

31 August 2022

Completion of phase two trenching program at Red Dog

QX Resources Limited (ASX: QXR, 'QX Resources' or 'the Company') is pleased to provide an update on the phase two trenching program at the Big Red and Red Dog prospects (EPM17703).

The initiation of phase two trenching followed the Company's decision to expand the Big Red and Red Dog program after intersecting multiple high-grade gold mineralisation from its maiden 370-metre trenching program (refer ASX announcement: 11 November 2021).

Due to unseasonable adverse weather conditions, the recently completed phase two program was suspended until the end of the wet season after only completing an initial 40m of trenching in late 2021. Previous results include:

PHASE 1 TRENCHING HIGHLIGHTS

Base of Trench (Hard rock)

- Trench 1 - 9m @ 5.9 g/t Au plus 1m @ 8.2 with the mineralised zone 35m wide
- Trench 2- 3m @ 2.2 g/t Au with a mineralised zone over 1 g/t of 13m
- Trench 3 - 3m @ 2.6 g/t Au with a mineralised zone over 1.5 g/t of 5.5m
- Trench 4 - 2m @ 23 g/t Au with a mineralised zone over 7.1 g/t over 6.8 m
- Interpreted strike length over Big Red as of today is 232m
- The mineralisation is open to the South West and to the North East
- The mineralisation is open at depth
- The mineralisation may also further extend to the west

Sub Surface (loose pebbles - lag)

- Trench 1 - 80m @1.23 g/t Au
- Trench 2 - 28m @ 1.76 g/t Au
- Trench 3 - 9m @ 3.06 g/t Au
- Trench 4 – 32m @ 1.70 g/t Au

*Refer to 26 October 2021 QXR ASX Announcement

PHASE 2 SUSPENDED TRENCHING HIGHLIGHTS

- 1m @ 11.25 g/t Au within 11m @1.88 (22m to 31m along trench)
- 3m @ 2.0 g/t Au within 8m @1.27g/t (3m to 11m along trench) including 3m @2.02 and 1m @2.9 g/t

*Refer to February 2022 QXR ASX Announcement

The recently completed program added ten additional trenches (for combined length of 860m) to the two previous programs. Trenches of up to 2m deep were excavated with the aim to further the strike of gold mineralisation across the prospects. Based on the findings to date the geological team have decided to plan and commence an extensive reverse circulation drilling campaign across the prospects as a follow up program.

Comment

Non-Executive Director Roger Jackson commented: *"We are very pleased to have been back trenching at Red Dog given the success of the previous two programs. Samples have now been bagged and sent to ALS Laboratories in Brisbane.*

"This recently completed program at Big Red was running concurrently with our exploration activities in both Queensland and Western Australia and I look forward to providing an update on the drilling we plan to undertake at Red Dog in central Queensland."



Image 1: Operations at the first trench of the recommenced phase two trenching program

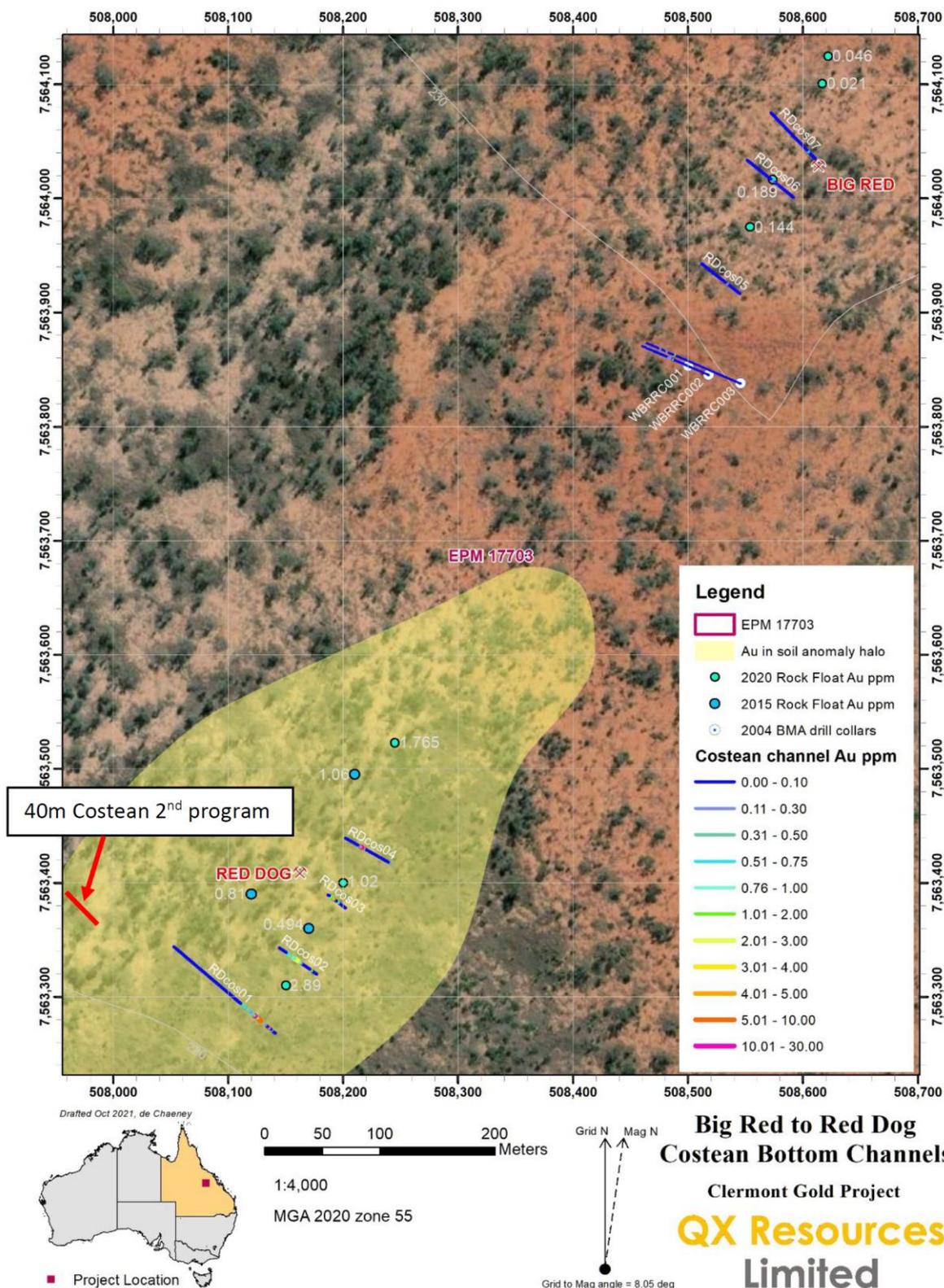


Image 2: Location of the first 40m trench excavated as part of the phase two suspended program

QX Resources Limited

Authorised by the Board of QX Resources Limited.

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Competent Persons Statement

The information in this report that relates to Exploration Results and Exploration Targets is based on information compiled by Mr. Roger Jackson, a Director and Shareholder of the Company, who is a 25+ year Fellow of the Australasian Institute of Mining and Metallurgy (FAusIMM) and a Member of Australian Institute of Company Directors. Mr. Jackson has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity 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. Jackson consents to the inclusion of the data contained in relevant resource reports used for this announcement as well as the matters, form and context in which the relevant data appears.

*Refer to announcement dated 11/11/2021 "Big Red Trenching Program To Be Expanded Following Recent Discovery Of Multiple High Grade Gold Intercepts". QX confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. QX confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Forward Looking Statements and Important Notice

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