

CANNINDAH RESOURCES INTERPRETS POSITIVE HISTORICAL DRILLING RESULTS PUBLICLY AVAILABLE FOR THE FIRST TIME FROM PICCADILLY

Cannindah Resources Limited (ASX: CAE) has now conducted a review of newly acquired historical data from the Piccadilly project. A 1988 report to what is now called the Department of Natural Resources and Mines, was retrieved by CAE which contained the results of drillholes not previously publicly available.

The report outlines some shallow drilling (less than 55m) which was completed in 1988 and shows some significant intercepts at shallow depth within the Piccadilly mining lease (ML1442). The assay results have been interpreted by our consulting geologists at Terra Search and plotted with our existing data set for Piccadilly.

The fact that these drill results further confirm the existence of high-grade gold within the Piccadilly project is very positive.

Some highlights of this historical drilling are

- 1m @ 9.28g/t Au from 18-19m (PRB002),
- 1m @ 8.30g/t Au from 42-43m (PDP14) which forms part of
- 10m @ 2.45g/t Au from 40-50m (PDP14)
- 2m @ 7.82g/t Au from 4-6m (PDP08),

These historical results along with the more recent drilling showing 1m @ 9.06 g/t Au from 31-32m (PRC005) gives the company more confidence of high-grade gold zones being present in the Piccadilly area.

The mineralization model that best fits the drill results and observed geological, geochemical and geophysical features at Piccadilly has an intrusive body 1-2km south of the lease, driving gold bearing mineralization along permeable fluid pathways presented by porous sedimentary beds, dipping to the south. The resultant quartz sulphide veins occur at the surface in the Piccadilly Mining Lease area, cropping out as several subparallel lodes over a strike length of 1.5km. High gold grades of up to 0.75m @ 32.3g/t Au have been previously reported in veins at Piccadilly from near surface continuous rock chip sampling, with rock chip samples over two ounces per tonne in places (e.g. up to 79.4 g/t Au) (see ASX release dated March 2017). These grades match the historic production from Piccadilly: in 1974, Charters Towers district Government Geologist Ken Levingstone estimated an overall grade from historic mining (1892-1914) of 76.5 g/t Au, with 171 kg of gold production from 4280 tonne of ore.

South of the Piccadilly Mining Lease, CAE/Piccadilly Gold Mines has delineated an Induced Polarisation Geophysical target, interpreted as a sulphide build up associated with a gold mineralized feeder emanating from an intrusive system further to the south. The 1988 drill results publicly released for the first time here, whilst showing excellent gold grades at shallow depth within the current mining lease at Piccadilly, do not test the interpreted IP target, which Consultant Geophysicist Terry Hoschke has modelled as being located at a depth of approximately 150m below surface, and predominantly further to the south of both the historical and more recent drilling.

The following comment from Cannindah Resources Limited Chairman Mr Tom Pickett is a positive view for the project "The location and interpretation of historical information is a cost-effective way of providing further hard evidence supporting the data already produced at Piccadilly. This simply adds to the confidence that we are heading in the right direction. The existence of an intrusive related gold system at Piccadilly is very exciting due to the sheer potential scale of the target. If, as expected, we locate gold in this area once we commence drilling closer to the IP target it will definitely be a company changing event. We will also constantly be looking for high grade gold in shoot controls emanating from quartz veining such as the high-grade areas that we have



located at or near surface. We believe that we have a good method of locating these high-grade zones using geochemical associations such as zinc-copper-gold, and high-resolution ground-based magnetics which can map out gold bearing structures. We have gained this knowledge after reviewing significant groundwork performed by the previous owners and the interpretation of our ground-based exploration, along with the recently located historical information. High quality gold projects like Piccadilly are not easy to come by, so there is no wonder we are receiving an increased level of interest in our activities, given the gold price and current economic climate.”

The company has been in discussion with potential funding sources including our current funding partner Aquis Finance to access further required capital to drill these targets as soon as possible. The board anticipates that soon after the Annual General Meeting of the company that drilling will commence.

The company is very excited for the future as our projects are of such a quality and that we are drill ready and hope to provide excellent news flow for the weeks, months to come.

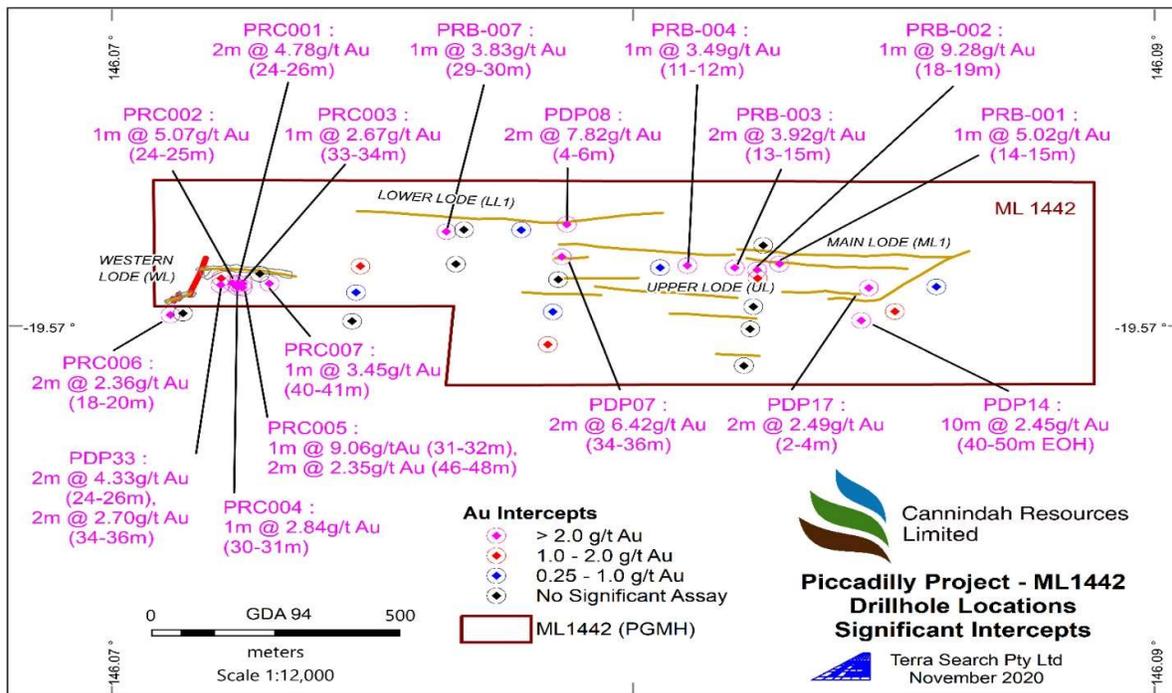


Figure 1. Drillhole Locations and significant gold intercepts (all downhole widths) Piccadilly Mining Lease ML1442 area. Historical holes PDP prefix drilled by Pan Aust 1988; PRB prefix holes drilled by Piccadilly Gold Mines 2011; PRC prefix holes drilled by Piccadilly Gold Mines 2018. Historical workings occur along gold lodes.

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 Piccadilly 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.

For further information, please contact:

Tom Pickett
Executive Chairman
Ph: 61 7 3357 3988



APPENDIX
Significant Intercepts - ML1442

Prospect Code	Company	Sheet Number	Hole ID	Significant Intercepts
TSPAPI	PA	8158	PDP01	2m @ 0.45g/t Au (16-18m)
TSPAPI	PA	8158	PDP02	2m @ 1.38g/t Au (38-40m)
TSPAPI	PA	8158	PDP04	2m @ 1.38g/t Au (44-46m)
TSPAPI	PA	8158	PDP05	4m @ 0.87g/t Au (36-40m)
TSPAPI	PA	8158	PDP07	2m @ 6.42g/t Au (34-36m)
TSPAPI	PA	8158	PDP08	2m @ 7.82g/t Au (4-6m)
TSPAPI	PA	8158	PDP12	2m @ 1.06g/t Au (8-10m) and 10m @ 1.65g/t Au (22-32m)
TSPAPI	PA	8158	PDP14	2m @ 1.57g/t Au (14-16m) , 2m @ 1.04g/t Au (34-36m) ,10m @ 2.45g/t Au (40-50m EOH)
TSPAPI	PA	8158	PDP15	22m @ 0.49g/t Au (8-30m) , 2m @ 1.25g/t Au (52-54m EOH)
TSPAPI	PA	8158	PDP16	4m @ 0.78g/t Au (42-46m)
TSPAPI	PA	8158	PDP17	2m @ 2.49g/t Au (2-4m) , 2m @ 1.37g/t Au (10-12m) , 2m @ 1.18g/t Au (36-38m) , 2m @ 1.40g/t Au (46-48m)
TSPAPI	PA	8158	PDP18	2m @ 1.29g/t Au (14-16m)
TSPAPI	PA	8158	PDP20	4m @ 1.43g/t Au (4-8m) , 4m @ 0.50g/t Au (44-48m)
TSPAPI	PA	8158	PDP21	2m @ 0.31g/t Au (4-6m) , 8m @ 0.29g/t Au (32-40m)
TSPAPI	PA	8158	PDP22	2m @ 0.39g/t Au (12-14m)
TSPAPI	PA	8158	PDP23	12m @ 0.23g/t Au (8-20m)
TSPAPI	PA	8158	PDP24	2m @ 1.22g/t Au (12-14m)
TSPAPI	PA	8158	PDP27	2m @ 1.23g/t Au (6-8m)
TSPAPI	PA	8158	PDP28	2m @ 0.37g/t Au (24-26m)
TSPAPI	PA	8158	PDP29	4m @ 0.34g/t Au (2-6m)
TSPAPI	PA	8158	PDP30	2m @ 1.06g/t Au (40-42m)
TSPAPI	PA	8158	PDP33	4m @ 1.09g/t Au (14-18m) and 2m @ 4.33g/t Au (24-26m) and 2m @ 2.70g/t Au (34-36m) and 2m @ 0.63g/t Au (40-42m)
PGPI	PGMH	8158	PRB-001	1m @ 0.96g/t Au (12-13m) , 1m @ 5.02g/t Au (14-15)
PGPI	PGMH	8158	PRB-002	1m @ 9.28g/t Au (18-19m)
PGPI	PGMH	8158	PRB-003	2m @ 3.92g/t Au (13-15)
PGPI	PGMH	8158	PRB-004	1m @ 3.49g/t Au (11-12m)
PGPI	PGMH	8158	PRB-005	1m @ 0.68g/t Au (23-24m)
PGPI	PGMH	8158	PRB-006	1m @ 0.98g/t Au (20-21m)
PGPI	PGMH	8158	PRB-007	1m @ 3.83g/t Au (29-30m)
PGPI	PGMH	8158	PRC001	2m @ 4.78g/t Au (24-26m) , 1m @ 1.86g/t Au (39-40m)
PGPI	PGMH	8158	PRC002	2m @ 1.25g/t Au (15-17m) , 1m @ 5.07g/t Au (24-25m) , 1m @ 1.27g/t Au (38-39m)
PGPI	PGMH	8158	PRC003	2m @ 0.57g/t Au (24-26m) , 1m @ 2.67g/t Au (33-34m)
PGPI	PGMH	8158	PRC004	1m @ 2.84g/t Au (30-31m)

Prospect Code	Company	Sheet Number	Hole ID	Significant Intercepts
PGPI	PGMH	8158	PRC005	1m @ 9.06g/tAu (31-32m) , 2m @ 2.35g/t Au (46-48m)
PGPI	PGMH	8158	PRC006	2m @ 2.36g/t Au (18-20m)
PGPI	PGMH	8158	PRC007	2m @ 0.63g/t Au (21-23m) , 1m @ 3.45g/t Au (40-41m)