

Yule South – Mallina Basin: Drill Contractor Appointed

Highlights

- **Drill Contractor Appointed for Yule South Aircore program**
- **Maiden Drill Program scheduled to commence 2 July**
- **+10,000m program over 5 priority gold target areas**

Golden State Mining Limited (ASX code: "GSM" or the "Company") is pleased to announce that it has appointed a drill contractor for its maiden +10,000m Aircore program scheduled to commence July 2. Bostech Drilling Australia Pty Ltd has significant drilling experience in the Yule region having recently been involved in De Grey Mining's Hemi discovery approximately 13kms to the south west of Yule South.

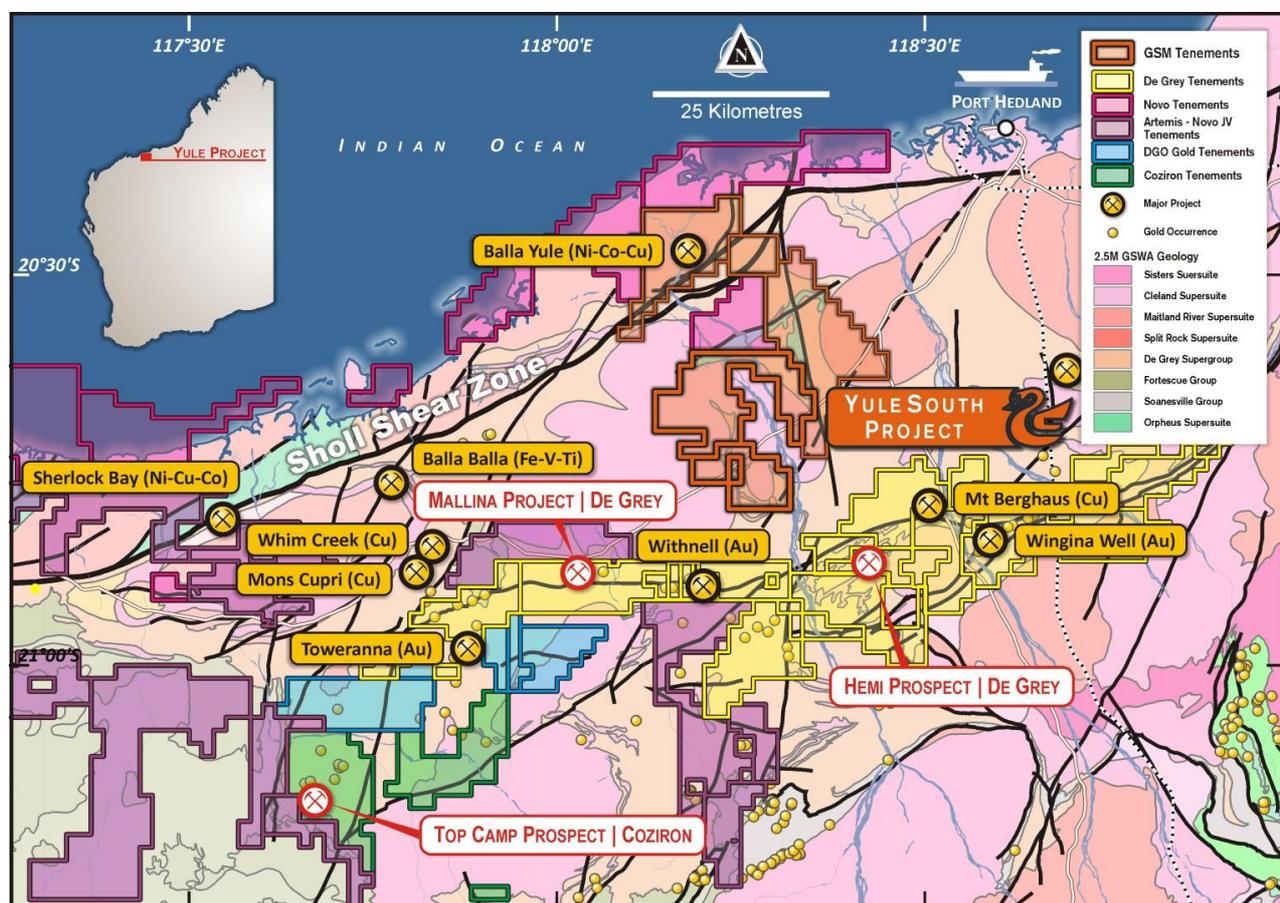


Figure 1: Location Plan of GSM's 702km² of Yule Mallina Basin tenements showing regional Prospects.

Golden State's Managing Director, Michael Moore commented: "We're delighted to have secured the services of Bostech who are not only highly regarded in the exploration sector but have crucial experience in drilling similar rock types and cover at the Hemi Prospect. We're looking forward to working with the Bostech team on our maiden drill program in this highly prospective region".

Yule Project 100% GSM

Yule South 10,000 m Aircore Program

Preparations for the planned +10,000 Aircore ('AC') program at Yule South have been finalised with the appointment of Bostech Drilling Australia Pty. Ltd. for the maiden Aircore program at GSM's Yule South Project. The scheduled commencement date will be on July 2. The AC program will focus on five initial priority gold targets starting with target 1 (Figure 2).

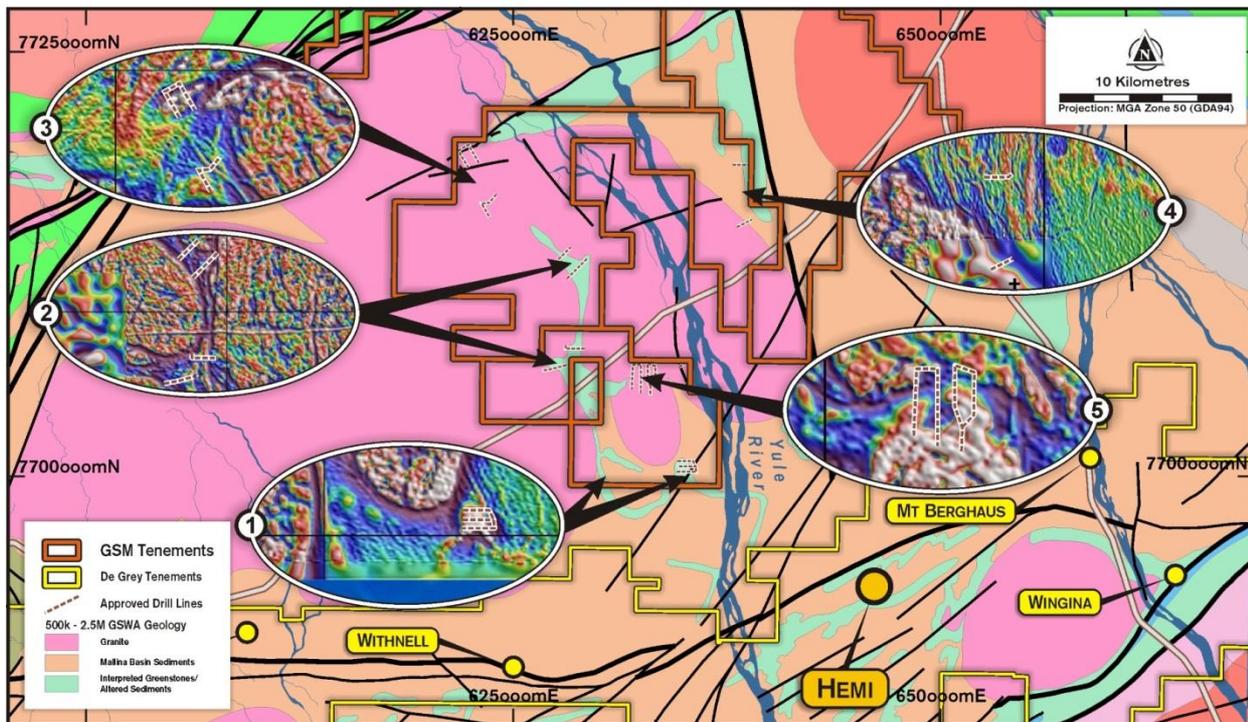


Figure 2: Yule South plan showing approved drill lines and detailed magnetics of target areas over regional geology

The five priority gold targets (see Figure 2) include:

Target 1

This area consists of a tightly folded hinge zone of interpreted ultramafic and mafic units or an intrusive within the Mallina formation metasediments and magnetic anomalies parallel to a major northeast-southwest structure.

Target 2

A >10km structural corridor 'squeezed' between nested and deformed granitoid complexes is interpreted to contain altered metasediments and remnant greenstone enclaves within folded dilational structures.

Target 3

The geology of this area is interpreted as a tightly folded greenstone/ultramafic sequence or intrusive along a granite contact zone which is parallel to a regional NNE trending regional Pilbara structure.

Target 4

The magnetic signature of this area is interpreted as potential greenstone sequences within Mallina Basin sediments which are proximal to a secondary fault splay trending NE off the Yule River Shear Zone ('YRSZ') to east.

Target 5

This target is located along the highly magnetic northern contact zone of a later intrusive body within the Portree granite complex which is interpreted as a distinct intrusive phase or alteration zone.

For further information please contact:

- Mike Moore (Managing Director) on 08 6323 2384 / 0438 938 934
- Greg Hancock (Non-Executive Director) 08 6323 2384 / 0418 263 388

BOARD OF DIRECTORS

Damien Kelly
Non-Executive Chairman

Michael Moore
Managing Director

Brenton Siggs
Non-Executive Director

Greg Hancock
Non-Executive Director

ISSUED CAPITAL

Shares	45.8 m
Options	9.2 m

REGISTERED OFFICE

Level 1, Suite 14
19-21 Outram Street
West Perth WA 6005

T: + 61 (08) 6323 2384
F: + 61 (08) 9467 9114
E: info@gsmining.com.au

Golden State Mining Limited
ABN 52 621 105 995

FORWARD LOOKING STATEMENTS

As a result of a variety of risks, uncertainties and other factors, actual events, trends and results may differ materially from any forward looking and other statements mentioned or implied herein not purporting to be of historical fact. In certain cases, forward-looking information may be identified by (without limitation) such terms as "anticipates", "believes", "should", "could", "estimates", "target", "likely", "plan", "expects", "may", "intend", "shall", "will", or "would". Any statements concerning mining reserves, resources and exploration results may also be forward looking in that they involve estimates based on assumptions. Forward looking statements are based on management's beliefs, opinions and estimates as of the respective dates they are made. The Company does not assume any obligation to update forward looking statements even where beliefs, opinions and estimates change or should do so given changed circumstances and developments.

COMPETENT PERSONS STATEMENT

The information in this report that relates to historical production figures, is based on information compiled by Geoff Willetts who is a Member of the Australian Institute of Geoscientists (AIG). Geoff Willetts is the Exploration Manager, a full-time employee of Golden State Mining Limited (GSM) and holds shares and options in the Company.

Geoff Willetts has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity currently being undertaken 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". Geoff Willetts consents to the inclusion in this report of the matters based on his information in the form and context in which it appears. Information on previous explorers and historical results are summarised in the Independent Geologist's Report of the Golden State Mining Limited Prospectus dated 22 August 2018.

This release was authorised by Mr. Michael Moore, Managing Director of Golden State Mining Limited.