

ASX/Media Release

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EGANSTREET EXTENDS ROTHSAY STRIKE BY 4KM AFTER IDENTIFYING NEW TARGETS ALONG KARARA SHEAR

Regional review highlights additional 4km of potential strike at Karara Shear, with historical high-grade results and geological similarities to the Woodley's Shear

HIGHLIGHTS

- > Karara Shear confirmed as priority exploration target following exploration review at the Rothsay Gold Project.
- > Database review identified mineralised drill intersections on the Karara Shear. Best results generated include:
 - **1m at 19.52g/t Au** from 9m in MKP004; and
 - **4m at 2.64g/t Au** from 4m in MKP009
- > Karara Shear has geological similarities to the Woodley's Shear - which hosts a total Indicated and Inferred Resource inventory of 1.54Mt at 9.2g/t Au for 454,000oz.
- > Total prospective shears at Rothsay increases from 14km to 18km.
- > Programme of Works application will soon be submitted to further test the Karara Shear.

EganStreet Resources Limited (ASX: EGA) (**EganStreet** or the **Company**) is pleased to advise it has further expanded the regional exploration potential at its flagship Rothsay Gold Project (**Rothsay** or the **Project**), located 300km north-east of Perth in WA's Midwest region, after identifying a series of priority regional targets within the Karara Shear, immediately north of its existing high-grade resources.

The new targets were identified during an extensive regional mapping review of the Company's 100%-owned exploration tenements. This exercise was undertaken in order to enhance EganStreet's pipeline of high-potential gold exploration opportunities at Rothsay.

To date, EganStreet has focused its assessment of geological potential on the Mining Leases (ML's) at Rothsay, principally the main area of and the area immediately surrounding the Woodley's Resource.

"EganStreet has been conducting an extensive mapping review of our 100 per cent owned exploration tenements at Rothsay. The results indicate the geological potential extends significantly beyond our current Resource," said EganStreet Managing Director Marc Ducler.

The Company is now combining the assessment of the surrounding exploration leases, which includes geological mapping and the identification of historical mining area. This will in turn lead to a full field data and prospectivity review.

Mapping of the exploration leases immediately to the north of the ML's is now complete. Two areas of historical mining activity have now been identified:

- The Karara workings, located to the north of the ML's. These workings have been historically described by Hunter Exploration (1997) and drilled by Metana Minerals (10 holes in circa 1990); and
- A line of workings located immediately north of the Tailings Storage Facility (**TSF**) (see figure 1) which, while being located within the ML's, have previously been mapped, however not drilled.

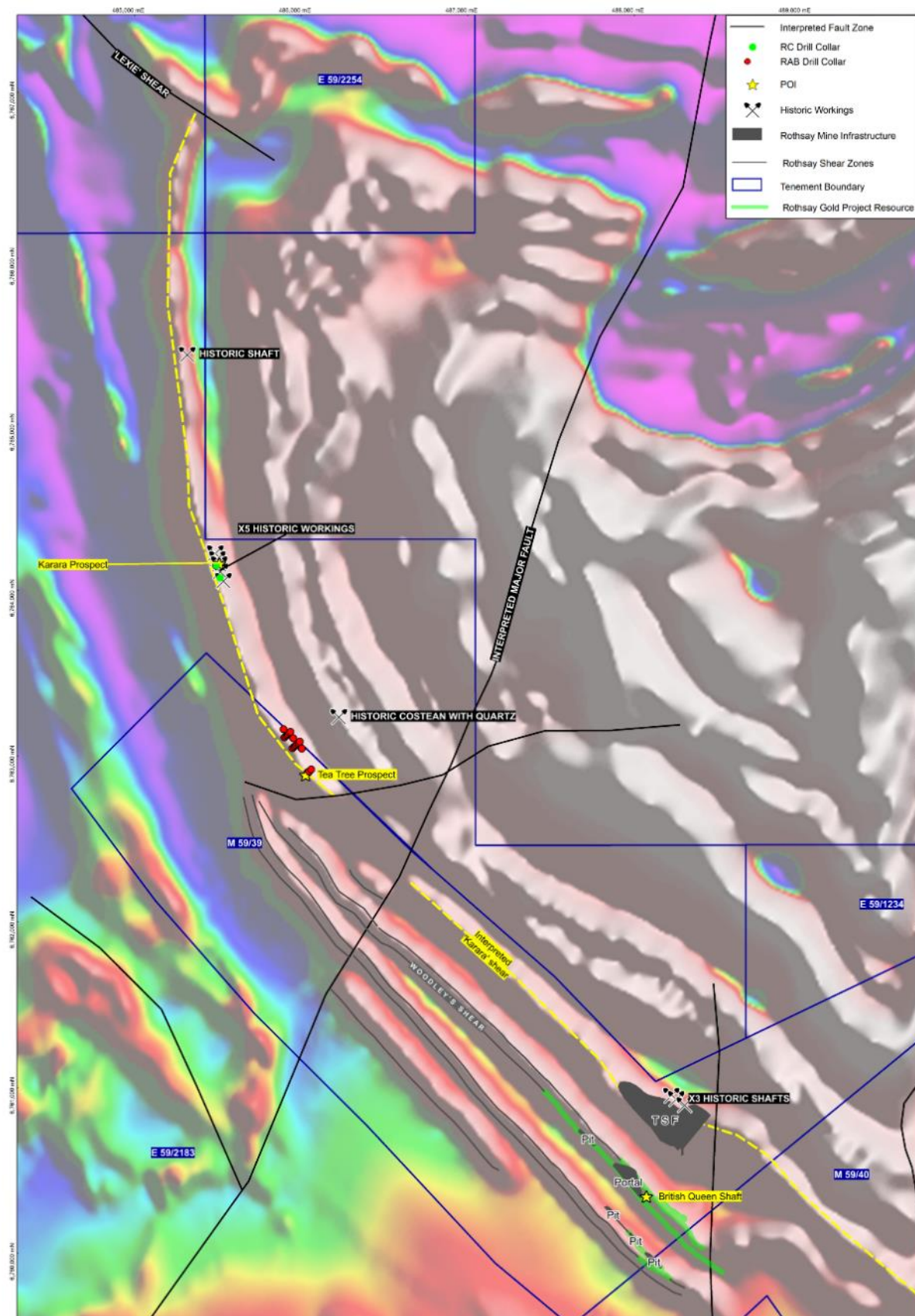


FIGURE-1 ROTHSAY AIRBOURNE MAGNETICS

Recent field mapping completed by EganStreet has traced a band of tremolite altered rock which is semi-continuous over a strike extent of 4km linking and continuing to the north and south of both sets of workings.

This geological feature, named the Karara Shear, bears several similarities to the Woodley's Shear which hosts the main Mineral Resource at Rothsay, namely:

- It comprises mafic/ultramafic host rocks;
- The Karara Shear and Woodley's Shear are coincident with linear magnetic highs (as are the other identified mineralised shears at Rothsay); and
- Gold mineralisation, where it has been identified, is contained by quartz veins with a selvage of intense tremolite alteration.

Drilling coverage of prospective shears, outside the Mineral Resource at Rothsay is sparse, and drilling density is logically concentrated in and around the area where there is a Mineral Resource. In other areas drilling is typically shallow and wide-spaced.

The Company will soon lodge relevant approval applications to commence exploration across the Karara Shear and is developing a target inventory across the entire land-holding.

"We continue to expand our geological understanding of the Rothsay gold field, without taking our eye off the development proposition before us to redevelop Rothsay into a producing gold mine. This regional targeting exercise has expanded the strike of identified prospective shears at Rothsay from around 14km to well over 18km," said Mr. Ducler.



FIGURE-2 : KARARA SOUTH SHEAR WITH HISTORICAL WORKINGS



FIGURE-3 : KARARA SHEAR SHOWING QUARTZ & TREMOLITE ZONES

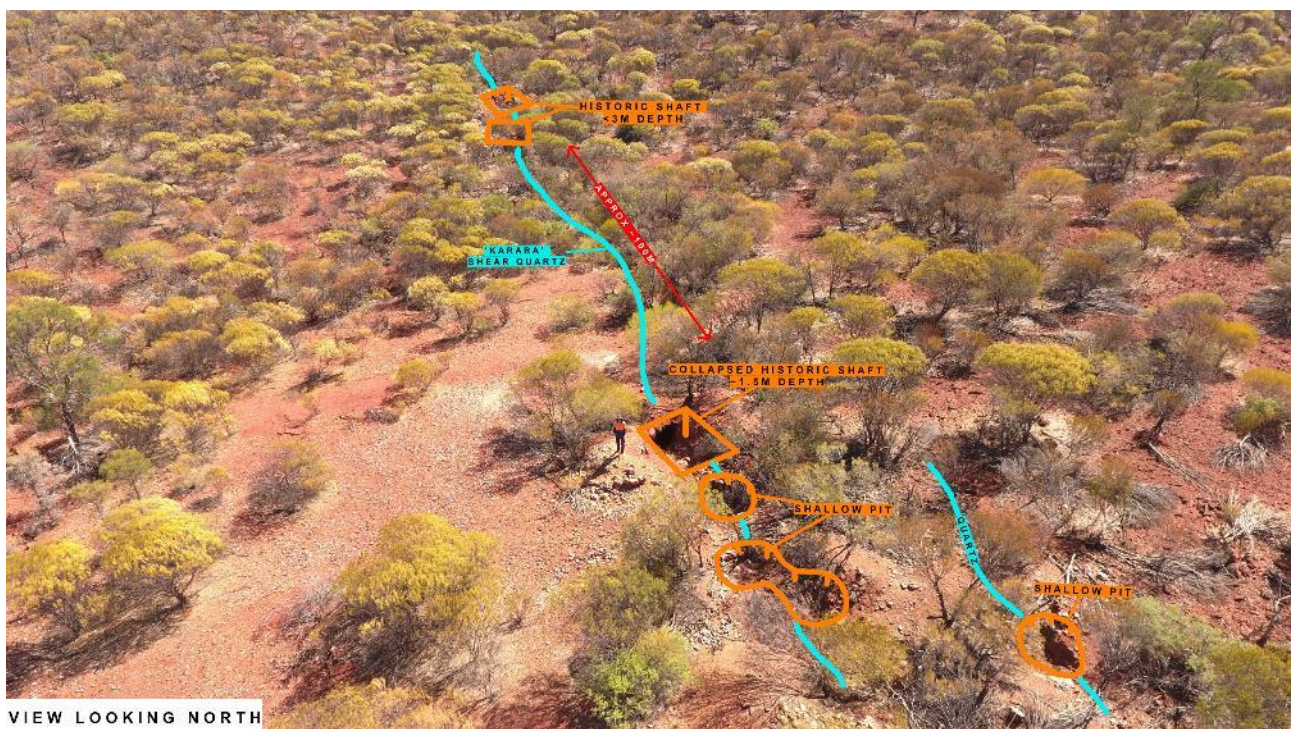


FIGURE-4 : KARARA NORTH SHEAR SHOWING HISTORICAL WORKINGS

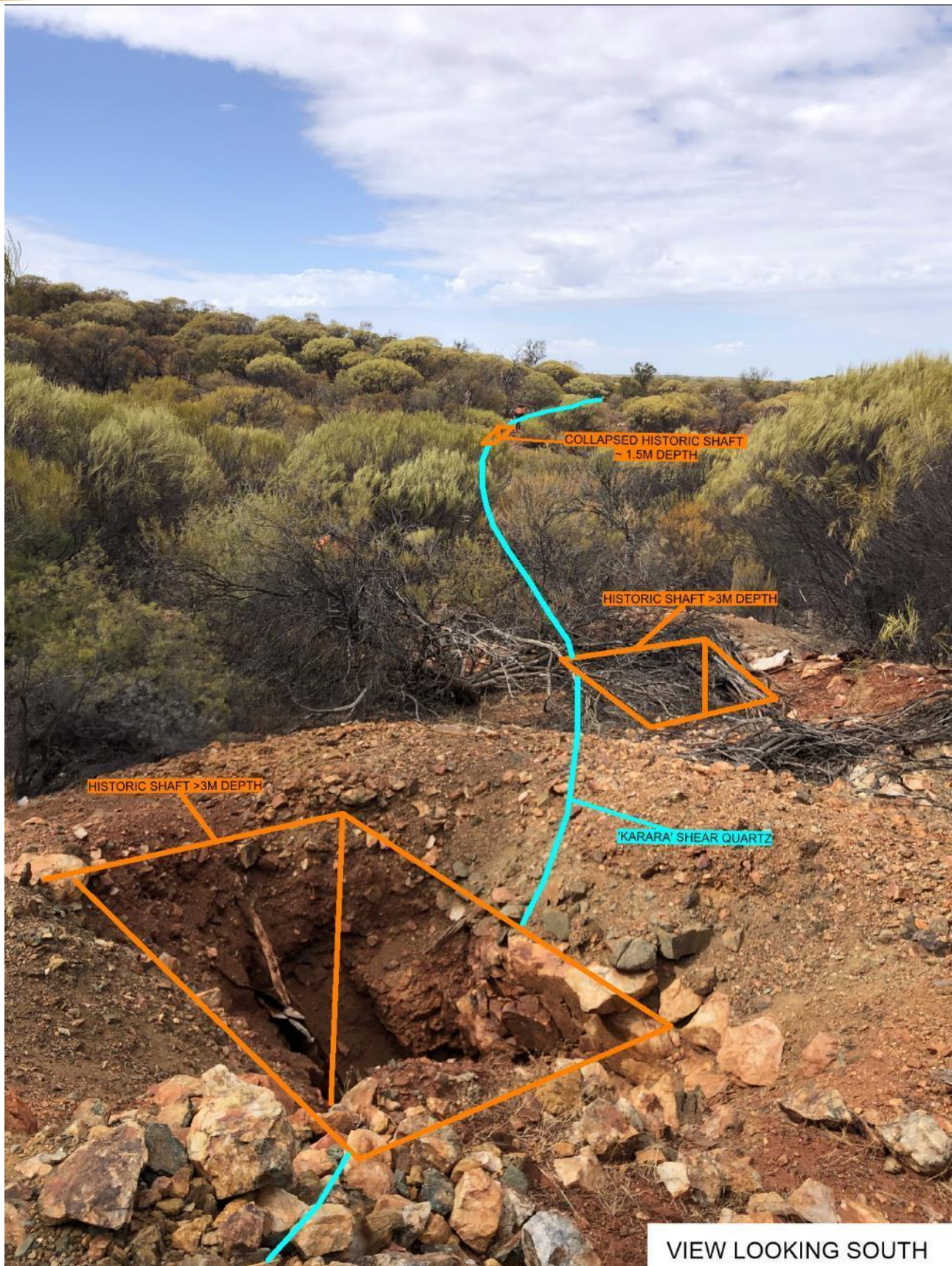


FIGURE-5 : KARARA SHEAR SHOWING HISTORICAL WORKINGS

Project Update

EganStreet continues to advance project finance discussions for development of the Rothsay Gold Project.

The Company is also engaged with the relevant Government departments for the remaining approvals – with a Mining Proposal and Mine Closure Plan, Native Vegetation Clearing Permit and Works Approval and License application all under assessment.

All major construction contracts (camp civils, power, camp, water & waste water, process plant, IT and communications) have been let, or are in the final stages of procurement. It is expected that construction will commence immediately following project financing once all necessary approvals have been received.

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ABOUT EGANSTREET RESOURCES

EganStreet is an emerging Western Australian gold company which is focused on the exploration and development of the 100%-owned Rothsay Gold Project, located 300 km north-east of Perth in WA's Midwest region.

The Rothsay Gold Project currently hosts high-grade Mineral Resources of 454koz at an average grade of 9.2g/t Au (Indicated 949kt @ 9.6g/t Au and Inferred 590kt @ 8.6g/t Au) and a production target (Updated Definitive Feasibility Study Update published 12 February 2019) of 2.3Mt mined and 1.3Mt processed at 7.2g/t Au for 289koz of gold produced.

The Company is focused on successfully bringing the Rothsay Gold Project into production. EganStreet has a strong Board and Management team which has the necessary range of technical and commercial skills to progress the Rothsay Gold Project.

EganStreet's longer term growth aspirations are based on a strategy of utilising the cash-flow generated by an initial mining operation at Rothsay to target extensions of the main deposit and explore the surrounding tenements, which includes an 18 km strike length of highly prospective and virtually unexplored stratigraphy.

APPENDIX 1 COMPETENT PERSON'S STATEMENT

The information in this report that relates to Exploration Results is based on and fairly represents information and supporting documentation compiled by Ms. Julie Reid, a Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy. Ms. Reid is a full-time employee of the Company. Ms. Reid has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity being 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'. Ms. Reid consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

The information in this announcement that relates to the Rothsay Mineral Resource is extracted from the announcement titled "Rothsay Increases to 454,000oz at 9.2 g/t Au" lodged on 27 November 2018 which is available to view at www.eganstreetresources.com.au and www.asx.com.au. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the Mineral Resource estimate continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

APPENDIX 2 FORWARD LOOKING STATEMENTS & DISCLAIMERS

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