



STONE RESOURCES AUSTRALIA LIMITED

7 April 2017

WET WEATHER DELAYS DRILLING ON BRIGHTSTAR NORTH BEN HUR PROJECT

Stone Resources Australia Limited (ASX: SHK) ("SRAL" or the "Company") is pleased to provide an update to the announcement dated 14 September 2016 of "Non-Binding Heads of Agreement signed on Brightstar North Tenements" with VCS Civil and Mining Pty Ltd ("VCS") and advises that wet weather has delayed the completion of the drilling campaign at the SRAL Brightstar North Ben Hur deposit.

The drilling is the first stage which will allow the companies to determine the viability of the project and work towards the finalisation of the formal more in-depth agreement.

Under the agreement, VCS are conducting due diligence and have experienced a delay of 6 weeks predominately to wet weather.

To date all of the RC holes have been drilled with 2 diamond drill holes outstanding.

The companies continue cooperating together and VCS will submit a definitive program setting out the remaining tasks and timing for completion of the due diligence.

SRAL expects the program to be submitted by 20 April 2017.

Results of the drilling will be announced on completion of the drilling campaign and receipt of the results.

For further information, please contact the office at 0892776008.

Yours truly,

William Hobba
Non-Executive Director