

10 March 2020

Detailed Aeromagnetic Survey expanded to cover entire Belgravia Project

- **Successful outcomes from previous high-resolution magnetic survey drives the Company to expand the survey to the remainder of the Belgravia Project**
- **The high-resolution survey will cover five priority target areas: Sugarloaf Creek, Guanna Hill, Shades Creek, Nandillyan and Strathmore**
- **Systematic exploration continues to deliver results, including multiple targets in the same rocks that host the giant Cadia-Ridgeway mine 35km south and Alkane Resources Boda discovery 65km north**

Krakatoa Resources Limited (“Krakatoa” or the “Company”), is pleased to announce the commencement of an airborne geophysical survey at the Company’s 100% owned Belgravia Project in the central part of the Molong Volcanic Belt, Lachlan Fold Belt, NSW.

The contractor, MagSpec Airborne Surveys Pty Ltd, using a Cessna 210 aircraft, will fly at heights between 30m–40m, on 50m line spacing in an east-west direction with tie lines every 500m in a north-south direction (Figure 1). The survey will collect ~2,000km line kilometres of data and highlight areas of possible porphyry-style alteration, intrusive bodies and potential mineralising structures.

Executive Chairman, Colin Locke commented:

“Given the effectiveness of the previous aeromagnetic survey at the Bell Valley Target Area, a timely program across the remainder of the Belgravia Project was critical. With several promising geophysical anomalies currently being drill tested at Bell Valley, covering an area less than 10% of the total Belgravia Project area, we look forward to the results of the expanded aeromagnetic survey.”

Authorised for release by the Board.

FOR FURTHER INFORMATION:

Colin Locke
Executive Chairman
+61 457 289 582
locke@ktaresources.com



ASX Code
KTA, KTAOC

Capital Structure

218,750,000 Fully Paid Shares
85,000,000 Options @ 5c exp 31/07/21
5,000,000 Options @ 7.5c exp 31/07/21
12,000,000 Options @ 10c exp 24/10/20

Directors

Colin Locke
David Palumbo
Timothy Hogan

Enquiries regarding this

announcement can be directed to
Colin Locke
T. +61 457 289 582

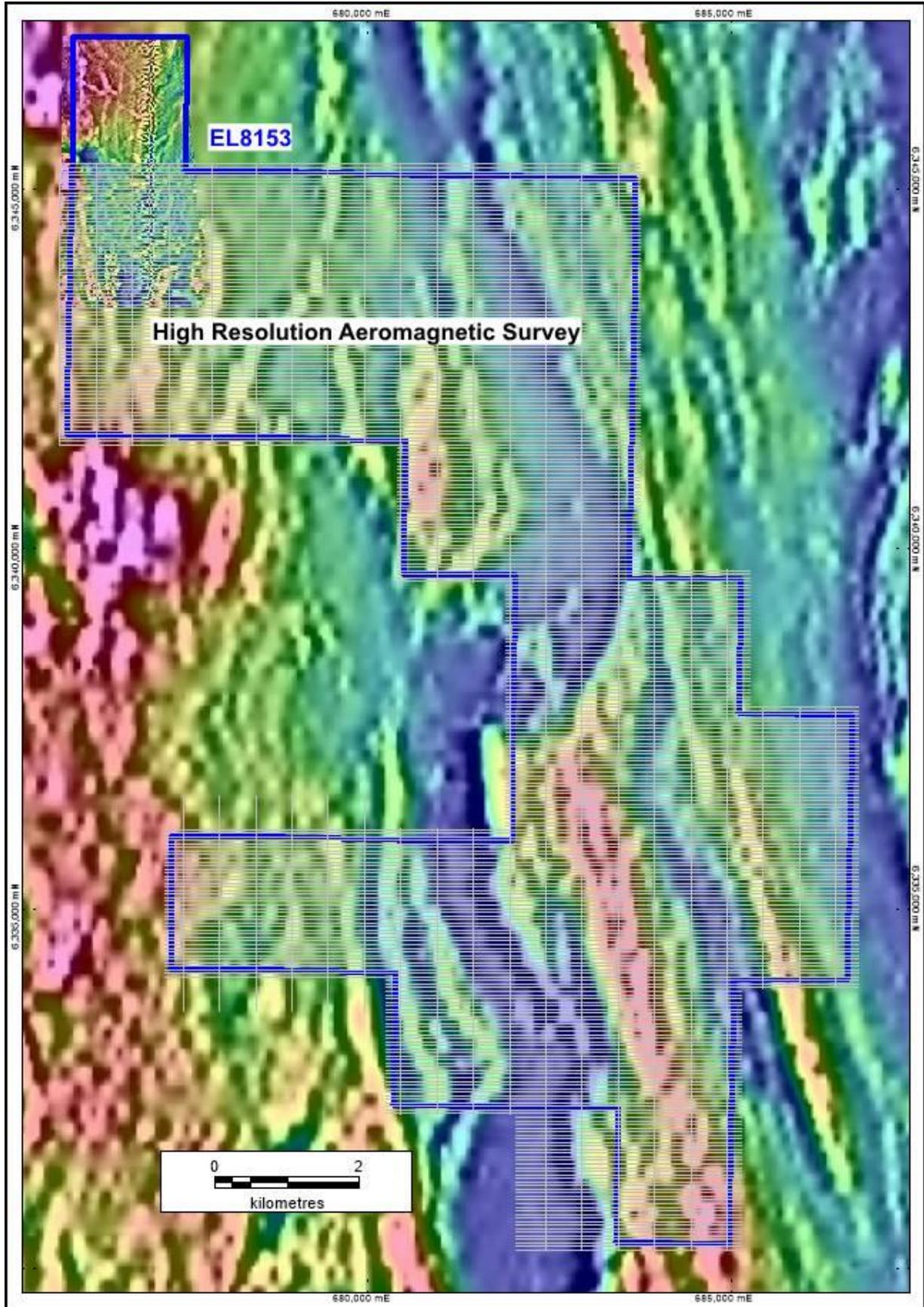


Figure 1: Proposed airborne geophysical survey flight lines

ABOUT BELGRAVIA PROJECT:

The Belgravia Project covers an area of 80km² and is located in the central part of the Molong Volcanic Belt (MVB), which forms as part of the East Lachlan province within the Lachlan Fold Belt, NSW. The East Lachlan region constitutes the largest porphyry province in Australia.

The Project lies approximately 7km east of the township of Molong and 20km northwest of the regional centre of Orange, providing excellent road, rail, power, gas and water infrastructure.

The Belgravia Project has six initial targets considered highly prospective for porphyry Cu-Au and associated skarn Cu-Au. Historical exploration appears to have failed to adequately consider the regolith and tertiary basalt (up to 40m thick) that obscures much of the prospective geology.

