li> </ul>
Orientation of data in relation to geological structure	<ul style="list-style-type: none"> <li>Whether the orientation of sampling achieves unbiased sampling of possible structures and the extent to which this is known, considering the deposit type.</li> <li>If the relationship between the drilling orientation and the orientation of key mineralised structures is considered to have introduced a sampling bias, this should be assessed and reported if material.</li> </ul>	<ul style="list-style-type: none"> <li>The orientation of the drilling is approximately at right angles to the known mineralisation and so gives a fair representation of the mineralisation intersected.</li> <li>No sampling bias is believed to occur due to the orientation of the drilling.</li> </ul>
Sample security	<ul style="list-style-type: none"> <li>The measures taken to ensure sample security.</li> </ul>	<ul style="list-style-type: none"> <li>Samples were delivered to the laboratory in batches at regular intervals. These are temporarily stored in a secure facility after drilling and before delivery</li> </ul>
Audits or reviews	<ul style="list-style-type: none"> <li>The results of any audits or reviews of sampling techniques and data.</li> </ul>	<ul style="list-style-type: none"> <li>The company engages independent consultants who regularly audit the data for inconsistencies and other issues. None have been reported to date.</li> </ul>

## Section 2 Reporting of Exploration Results

(Criteria listed in the preceding section also apply to this section.)

Criteria	JORC Code explanation	Commentary
Mineral tenement and land tenure status	<ul style="list-style-type: none"> <li>Type, reference name/number, location and ownership including agreements or material issues with third parties such as joint ventures, partnerships, overriding royalties, native title interests, historical sites, wilderness or national park and environmental settings.</li> <li>The security of the tenure held at the time of reporting along with any known impediments to obtaining a licence to operate in the area.</li> </ul>	<ul style="list-style-type: none"> <li>The drilling at Dover Castle South was carried out on P37/8824. This tenement forms part of the Malcolm Joint Venture. This tenement is held by a third party on behalf of the Joint Venture parties. The company is the Manager of the Joint Venture and holds executed transfers which will permit this tenement becoming the property of the Joint Venture. Torian has purchased a 51% interest in the project and is earning up to 90% by completing exploration on the project.</li> </ul>
Exploration done by other parties	<ul style="list-style-type: none"> <li>Acknowledgment and appraisal of exploration by other parties.</li> </ul>	<ul style="list-style-type: none"> <li>All work relating to previous exploration contained within this report was completed by other parties. Details are included in the references.</li> </ul>
Geology	<ul style="list-style-type: none"> <li>Deposit type, geological setting and style of mineralisation.</li> </ul>	<ul style="list-style-type: none"> <li>Details of the geology are found elsewhere in this report.</li> </ul>
Drill hole Information	<ul style="list-style-type: none"> <li>A summary of all information material to the understanding of the exploration results including a tabulation of the following information for all Material drill holes: <ul style="list-style-type: none"> <li>easting and northing of the drill hole collar</li> <li>elevation or RL (Reduced Level – elevation above sea level in metres) of</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>Details of the drilling, etc are found within the various tables and diagrams elsewhere in this report.</li> <li>No material information, results or data have been excluded.</li> </ul>

Criteria	JORC Code explanation	Commentary
	<ul style="list-style-type: none"> <li>the drill hole collar</li> <li>o dip and azimuth of the hole</li> <li>o down hole length and interception depth</li> <li>o hole length.</li> <li>• If the exclusion of this information is justified on the basis that the information is not Material and this exclusion does not detract from the understanding of the report, the Competent Person should clearly explain why this is the case.</li> </ul>	No material information has been excluded.
Data aggregation methods	<ul style="list-style-type: none"> <li>• In reporting Exploration Results, weighting averaging techniques, maximum and/or minimum grade truncations (eg cutting of high grades) and cut-off grades are usually Material and should be stated.</li> <li>• Where aggregate intercepts incorporate short lengths of high grade results and longer lengths of low grade results, the procedure used for such aggregation should be stated and some typical examples of such aggregations should be shown in detail.</li> <li>• The assumptions used for any reporting of metal equivalent values should be clearly stated.</li> </ul>	<ul style="list-style-type: none"> <li>• Weighted averages were calculated by a simple weighting of from and to distances down each hole. These are 4m composite samples. No top cuts were applied. Lower cut-offs used were – Malcolm 1g/t Au.</li> <li>• The drilling results are shown tabulated elsewhere in this report.</li> <li>• No metal equivalents have been used</li> </ul>
Relationship between mineralisation widths and intercept lengths	<ul style="list-style-type: none"> <li>• These relationships are particularly important in the reporting of Exploration Results.</li> <li>• If the geometry of the mineralisation with respect to the drill hole angle is known, its nature should be reported.</li> <li>• If it is not known and only the down hole lengths are reported, there should be a clear statement to this effect (eg 'down hole length, true width not known').</li> </ul>	<ul style="list-style-type: none"> <li>• Details of geology, and selected cross sections are given elsewhere in this report.</li> <li>• The steep dipping nature of the mineralisation means that steeply inclined drillholes will show exaggerated widths. These are shown in the diagrams and tables elsewhere in this report. <ul style="list-style-type: none"> <li>• The drilling results shown elsewhere in this report are drill widths not true widths.</li> </ul> </li> </ul>
Diagrams	<ul style="list-style-type: none"> <li>• Appropriate maps and sections (with scales) and tabulations of intercepts should be included for any significant discovery being reported. These should include, but not be limited to a plan view of drill hole collar locations and appropriate sectional views.</li> </ul>	<ul style="list-style-type: none"> <li>• Details of geology, and selected cross sections are given elsewhere in this report.</li> </ul>
Balanced reporting	<ul style="list-style-type: none"> <li>• Where comprehensive reporting of all Exploration Results is not practicable, representative reporting of both low and high grades and/or widths should be practiced to avoid misleading reporting of Exploration Results.</li> </ul>	<ul style="list-style-type: none"> <li>• Details of the results, drilling, etc are reported elsewhere in this report.</li> </ul>
Other substantive exploration data	<ul style="list-style-type: none"> <li>• Other exploration data, if meaningful and material, should be reported including (but not limited to): geological observations; geophysical survey results; geochemical survey results; bulk samples – size and method of treatment; metallurgical test results; bulk density, groundwater, geotechnical and rock characteristics; potential deleterious or contaminating substances.</li> </ul>	<ul style="list-style-type: none"> <li>• Details of geology, and selected cross sections are given elsewhere in this report.</li> </ul>
Further work	<ul style="list-style-type: none"> <li>• The nature and scale of planned further work (eg tests for lateral extensions or depth extensions or large-scale step-out drilling).</li> <li>• Diagrams clearly highlighting the areas of possible extensions, including the main geological interpretations and future drilling areas, provided this</li> </ul>	<ul style="list-style-type: none"> <li>• Proposed work included drilling of infill and step out RC drilling across the mineralisation. The aim of such work is to increase confidence in the data and also to test for extensions to the known mineralisation. Budgets are being prepared for this work at present.</li> </ul>

Criteria	JORC Code explanation	Commentary
	<i>information is not commercially sensitive.</i>	<ul style="list-style-type: none"> <li>In addition a significant number of additional prospects are known to exist within the projects as defined by previous RAB and RC drilling intersections. These will form the second phase of exploration.</li> <li>Various maps and diagrams are presented elsewhere in this report to highlight possible extensions and new targets.</li> </ul>

### Section 3 Estimation and Reporting of Mineral Resources

(Criteria listed in section 1, and where relevant in section 2, also apply to this section.)

Criteria	JORC Code explanation	Commentary
<i>Database integrity</i>	<ul style="list-style-type: none"> <li>Measures taken to ensure that data has not been corrupted by, for example, transcription or keying errors, between its initial collection and its use for Mineral Resource estimation purposes.</li> <li>Data validation procedures used.</li> </ul>	<ul style="list-style-type: none"> <li>The database was checked against the hard copy originals for validity.</li> <li>Data validation checked consistency of features such as hole depth, consistent down hole surveys, duplicate assays, etc.</li> </ul>
<i>Site visits</i>	<ul style="list-style-type: none"> <li>Comment on any site visits undertaken by the Competent Person and the outcome of those visits.</li> <li>If no site visits have been undertaken indicate why this is the case.</li> </ul>	<ul style="list-style-type: none"> <li>The competent person made site visits to all projects during the course of the drilling programme.</li> </ul>
<i>Geological interpretation</i>	<ul style="list-style-type: none"> <li>Confidence in (or conversely, the uncertainty of) the geological interpretation of the mineral deposit.</li> <li>Nature of the data used and of any assumptions made.</li> <li>The effect, if any, of alternative interpretations on Mineral Resource estimation.</li> <li>The use of geology in guiding and controlling Mineral Resource estimation.</li> <li>The factors affecting continuity both of grade and geology.</li> </ul>	<ul style="list-style-type: none"> <li>The geology of the various resources is reasonably well documented and understood. Most are in areas of outcrop and so direct observation of dips, strikes, widths, etc have been made.</li> <li>3D models of the geology were commonly used as a guide for the interpretation of the mineralization.</li> <li>Continuity is assumed to be from hole to hole. As the maximum spacing of holes is 80m in the resources this appears to be a reasonable assumption. At all times the geology guided the continuity. No faults or other dislocations that may influence the geological continuity are known within the resources.</li> </ul>
<i>Dimensions</i>	<ul style="list-style-type: none"> <li>The extent and variability of the Mineral Resource expressed as length (along strike or otherwise), plan width, and depth below surface to the upper and lower limits of the Mineral Resource.</li> </ul>	<ul style="list-style-type: none"> <li>The widths of the mineralisation within the resources are fairly uniform. The strike and dip extents of the mineralisation in the various resources is determined solely by drilling.</li> </ul>
<i>Estimation and modelling techniques</i>	<ul style="list-style-type: none"> <li>The nature and appropriateness of the estimation technique(s) applied and key assumptions, including treatment of extreme grade values, domaining, interpolation parameters and maximum distance of extrapolation from data points. If a computer assisted estimation method was chosen include a description of computer software and parameters used.</li> <li>The availability of check estimates, previous estimates and/or mine production records and whether the Mineral Resource estimate takes appropriate account of such data.</li> <li>The assumptions made regarding recovery of by-products.</li> </ul>	<ul style="list-style-type: none"> <li>The project contains resources outside of the area drilled in this drilling programme. These resources were estimated using Micromine software. The mineralization was wireframed at the cut off grades stated above. Where high grade domains were noted these were subset from the overall wireframes.</li> <li>Where historic workings are also mapped these were also wireframed and deducted from the resource. These estimates were validated against historic production records where known.</li> <li>Geological models were used to constrain the mineralization models. The method used is considered to be suitable for the estimation of Inferred</li> </ul>



Criteria	JORC Code explanation	Commentary
	<ul style="list-style-type: none"> <li>• <i>Estimation of deleterious elements or other non-grade variables of economic significance (eg sulphur for acid mine drainage characterisation).</i></li> <li>• <i>In the case of block model interpolation, the block size in relation to the average sample spacing and the search employed.</i></li> <li>• <i>Any assumptions behind modelling of selective mining units.</i></li> <li>• <i>Any assumptions about correlation between variables.</i></li> <li>• <i>Description of how the geological interpretation was used to control the resource estimates.</i></li> <li>• <i>Discussion of basis for using or not using grade cutting or capping.</i></li> <li>• <i>The process of validation, the checking process used, the comparison of model data to drill hole data, and use of reconciliation data if available.</i></li> </ul>	<p>Resources. More complex methods may be appropriate for resources of higher category.</p> <ul style="list-style-type: none"> <li>• There is modest previous mining activity across most of the resources. These provide evidence of width, dip, strikes, etc.</li> <li>• Top cuts were not applied, however their influence on the wireframes was reduced by domaining high grade zones separately.</li> <li>• No data was available for reconciliation. The model was compared to the drill data directly on section using the geological features as a guide. Minor adjustments were made following this. <ul style="list-style-type: none"> <li>• Lower grade cut offs were used to define the edges of the wireframes, whilst the higher grades were not cut due to a lack of statistics. The higher grade areas were wireframed separately so as not to affect the surrounding lower grade haloes. The wireframes were checked manually against the cross sectional interpretations for consistency. Minor changes were made following this process.</li> </ul> </li> </ul>
Moisture	<ul style="list-style-type: none"> <li>• <i>Whether the tonnages are estimated on a dry basis or with natural moisture, and the method of determination of the moisture content.</i></li> </ul>	<ul style="list-style-type: none"> <li>• The estimates are made on a dry basis as little information exists reliably outlining the moisture contents.</li> </ul>
Cut-off parameters	<ul style="list-style-type: none"> <li>• <i>The basis of the adopted cut-off grade(s) or quality parameters applied.</i></li> </ul>	<ul style="list-style-type: none"> <li>• The lower cut off were arbitrarily assigned after a visual assessment of the mineralization on cross sections. No upper cuts were applied, but their potential influence was reduced by separately domaining any high grade areas.</li> </ul>
Mining factors or assumptions	<ul style="list-style-type: none"> <li>• <i>Assumptions made regarding possible mining methods, minimum mining dimensions and internal (or, if applicable, external) mining dilution. It is always necessary as part of the process of determining reasonable prospects for eventual economic extraction to consider potential mining methods, but the assumptions made regarding mining methods and parameters when estimating Mineral Resources may not always be rigorous. Where this is the case, this should be reported with an explanation of the basis of the mining assumptions made.</i></li> </ul>	<ul style="list-style-type: none"> <li>• All resources are assumed to be open pitable. This is due to the oxide nature of the upper parts of the resources and the relatively shallow nature of the drilling to date. No mining studies have been made to date for any resource.</li> </ul>
Metallurgical factors or assumptions	<ul style="list-style-type: none"> <li>• <i>The basis for assumptions or predictions regarding metallurgical amenability. It is always necessary as part of the process of determining reasonable prospects for eventual economic extraction to consider potential metallurgical methods, but the assumptions regarding metallurgical treatment processes and parameters made when reporting Mineral Resources may not always be rigorous. Where this is the case, this should be reported with an explanation of the basis of the metallurgical assumptions made.</i></li> </ul>	<ul style="list-style-type: none"> <li>• All mineralisation is assumed to be free milling on the basis of historic data. Most other resource contain some visible gold either in panned drill cuttings or directly observed in historic workings. A significant proportion of gravity recoverable gold would be expected in any future processing.</li> </ul>
Environmental factors or assumptions	<ul style="list-style-type: none"> <li>• <i>Assumptions made regarding possible waste and process residue disposal options. It is always necessary as part of the process of determining reasonable prospects for eventual economic extraction to consider the potential environmental impacts of the mining and processing operation. While at this stage the determination of potential environmental impacts, particularly</i></li> </ul>	<ul style="list-style-type: none"> <li>• The assumed operations will have typical waste dumps as seen in many sites across Western Australia. These include dewatering and tailings disposal facilities.</li> <li>• No assumed operation in the future will have an unusual impact on the environment.</li> </ul>

Criteria	JORC Code explanation	Commentary
	<p><i>for a greenfields project, may not always be well advanced, the status of early consideration of these potential environmental impacts should be reported. Where these aspects have not been considered this should be reported with an explanation of the environmental assumptions made.</i></p>	
Bulk density	<ul style="list-style-type: none"> <li><i>Whether assumed or determined. If assumed, the basis for the assumptions. If determined, the method used, whether wet or dry, the frequency of the measurements, the nature, size and representativeness of the samples.</i></li> <li><i>The bulk density for bulk material must have been measured by methods that adequately account for void spaces (vugs, porosity, etc), moisture and differences between rock and alteration zones within the deposit.</i></li> <li><i>Discuss assumptions for bulk density estimates used in the evaluation process of the different materials.</i></li> </ul>	<ul style="list-style-type: none"> <li>No bulk density data were available. Bulk densities were assumed based on industry experience elsewhere in Western Australia. An SG of 2.2t/m<sup>2</sup> was assumed for all material. This reflects the semi oxidised nature of most of the material.</li> </ul>
Classification	<ul style="list-style-type: none"> <li><i>The basis for the classification of the Mineral Resources into varying confidence categories.</i></li> <li><i>Whether appropriate account has been taken of all relevant factors (ie relative confidence in tonnage/grade estimations, reliability of input data, confidence in continuity of geology and metal values, quality, quantity and distribution of the data).</i></li> <li><i>Whether the result appropriately reflects the Competent Person's view of the deposit.</i></li> </ul>	<ul style="list-style-type: none"> <li>The classification of all resources as Inferred reflects various unknowns of the data. Despite this there is sufficient continuity of the mineralisation across all resources.</li> <li>As currently understood these estimates give a fair reflection of the resources. <ul style="list-style-type: none"> <li>The result is appropriate in the competent person's view.</li> </ul> </li> </ul>
Audits or reviews	<ul style="list-style-type: none"> <li><i>The results of any audits or reviews of Mineral Resource estimates.</i></li> </ul>	<ul style="list-style-type: none"> <li>The resources have received a number of peer reviews. No key issues were raised.</li> </ul>
Discussion of relative accuracy/confidence	<ul style="list-style-type: none"> <li><i>Where appropriate a statement of the relative accuracy and confidence level in the Mineral Resource estimate using an approach or procedure deemed appropriate by the Competent Person. For example, the application of statistical or geostatistical procedures to quantify the relative accuracy of the resource within stated confidence limits, or, if such an approach is not deemed appropriate, a qualitative discussion of the factors that could affect the relative accuracy and confidence of the estimate.</i></li> <li><i>The statement should specify whether it relates to global or local estimates, and, if local, state the relevant tonnages, which should be relevant to technical and economic evaluation. Documentation should include assumptions made and the procedures used.</i></li> <li><i>These statements of relative accuracy and confidence of the estimate should be compared with production data, where available.</i></li> </ul>	<ul style="list-style-type: none"> <li>The classification of the resources as Inferred reflects the presently understood confidence in the continuity of dimensions and grade of the resources.</li> <li>Various features require additional drilling. In all cases the resources remain open, particularly down dip.</li> <li>A more rigorous statistical understanding of the mineralisation in the resources will be made following more detailed drilling.</li> <li>The resources stated in this report relate to local estimates. Further drilling is warranted before any economic evaluation is made.</li> <li>Details of assumptions used are as stated in this report.</li> </ul>