

EARLY COMPLETION OF KING SOLOMON ACQUISITION AND EXPLORATION UPDATE

HIGHLIGHTS

- Following positive due diligence, Hawkstone has completed the early acquisition of the claims containing the historical King Solomon gold mine, from Jervois Mining Ltd.
- This acquisition complements the existing Lone Pine claims and significantly enhances the overall potential of the Lone Pine Gold Project and consolidates the Company's land holding in the Lone Pine area, Idaho, USA.
- The King Solomon and Lone Pine areas are interpreted to be part of the same mineralized/alteration system, providing a significant opportunity for Hawkstone.
- Previous exploration in the 1990's defined broad mineralised stock work zones at King Solomon, with evidence of extensive historical workings (3 adits) present on the claims, and historical soil sampling identifying other, largely untested mineralised zones.
- Limited drilling has produced prospective downhole drill intercepts (see Table 1) including:
 - 1.5 m @ 14.9 g/t Au
 - 1.5 m @ 14.8 g/t Au
 - 18.0 m @ 3.75 g/t Au
 - 18.0 m @ 2.3 g/t Au
 - 1.5 m @ 3.9 g/t Au
- Additional regional information covering the entire Lone Pine claim area including airborne magnetics, VLF electromagnetics and geological mapping and sampling have also been acquired. This information is currently being interpreted and will greatly enhance the overall understanding of mineralisation controls and enable rapid targeting of prospective areas.
- On the Lone Pine Mineralised Zone, the larger diamond drill rig equipped to drill HQ3 core has greatly improved recoveries through the interpreted mineralised zone.
- A further 2 holes have been completed, LPDD06 and 07. All holes have been logged and samples dispatched to ALS for assay.

Hawkstone Mining Limited (ASX:HWK) ("Hawkstone", the "Company") is pleased to announce that the Company has completed the acquisition of the King Solomon Claims from Jervois Mining Ltd ("Acquisition"), that lie within 900m of the Lone Pine vein zone, significantly enhancing the potential to the Lone Pine Gold Project ("Project") and consolidating the Company's land holding in the Lone Pine area, Idaho, USA (ASX: 1 July 2020).

The Acquisition follows a positive due diligence period, with **The King Solomon and Lone Pine areas** being **interpreted to be part of the same mineralized/alteration system**, providing a significant opportunity for Hawkstone.

Diamond drill holes LPDD06 and LPDD07 have been completed at Lone Pine using the larger drill rig and HQ3 core, which has significantly improved recoveries. The holes have been geologically logged and samples have been dispatched for analysis, however, results are delayed due to COVID-19 procedures and the major increase in sample volume experienced during the northern field season.

Hawkstone Managing Director, Paul Lloyd, commented: *“We’re very pleased with the acquisition of the King Solomon Claims as they significantly enhance the overall potential of the Lone Pine Project. The Acquisition has also provided us with excellent geological information on both the claims and the surrounding Lone Pine area, allowing the Company to rapidly execute a highly targeted exploration program. The decision to mobilise a larger drill rig has also proven positive, leading to greatly improved core recovery, that will enable a drill out of a JORC compliant resource”.*

KING SOLOMON MINE

History

The King Solomon Mine lies to the southeast of the Lone Pine vein zone. The King Solomon was explored during the early 1900’s via 3 adits, the East, West and Northeast (Figure 1).

In 1988, Frontier Capital acquired the King Solomon Prospect as part of a regional portfolio. Frontier and joint venture partners completed trenching, underground and surface mapping and sampling and drilling, with this work indicating the existence of broad northeast trending, southeast dipping mineralised zone parallel to the Lone Pine Vein Zone.

In addition, numerous phases of soil geochemistry and geophysics including VLF² and magnetics were completed.

² VLF is an electromagnetic method that relies on transmitted currents inducing secondary responses in conductive geologic units.
https://archive.epa.gov/esd/archive-geophysics/web/html/very_low-frequency_vlf_method.html



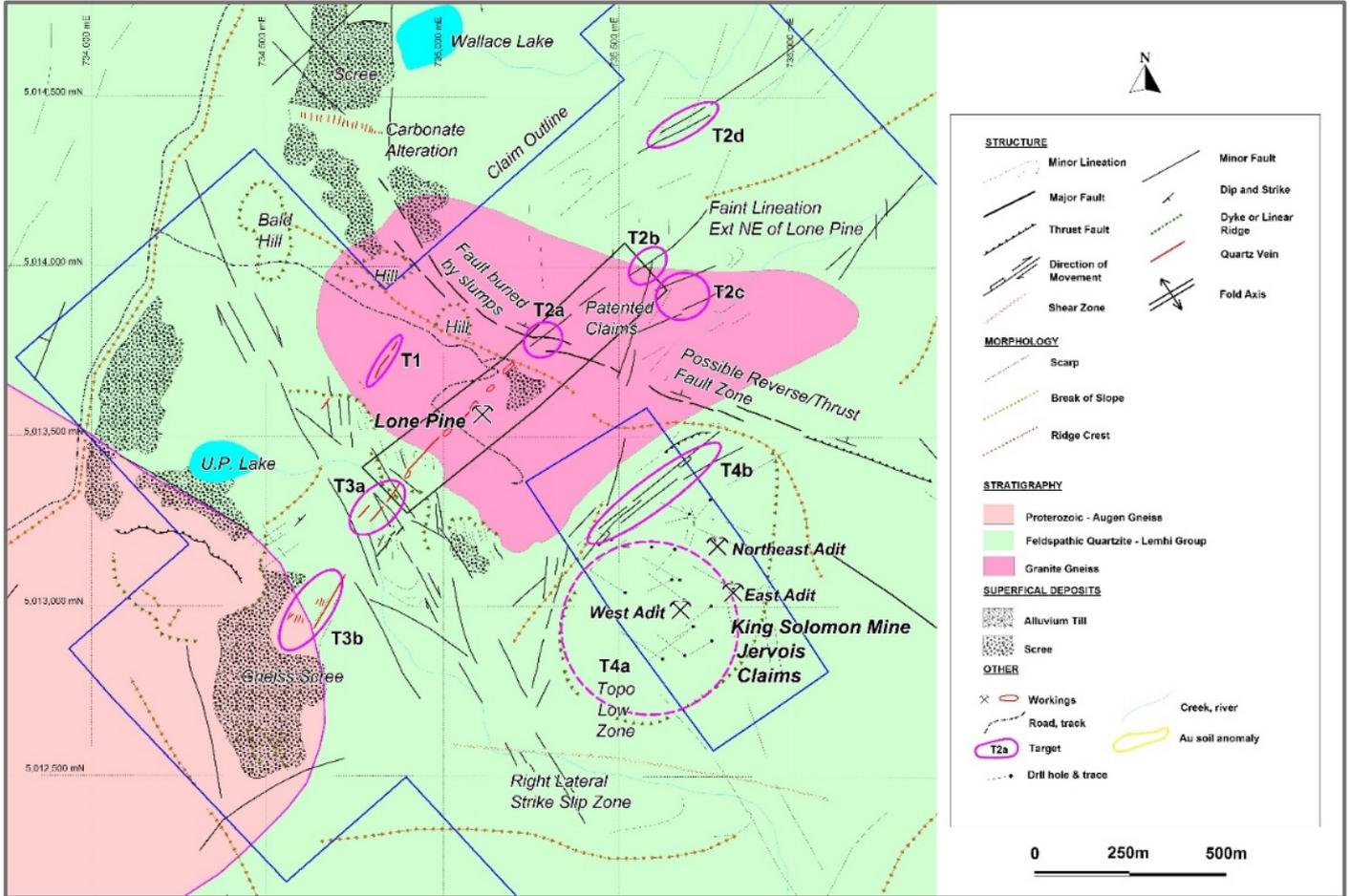
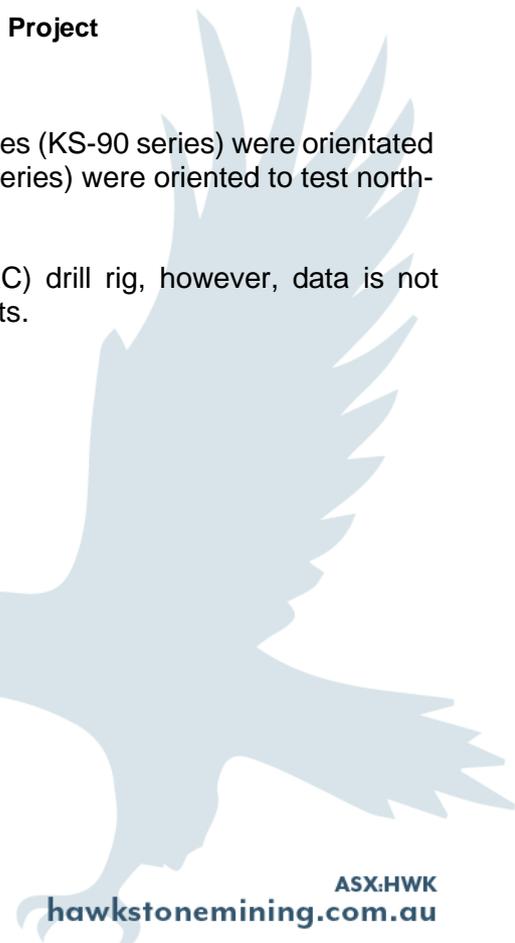


Figure 1 – King Solomon Claims - Lone Pine Gold Project

Drilling

Drilling was completed in the early 1990’s in two phases. The initial drill holes (KS-90 series) were orientated to intersect a NW mineralized trend, whereas the 1992 drill holes (KS-92 series) were orientated to test north-east striking mineralised zone (Figures 2, 3 & 4).

Both phases of drilling were completed using a Reverse Circulation (RC) drill rig, however, data is not available on sampling procedures, the presence of water or sample weights.



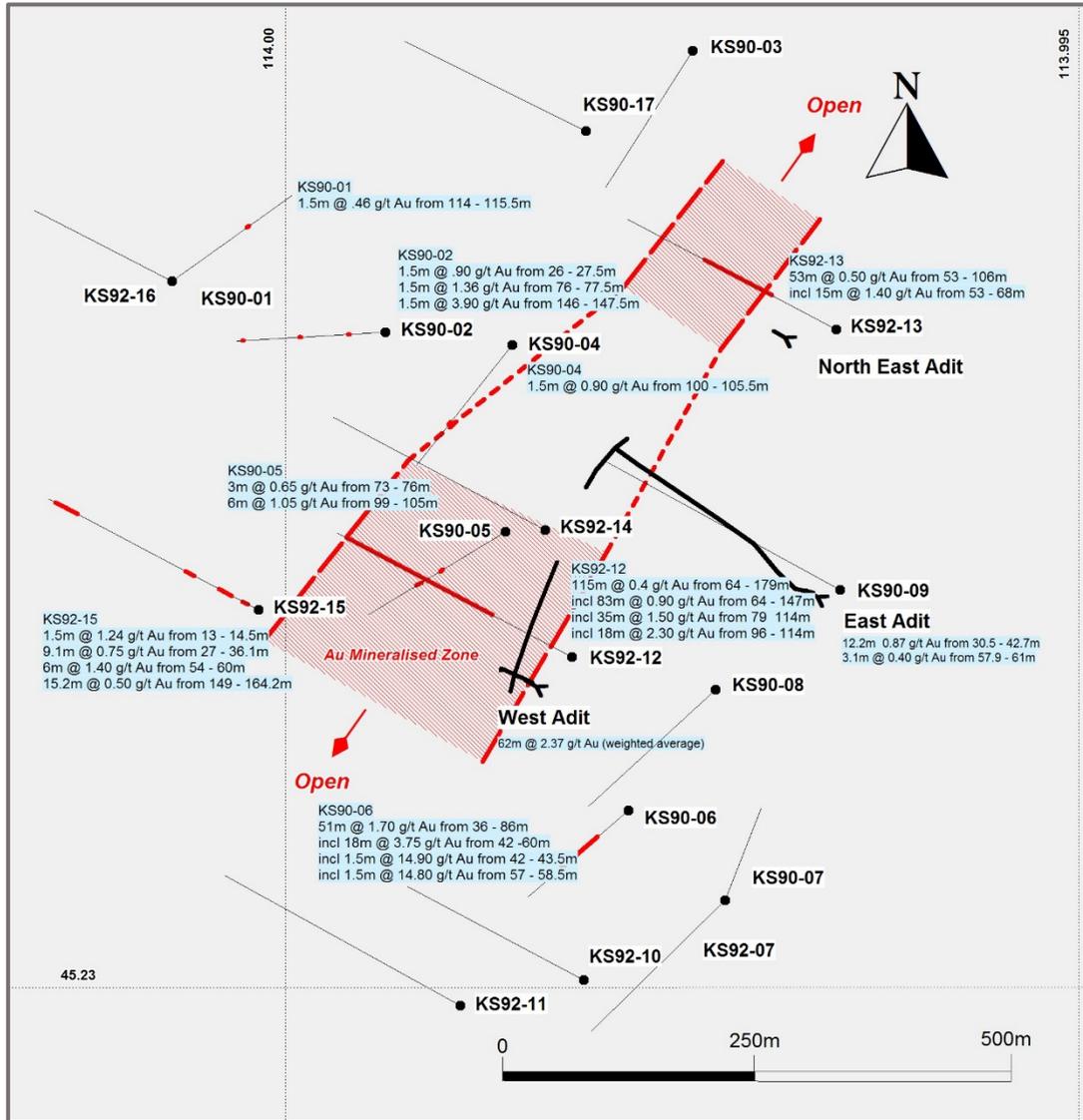
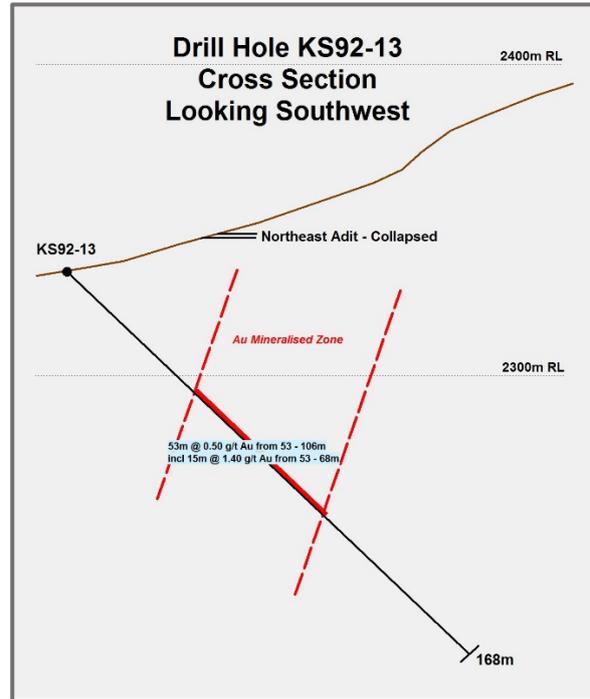
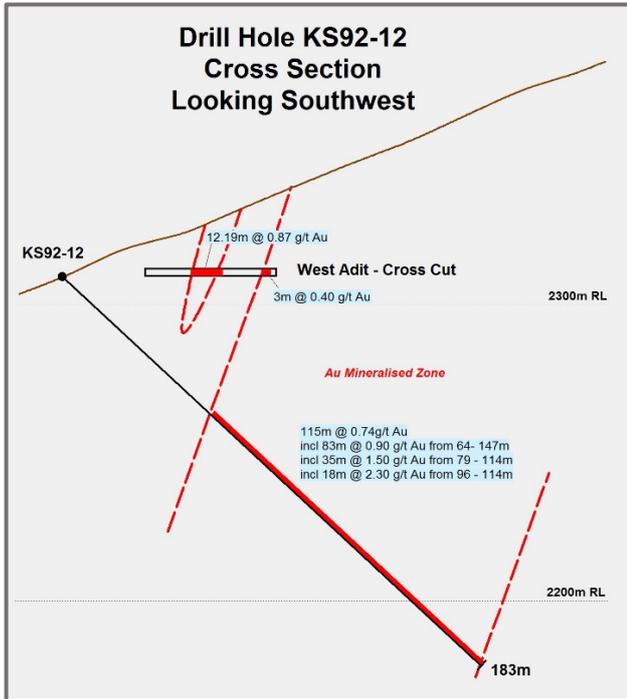


Figure 2 – Location Plan Drill Holes KS90-01 to 07 and KS92-07 to 15

This drilling returned some highly anomalous results including 1.5m @ 14.90 g/t Au from 42m and 1.5m @ 14.80 g/t Au from 57m in KS90-06 (Table 1).

Cautionary Statement: These historical drill results are used to demonstrate the presence of gold mineralisation. They are not logged and reported to a standard required by the JORC code for the estimation of a JORC compliant resource.



Figures 3 & 4 – Cross Sections Drill Holes KS92-12 & 13

Table 1 – Significant Intercepts KS90-01 to 07 & KS92-07 to 15

Hole_id	Length (m)	From (m)	To (m)	Au g/t
KS90-01	1.5	114	115.5	0.46
KS90-02	1.5	26	27.5	0.90
	1.5	76	77.5	1.36
	1.5	146	147.5	3.90
KS90-04	1.5	100	101.5	0.90
KS90-05	3.0	73	76	0.65
	6.0	99	105	1.05
KS90-06	51.0	36	86	1.70
incl	18.0	42	60	3.75
incl	1.5	42	43.5	14.90
incl	1.5	57	58.5	14.80
KS92-12	115.0	64	179	0.74
incl	83.0	64	147	0.90
incl	35.0	79	114	1.50
incl	18.0	96	114	2.30
KS92-13	53.0	53	106	0.50
incl	15.0	53	68	1.40
KS92-15	1.5	13	14.5	1.24
	9.1	27	36.1	0.75
	6.0	54	60.0	1.40
	15.2	149	164.2	0.50

Table 2 – Drilling KS90 and 92 Series Collar File

Hole_id	Easting	Northing	RL (m)	Azimuth	Dip	Depth (m)
KS90-01	264,360	5,013,269	2445	55	-60	152.4
KS90-02	264,464	5,013,240	2423	270	-60	152.4
KS90-03	264,619	5,013,373	2429	215	-60	157.0
KS90-04	264,526	5,013,232	2411	220	-60	152.4
KS90-05	264,518	5,013,140	2387	240	-60	152.4
KS90-06	264,572	5,013,000	2323	230	-60	129.5
KS90-07	264,623	5,012,957	2292	25	-60	99.1
KS92-07	264,623	5,012,957	2292	228	-54	167.6
KS92-08	264,619	5,013,059	2332	229	-53	144.8
KS92-09	264,684	5,013,106	2326	300	-44	182.9
KS92-10	264,551	5,012,918	2295	300	-45	140.2
KS92-11	264,491	5,012,908	2307	300	-43	182.9
KS92-12	264,550	5,013,077	2356	300	-44	182.9
KS92-13	264,686	5,013,235	2374	300	-45	167.6
KS92-14	264,539	5,013,141	2384	300	-45	167.6
KS92-15	264,397	5,013,106	2396	300	-45	167.6
KS92-16	264,360	5,013,269	2445	300	-45	106.7
KS90-17	264,565	5,013,336	2426	300	-45	137.2

Note: Easting and Northing NAD83 Zone 12

Underground Mapping and Sampling

The East and West adits at KSM were opened to allow underground mapping and sampling, and although the Northeast Adit was unrecoverable, this work defined a broad northeast trending zone dipping 65 degrees to the southeast.

The strike drive in the West adit contained results from 0.28 to 10 g/t Au averaging 2.37 g/t Au over 62m (stated to be a weighted average). Sampling on the West adit cross cut defined two zones 12.19m @ 0.87 g/t Au and 3m @ 0.40 g/t Au³.

The East adit cross-cut the vein zone. It returned two zones; 15.24m @ 0.68 g/t Au from 21.34 – 36.58m and 35.05m @ 0.44 g/t Au from 97.54 – 132.59m⁴.

LONE PINE GOLD PROJECT

Drill holes **LPDD01 to LPDD07 and Trenches 20-1 and 2** have intersected the vein zone where interpreted (Figure 5). All holes, including the most recent LPDD06 and 07 have been logged and sampled with samples dispatched to ALS laboratories for analysis. However, results are delayed due to COVID-19 procedures and the major increase in sample volume experienced during the northern field season.

On 6 August 2020, Hawkstone announced that the Company had mobilised a larger drill rig capable of drilling HQ3 core (61.1mm diameter) and have completed 2 holes LPDD06 and 07. The move to a larger diameter core size has significantly improved core recoveries and a larger sample size through the vein zone. This drill rig will remain on site drilling until the end of October 2020 to enable the estimation of a maiden JORC resource on the Project.

³ DR Miller, November 1992, Monthly Status Report – Morning Glory, Pathfinder Gold Corporation

⁴ PC Nisbet and ER Hosinger, 1994, Exploration Report on Morning Glory Project for Formation Capital Corporation

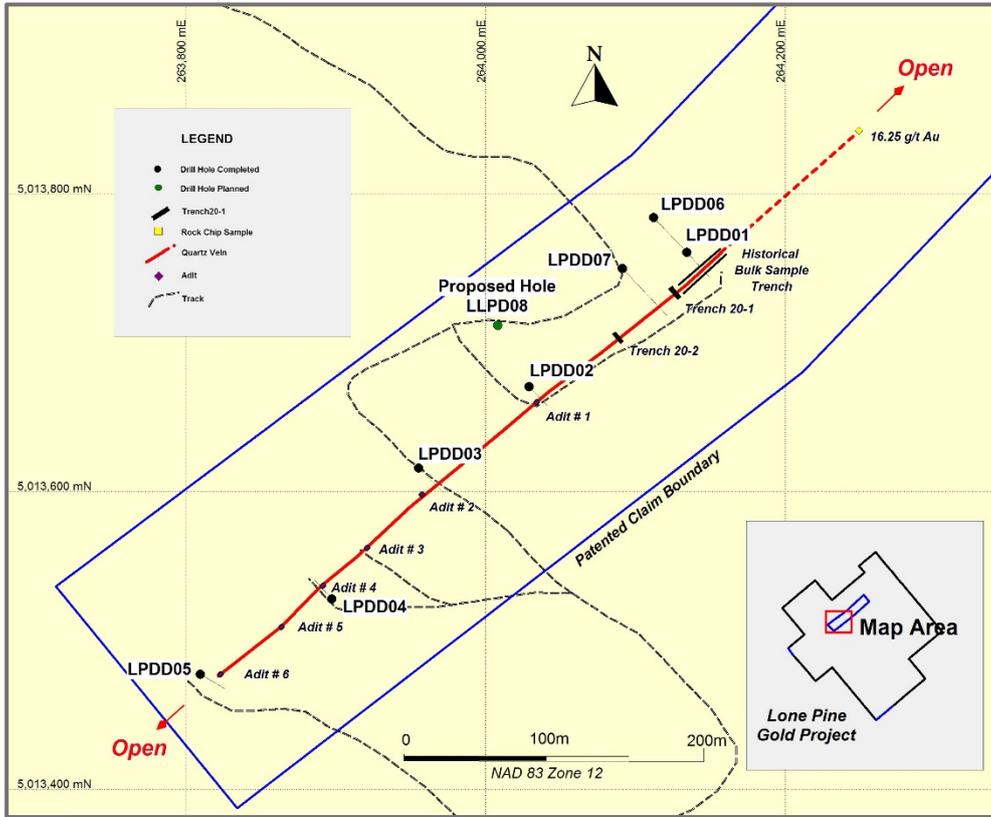


Figure 5 – Lone Pine Vein Zone, Drill Collars and Trenches

Location and Access

The Lone Pine Gold Project is located approximately 10km west of Salmon, Idaho, USA and consists of 2 patented claims 16.77 ha (Figure6) surrounded by a further 75 BLM lode claims covering 607 Ha, that include the recently acquired claims covering the King Solomon Mine.

Figure 6 – Location, Lone Pine Gold Project



The Project lies 16km and 8km east respectively of the Arnett Creek and Beartrack mines operated/explored by Revival Gold Inc., 5km west of the historic Queen of the Hills mine including the King Solomon Mine (Morning Glory Project) acquired from Jervois Mining Ltd (Figure 6).

Geology

The Lone Pine Gold Project contains precious metal occurrences related to the Trans-Challis Fault System that has produced more gold than any other area in Idaho.

Gold mineralisation in the Lone Pine vein zone hosted by quartz in a northeast-trending steeply 80° north-west dipping shear in a granite. The quartz vein zone has been traced by adits and trenches for 600m. It has been traced down dip via adits for up to 150m. It is open to both the NE and SW as well as down dip (Figures 7 and 8).

At the entrance to Adit # 5 the vein zone averaged **14.46 g/t Au** over 2.6 metres representing the weighted average of 5 samples. High grade, select float samples from the vein have returned assays up to **45.67 g/t Au / 20.75 g/t Ag¹**.

Previously reported historic resource calculations have estimated a non JORC resource of 71,178 oz Au⁵.

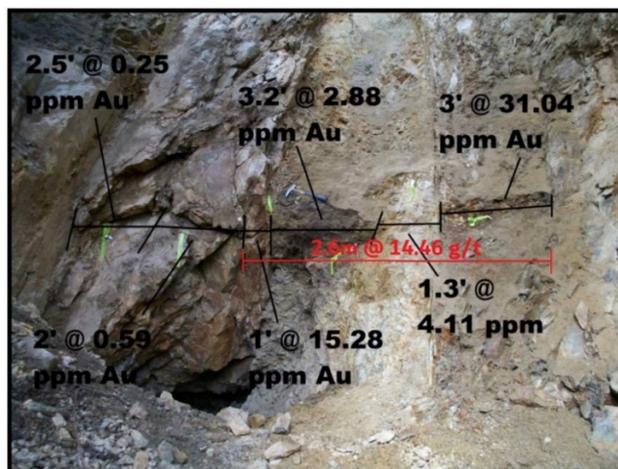


Figure 7 – Adit # 5 Sampling

⁵ HWK Announcement February 3, 2020, ACQUISITION OF HISTORICAL HIGH-GRADE LONE PINE GOLD PROJECT, IDAHO, USA



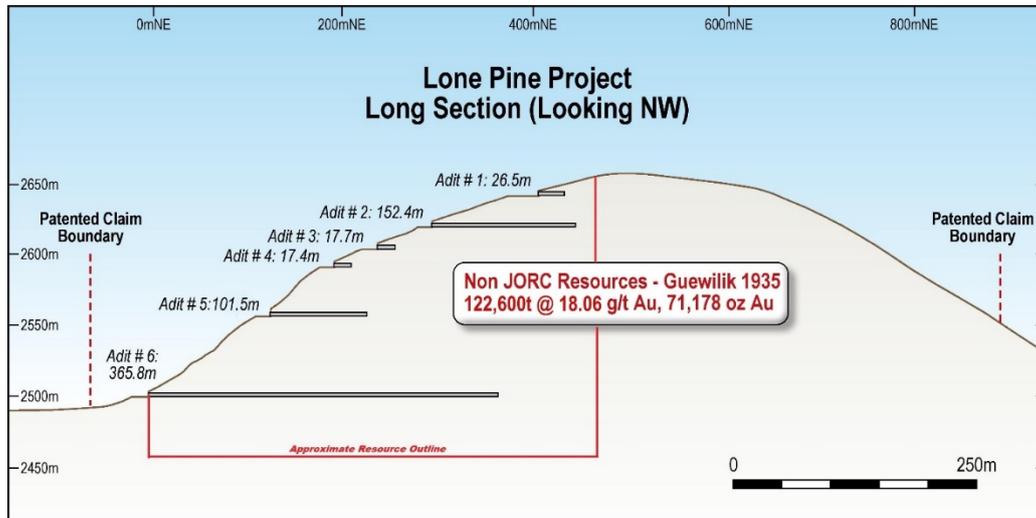


Figure 8 – Lone Pine Gold Project, Long Section Looking NW (plane of vein)

Exploration at the Lone Pine Project

The following exploration activities are being carried out on site at the Lone Pine Project:

- Drilling continuing with the larger drill rig.
- Trenching is ongoing along the vein zone.
- Compilation and interpretation of data and ground checking of the targets generated by the recently acquired information accompanying the recently purchased King Solomon claims.

Previous ASX Announcements

- February 3, 2020 – Acquisition of Historical High-Grade Lone Pine Gold Project
- February 17, 2020 – Lone Pine Gold Project Update
- February 24, 2020 – Completion of High-Grade Lone Pine Gold Project Acquisition
- May 13, 2020 – Hawkstone Mining Investor Presentation
- June 18, 2020 – Maiden Drill Programme to Commence at Lone Pine Gold Project
- July 1, 2020 – Acquisition of King Solomon Mine Adjacent to Lone Pine Gold Project
- July 3, 2020 – 950% increase in landholding at Western Desert Project
- July 9, 2020 – Early Exercise of Options Raises \$1.77M
- July 13, 2020 – Lone Pine Project Exploration Update
- July 14, 2020 – Completion of Option Exercise and Resignation of Director
- August 8, 2020 – Additional Larger Drill Rig Mobilised to Lone Pine Gold Project

Competent Persons Statement

The information in this announcement that relates to the Lone Pine Gold Project (including the information provided pursuant to ASX Listing Rules 5.12.2 to 5.12.7 (inclusive)) and the King Solomon Mine is based on, and fairly represents information compiled by Gregory L Smith who is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM) and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity to which 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. Smith is a Director of the Company and holds shares in the Company. Mr. Smith consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears. The Company confirms there are no material changes since the information was first reported to the ASX.

This announcement has been authorised for release by the Board of Hawkstone Mining Limited.

FOR FURTHER INFORMATION PLEASE CONTACT:

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