

Kingwest Resources Ltd

ASX: KWR

Shares on Issue
241,610,525

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ASX via Electronic Lodgement

Quarterly Report for the period ending 30 September 2021

During the September Quarter Kingwest Resources Limited ("Kingwest") continued exploration programs at the Menzies Gold Project (MGP) and the Goongarrie Gold Project (GGP).

Highlights include:

New Yunndaga underground JORC Mineral Resource Estimate (MRE)

- **57,000 oz @ 4.6 g/t Au** (3.0 g/t Au cut off, fresh rock only) or **79,200 oz @ 3.7g/t Au¹** (2.0 g/t Au cut off, fresh rock only)
- **Total MRE's at Menzies increased to 475,100 oz @ 1.4 g/t** from **446,200 oz @ 1.3 g/t¹** (0.5 g/t cut off)

Significant gold mineralisation intersected under Lake Goongarrie across a 500m extent of the first drill line within Target A10

- **12 holes on this first line intersected gold values > 1 g/t**
- **Significant gold mineralisation also intersected 100m north of this**
- **Results include 3m @ 6.5 g/t Au, and 3m @ 4.1 g/t Au**
- **Kingwest's Kanowna Belle litho-structural model supported**
- **Mineralisation open in all directions**
- **233 aircore drill holes completed for 5638m on 18 lines in total**

Kingwest and FMR Investments Pty Ltd (FMR) agree to form a mining and processing joint venture (JV) which will recommence underground mining at the Yunndaga Deposit within the Menzies Gold Project. This is the first commercial step in unlocking the commercial potential of the Menzies Gold Project³. Key Terms:

- **FMR to cover all capital costs and be responsible for all mining, haulage and processing through FMR's Greenfields Mill in Coolgardie**
- **Profits to be split KWR 40%: FMR 60%**
- **JV to cover 180,000 gold ounces or 5 years from the commencement of mining (whichever occurs first).**



- **FMR will pay KWR a non-refundable payment of \$500,000 within 1 month of the signing of the JV Agreement and a further non-refundable payment of \$500,000, due within one month after first cut in the decline is fired**
- **Yunndaga has multiple high-grade shoots and was last mined underground approximately 85 years ago to a depth of 600 vertical metres with the Princess May Shoot which produced 526,000t @ 16g/t Au for 270,000 ounces²**

Yunndaga underground JORC Mineral Resource Estimate (MRE)

Introduction and Background

Cube Consulting (Cube) was engaged by Kingwest Resources Limited (KWR) to update the Mineral Resource Estimate (MRE) for the Yunndaga deposit. This was based on additional drilling completed at the project by KWR since the previous MRE in March 2021. The updated MRE was also aimed at producing a MRE suitable for underground mining studies given the earlier March 2021 was estimated by Localised Uniform Conditioning and more applicable to open pit mining.

Data

For the Aug2021 MRE, Cube was provided with an updated database which included recent drilling completed at Yunndaga. The database included 13 additional RC drillholes: KWR223 to KWR231 and KWR294 to KWR297.

The final grade estimate was based on:

- 317 RC holes
- 12 RC pre-collar holes with diamond tail
- 26 diamond holes
- 10 RC grade control holes within the pit area

No other new additional data was included and all information relating to the March 2021 MRE was included in the August 2021 update.

Yunndaga Geology and Interpretation

Mineralisation at Yunndaga has a different setting to Kingwest's other main Menzies prospects as the deposit lies towards the western part of the Menzies Shear Zone. The western area of the shear zone is a sequence of metamorphosed sediments which lie above the mafic and ultramafic volcanic sequence. The gold mineralisation is within large quartz veins close to the metasediment/volcanic contact. The sulphide content is minimal within the high-grade zone, although arsenopyrite can be visible.

Compared with the March 2021 MRE, the mineralisation interpretation used for the August 2021 MRE was updated to:



- Include recent drilling, mostly at the northern area of the deposit
- Include a higher-grade sub-domain identified in drilling and with a focus to potential underground mining studies

The final domain interpretation included two lower grade halo domains (701 and 702) based on a lower cut-off grade of approximately 0.3 g/t Au, plus two higher grade sub-domains (1000 and 2000) based on a lower cut-off grade of approximately 1.5 to 2 g/t Au (Figure 1).

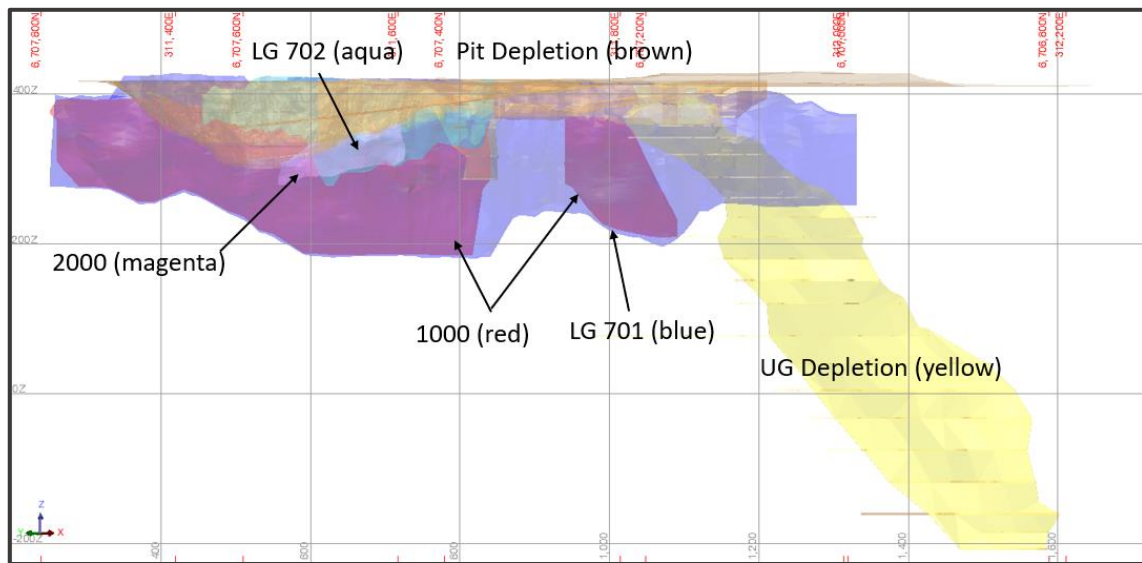


Figure 1: Yunndaga Mineralisation Domains and Historic Depletion – Long Section Looking NE

Yunndaga Estimation Methodology

Ordinary Kriging (OK) estimation methodology was used to estimate gold into a rotated 3D block model.

For each estimation domain, samples were composited to 1 m with a threshold inclusion of samples at a sample length of 50% of the targeted composite length.

The influence of extreme grade values was reduced by top-cutting where required. The top cut levels were determined using a combination of methods including spatial location, histograms, log probability plots and CVs. Top cuts were reviewed and applied on an individual domain basis. The final top cuts applied to the 1 m composites for each domain include:

- 701 – 20 g/t top cut (31 from a total of 6,948 composites cut)
- 702 – 7 g/t top cut (4 from a total of 486 composites cut)
- 1000 – 45 g/t top cut (6 from a total of 744 composites cut)
- 2000 – no top cut required

Variogram modelling was undertaken for the 1 m composited data for the largest low and high grade domains, 701 and 1000 respectively. The variogram models were undertaken by transforming the composite data to Gaussian space, modelling a Gaussian variogram, and then back-transforming the Gaussian models to real space for use in interpolation. For the smaller and poorly informed domains (702



and 2000), variogram models were adopted from the modelled variograms and the orientation modified accordingly.

Kriging Neighbourhood Analysis (KNA) was used to assist in determining the most appropriate block size and other estimation parameters such as minimum and maximum samples, discretisation, and search distance to be used for the estimation. Grade estimation was completed within a 3D block model rotated toward 322.5° (-37.5) to honour the strike direction of mineralisation. An estimation block size of 10(Y)m x 2.5(X)m x 5(Z)m was used based on data spacing and this was sub-blocked to 2.5(Y)m x 1.25(X)m x 1.25(Z)m for volume resolution.

Gold was estimated with hard domain boundaries using a two-pass search strategy, with the first pass search distances ranging from 40 m to 100 m and the second pass using a factor of 2 to 3 of the first pass distance. The minimum and maximum number of samples was set to 6 and 18 or 4 and 12 for the low- and high-grade domains respectively. Dynamic anisotropy based on the domain orientation was used to define the local neighbourhood.

A total of 600 bulk density measurements were measured from drill core at the Menzies project area in 2019 and 2020. These measurements were completed using the immersion method on individual core samples. Bulk density was assigned to the block models for tonnage reporting based on regolith type which included 2.7 t/m^3 for fresh rock, 2.3 t/m^3 for transitional material and 1.5 t/m^3 for oxide material.

Final grade estimates for the larger high (1000) and low (701) grade domains are displayed below in Figure 2 and Figure 3.

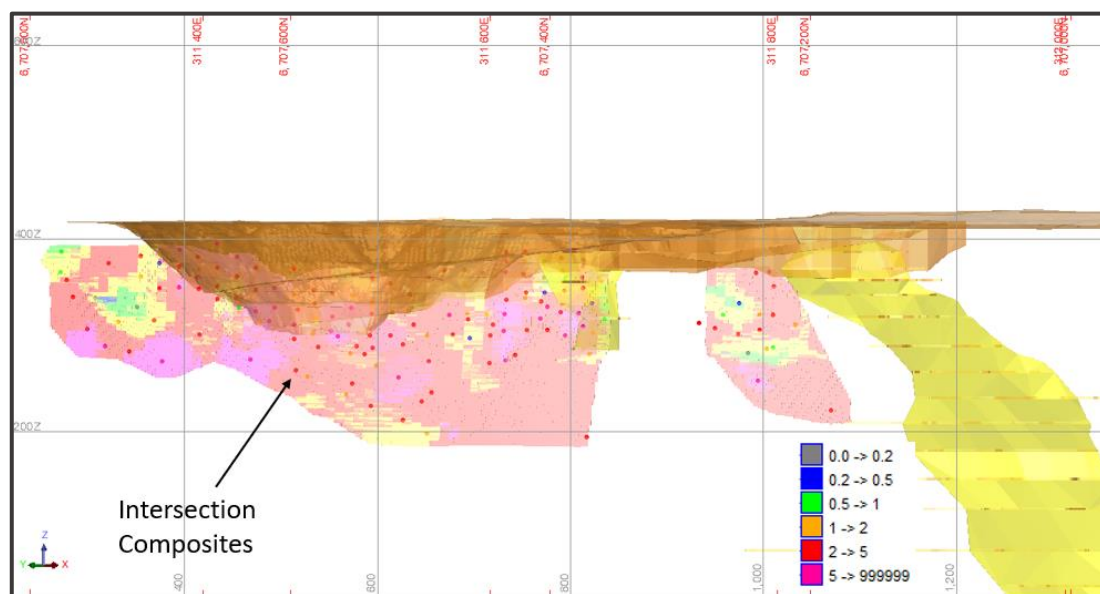


Figure 2: Yunndaga High Grade Domain 1000 Grade Estimate – Long Section Looking NE

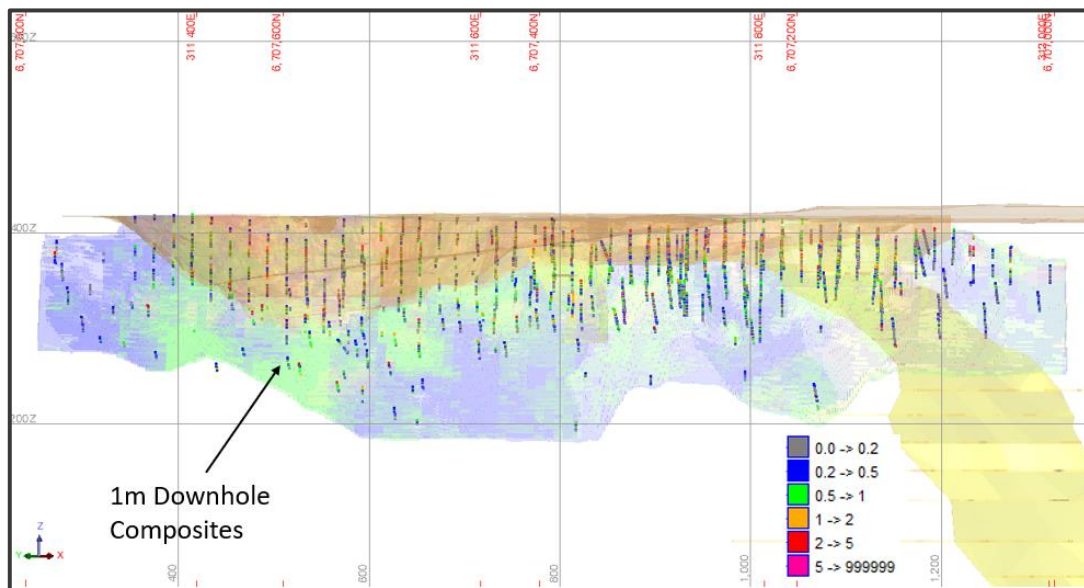


Figure 3: Low Grade Domain 701 Grade Estimate – Long Section Looking NE

Yunnadga Classification

The Mineral Resource has been classified as Indicated and Inferred Mineral Resources based on a number of factors including data quality, sample spacing, geological understanding of mineralisation controls and geological/mineralisation continuity and quality of the final grade estimate.

Indicated Mineral Resources are typically defined by 25 m spaced drilling or less and include drilling completed by KWR. Inferred Mineral Resources are defined by wider drilling intersections generally approaching 50 m x 50 m where there is confidence that the continuity of mineralisation can be extended along strike and at depth.

Classification for the larger high (1000) and low (701) grade domains are displayed below in Figure 4 and Figure 5.

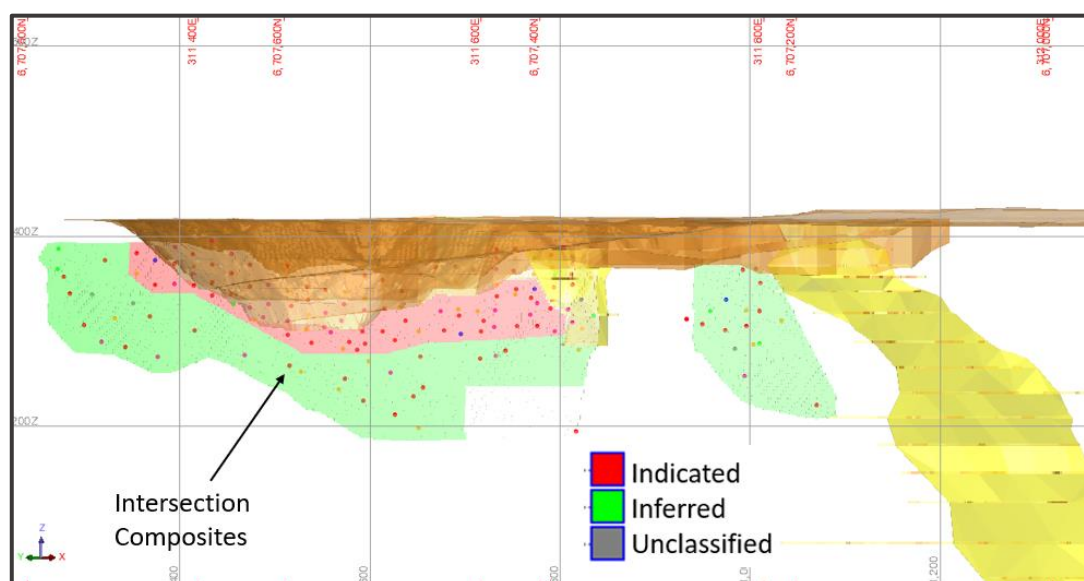


Figure 4: Yunnadga High Grade Domain 1000 Classification – Long Section Looking NE

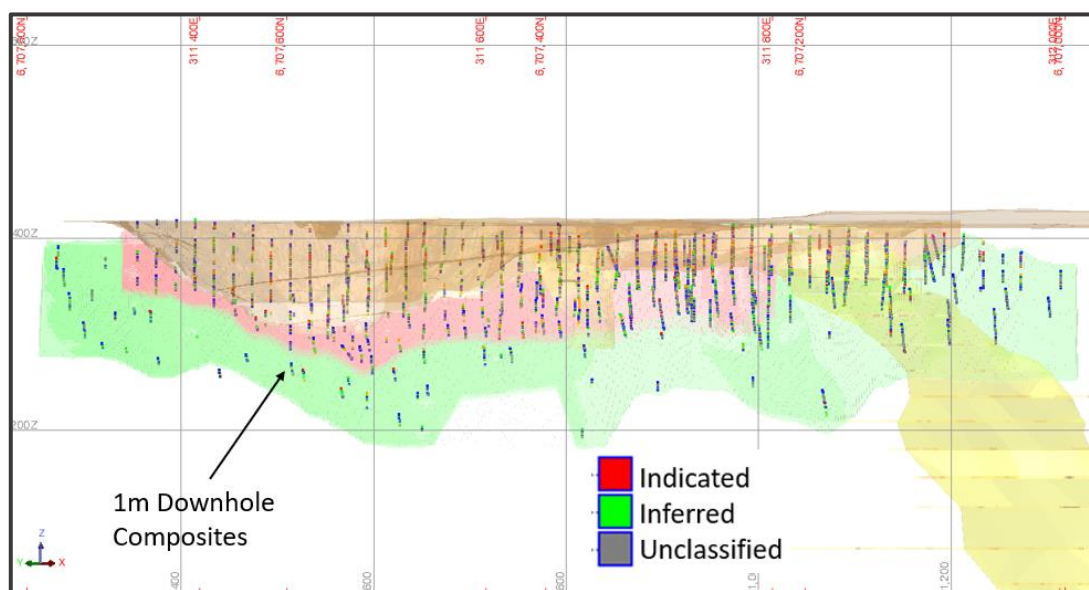


Figure 5: Low Grade Domain 701 Classification – Long Section Looking NE

Yunndaga Reporting

The March 2021 MRE was reported above 0.5 and 1.0 g/t Au cut-offs. These reports were also constrained above the 250mRL which represents approximately 175m below surface to satisfy “reasonable prospects of eventual economic extraction” by open pit mining. Table 1 below compares the March 2021 and August 2021 MRE’s reported above the 250 mRL. The differences are the result of a number of factors including:

- Additional drilling with often higher-grade intersections that expected from the March 2021 MRE
- Updated interpretation with the inclusion of high-grade sub-domains
- Estimation by Ordinary Kriging only rather than a non-linear estimate (LUC).

Table 1: Yunndaga March 2021 and August 2021 MRE Reported Above 250mRL¹

Abv 0.5g/t	Mar-21			Aug-21			Actual Diff Aug vs Mar			Relative Diff Aug vs Mar		
Rescat	Tonnes	Au Ok	Oz	Tonnes	Au Ok	Oz	Tonnes	Au Ok	Oz	Tonnes	Au Ok	Oz
Ind	1,437,837	1.32	60,790	1,268,768	1.31	53,437	- 169,069	- 0.01	- 7,353	-12%	0%	-12%
Inf	2,449,122	0.96	75,615	2,046,050	1.37	90,121	- 403,072	0.41	14,506	-16%	43%	19%
Total	3,886,959	1.09	136,405	3,314,818	1.35	143,559	- 572,141	0.26	7,153	-15%	24%	5%

Abv 1g/t	Mar-21			Aug-21			Actual Diff Aug vs Mar			Relative Diff Aug vs Mar		
Rescat	Tonnes	Au Ok	Oz	Tonnes	Au Ok	Oz	Tonnes	Au Ok	Oz	Tonnes	Au Ok	Oz
Ind	757,118	1.85	45,033	438,642	2.51	35,398	- 318,476	0.66	- 9,635	-42%	36%	-21%
Inf	797,590	1.52	38,978	761,479	2.55	62,429	- 36,111	1.03	23,452	-5%	68%	60%
Total	1,554,708	1.68	83,975	1,200,121	2.54	97,827	- 354,587	0.86	13,852	-23%	51%	16%

Table 2 below shows the August 2021 Yunndaga MRE reported without any depth constraint and at cut-off grades including 2.0, 2.5 and 3.0 g/t Au. These grades are considered appropriate for reporting of MRE likely to be mined underground. Note the material described as oxide and transitional is unlikely to be mined from underground.



Table 2: Yunndaga March 2021 Reported Unconstrained¹

Rescat	Weath	Above 2g/t Au			Above 2.5g/t Au			Above 3g/t Au		
		Tonnes	Au Ok	Oz	Tonnes	Au Ok	Oz	Tonnes	Au Ok	Oz
Ind	OXIDE	1,764	2.31	131	404	2.84	37	53	3.59	6
	TRANS	19,361	2.79	1,737	9,955	3.33	1,066	4,896	3.89	612
	FRESH	207,868	3.68	24,594	158,488	4.13	21,044	116,996	4.62	17,378
Sub Total		228,993	3.59	26,462	168,847	4.08	22,147	121,946	4.59	17,997
Inf	OXIDE	8,637	2.54	705	3,984	2.88	369	891	3.34	96
	TRANS	29,244	2.99	2,811	16,055	3.61	1,863	9,002	4.32	1,250
	FRESH	459,380	3.7	54,647	354,502	4.13	47,072	270,559	4.56	39,666
Sub Total		497,261	3.64	58,163	374,541	4.09	49,304	280,452	4.55	41,012
Grand Total		726,254	3.62	84,625	543,388	4.09	71,451	402,398	4.56	59,009

Sir Laurence Gold Discovery at Lake Goongarrie

Results at the Sir Laurence gold discovery demonstrate that it is a large bedrock gold mineralised system. Initial aircore drilling there has intersected gold mineralisation of >0.1 g/t Au in strongly altered quartz-veined bedrock over an area of more than 500m by 200m (Figure 6).

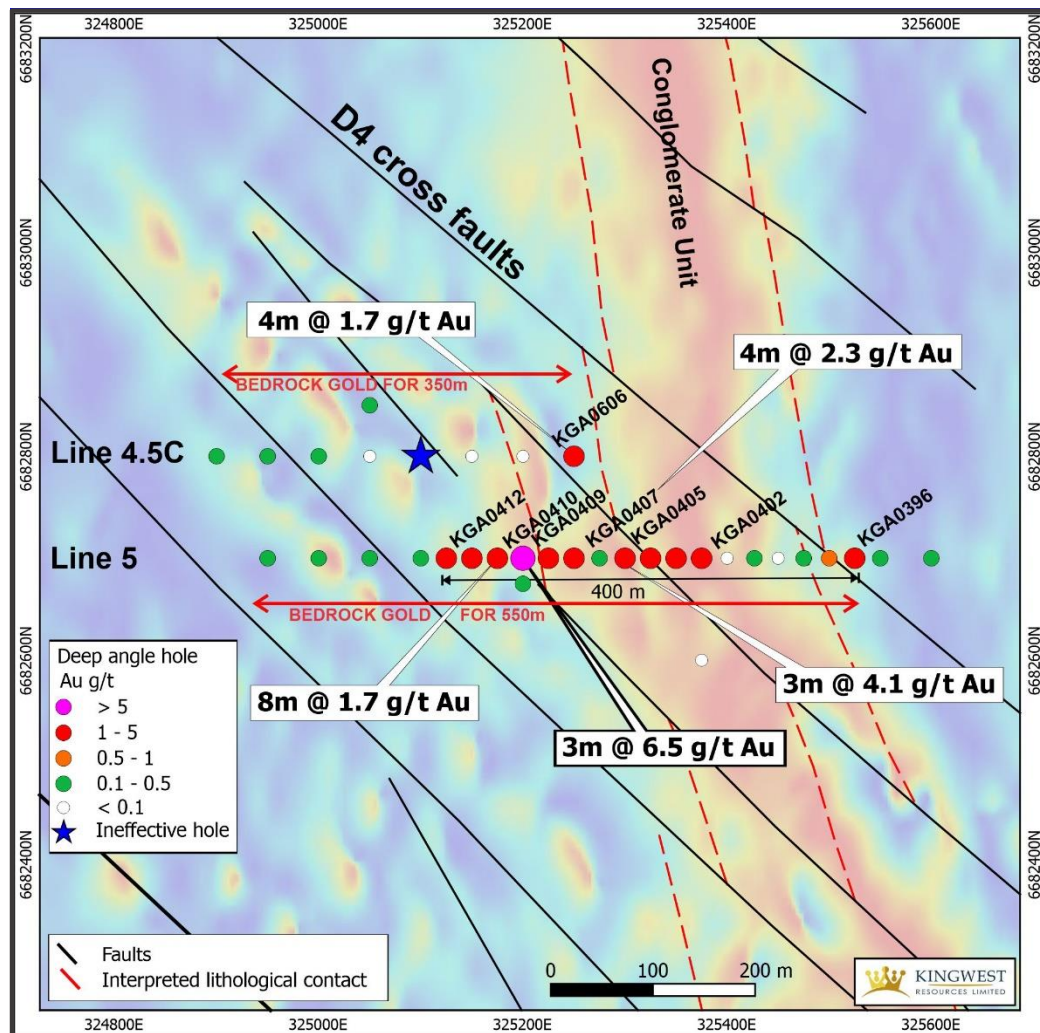


Figure 6: Significant drill results within the Sir Laurence Discovery on magnetics background



The mineralisation is open in all directions and at depth, and the underlying aero magnetically defined Sir Laurence litho-structural target extends along strike for at least two kilometres in a north-south direction. This area will be immediately tested by the follow up aircore drilling (Figure 7).

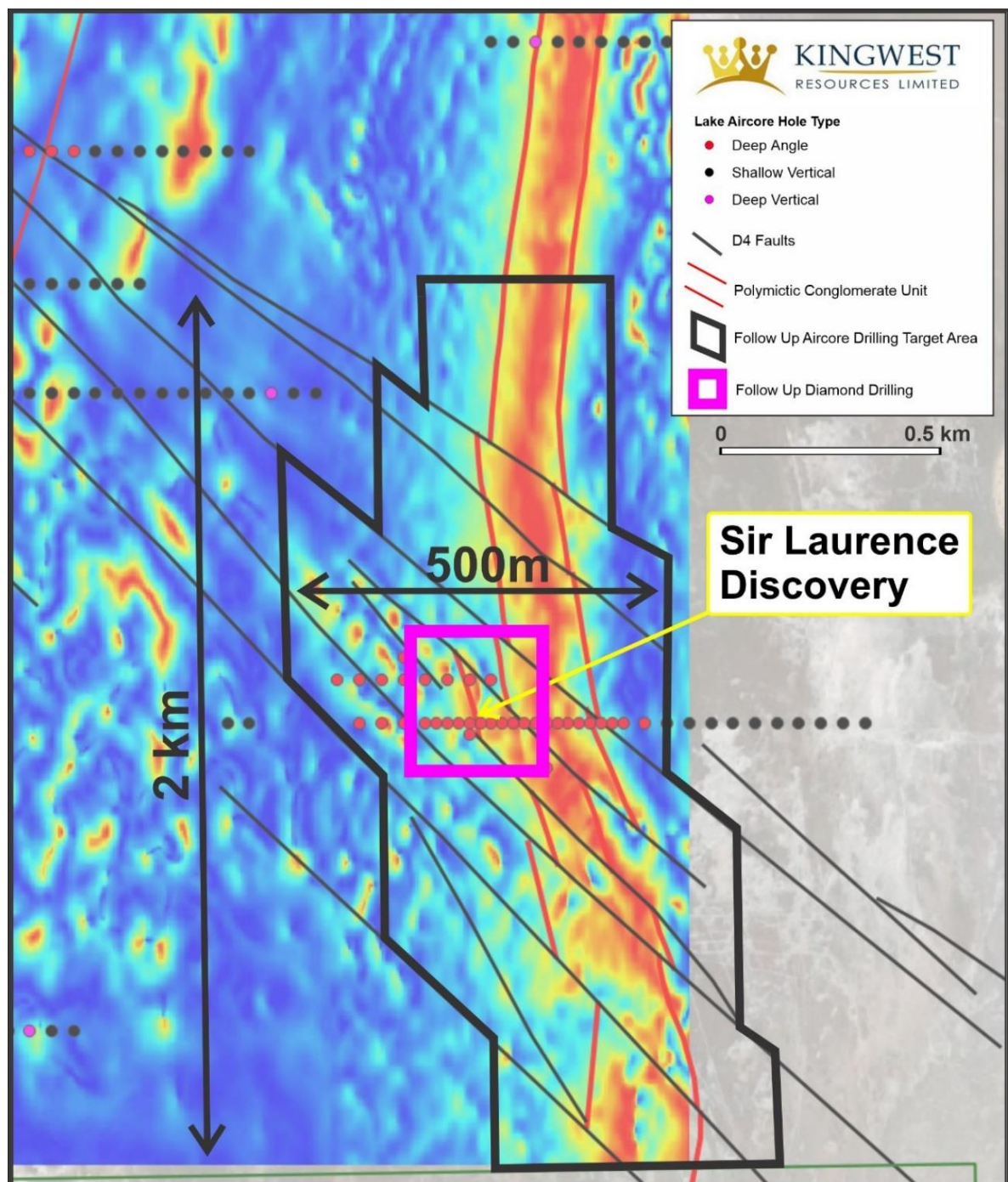


Figure 7: Follow up aircore and diamond core drilling target areas



The gold mineralised bedrock at Sir Laurence is immediately overlain by coarse, angular, proximal auriferous vein quartz gravels. These appear to have been derived from nearby vein quartz reefs. The high pathfinder element levels that accompany the gold in these gravels suggest that the gold is present in the vein quartz material itself rather than as remobilised detrital grains, further supporting a proximal gold source.

Four of the aircore holes bottomed on bedrock that was too hard to penetrate and wore away the tungsten carbide teeth of the aircore blade bit. Attempts to re-enter these holes with a hammer bit were unsuccessful due to the thickness of lacustrine clays in the upper part of the overlying alluvial cover. It is believed that these holes may have bottomed on quartz reefs that were previously outcropping at the base of the paleo-drainage channel. These areas will be immediately tested by follow-up diamond drilling.

In addition to the auriferous basal channel lag gravels overlying the Sir Laurence bedrock gold mineralisation, there are high gold values present throughout the overlying 40m thickness of alluvial sands and gravels. Some of this gold may be detrital in origin and some may have been geochemically remobilised from below by hypersaline groundwater and redeposited higher up in the sequence. Whatever the case, there is clearly a large amount of gold in the system, and this further suggests the presence of a large gold source.

Initial interpretation of the gold system at Sir Laurence suggests that there is a large bedrock gold deposit present, which has acted as the gold source for an overlying and adjacent 'Deep Lead' alluvial gold deposit. These Tertiary deep leads commonly accompany the Yilgarn Archaean reef gold deposits, and were formed where locally derived, high-grade, vein quartz gravels were eroded from outcropping quartz reefs and then dumped into the adjacent alluvial channels. Nearby examples include the previously mined rich deep lead gold deposits at Paddington and Kanowna.

The top-of-bedrock profile on Line 5 suggests that the alluvial channel at Sir Laurence is orientated east-west and that Line 5 has been drilled along the channel axis. Shallower alluvial channel intersections on Line 2, and further west last year in Target A8, suggest that it flowed from west to east. All significant assay results are included in Table 3.

Table 3: Significant aircore intersections (>0.1 g/t Au) within Sir Laurence Discovery

Hole ID	Depth (m)	Interval (m)	g/t Au	Comment
394	76-80	4	0.11	Alluvial
395	66-70	4	0.24	Alluvial
395	77-82	4	0.37	Alluvial
395	82-84	2	0.25	Alluvial
396	92-93	1	0.93	Alluvial
396	93-94	1	0.55	Alluvial
396	94-95	1	2.29	Alluvial
396	95-96	1	0.27	Alluvial
396	96-97	1	0.30	Alluvial
396	97-98	1	0.15	Bedrock
397	47-51	4	0.10	Alluvial
397	82-83	1	0.32	Alluvial
397	83-84	1	0.71	Alluvial



Hole ID	Depth (m)	Interval (m)	g/t Au	Comment
398	81-82	1	0.20	Alluvial
398	82-83	1	0.77	Alluvial
398	83-84	1	0.21	Alluvial
400	78-82	4	0.15	Alluvial
402	79-80	1	1.03	Alluvial
402	80-81	1	1.30	Alluvial
402	81-82	1	0.11	Alluvial
402	82-83	1	0.17	Alluvial
403	79-80	1	1.37	Alluvial
403	80-81	1	0.53	Alluvial
403	81-82	1	0.31	Alluvial
403	82-83	1	0.17	Alluvial
404	51-55	4	0.09	Alluvial
404	77-78	1	0.10	Alluvial
404	78-79	1	2.15	Alluvial
404	79-80	1	0.39	Alluvial
404	80-81	1	0.18	Alluvial
404	81-82	1	0.23	Alluvial
404	82-83	1	0.11	Alluvial
404	83-84	1	0.20	Bedrock
404	84-85	1	0.15	Bedrock
405	82-85	3	4.12	Bedrock
405	85-89	4	0.27	Bedrock
405	89-93	4	0.75	Bedrock
406	83-87	4	0.19	Alluvial
406	87-88	1	0.10	Bedrock
407	51-55	4	0.06	Alluvial
407	83-87	4	2.33	Alluvial
407	87-90	3	0.21	Bedrock
407	90-91	1	0.13	Bedrock
408	51-55	4	0.40	Alluvial
408	86-89	3	0.89	Alluvial
408	89-90	1	0.49	Bedrock
408	90-91	1	0.62	Bedrock
408	91-92	1	0.08	Bedrock
409	86-89	3	6.47	Alluvial
409	89-92	3	0.17	Alluvial
409	92-93	1	0.17	Bedrock
410	83-87	4	2.27	Alluvial
410	87-91	4	1.02	Bedrock
410	91-95	4	0.13	Bedrock
411	85-86	1	1.42	Alluvial/bedrock
412	51-55	4	0.18	Alluvial



Hole ID	Depth (m)	Interval (m)	g/t Au	Comment
412	82-83	1	1.46	Alluvial/bedrock
413	47-51	4	0.11	Alluvial
413	79-83	4	0.46	Alluvial
413	83-87	4	0.16	Alluvial/bedrock
414	78-81	3	0.41	Alluvial/bedrock
415	78-82	4	0.23	Alluvial
416	75-79	4	0.20	Alluvial
604	70-72	2	0.13	Alluvial
605	65-69	4	0.11	Alluvial
605	89-93	4	0.23	Bedrock
606	81-85	4	0.37	Alluvial
606	85-89	4	1.67	Bedrock
606	93-96	3	0.14	Bedrock
609	77-78	1	0.16	Alluvial/bedrock
611	69-73	4	0.14	Alluvial
611	82-83	1	0.16	Bedrock
612	72-76	4	0.19	Alluvial
612	76-80	4	0.26	Bedrock
613	77-81	4	0.11	Bedrock
614	75-79	4	0.12	Bedrock

Regional Target Areas Results

Regional aircore drilling of numerous other aero magnetically defined litho-structural targets beneath Lake Goongarrie has also discovered a further five new widely separated areas of significant gold mineralisation, in addition to Sir Laurence, plus a sixth area of new gold anomalism and another potentially significant wide area of gold pathfinder arsenic anomaly. Given that the majority of the regional aircore drilling was limited to shallow geochemical drillholes, which were equivalent to the previous deep pit geochemical sampling, these results are considered to be very encouraging (Figure 8).

The new gold discoveries include intersections of **11m @ 250 ppb Au from 15m in KGA0546**, 4km to the north of Sir Laurence, and **2m @ 260 ppb Au from 66m in KGA0586**, 1.5km to the north of Sir Laurence. The KGA0546 gold intersection is open at depth and occurs in an intensely altered, chloritised, siliceous metasediment. It shows similarities to the Sir Laurence bedrock gold mineralisation and lies at the intersection of a NW-trending D4 fault zone with a magnetically prominent stratigraphic unit. These new gold discoveries will be immediately tested by follow up aircore drilling. Also of interest are the significant intersections in drill holes KGA0433 and KGA0594 which lie on the important Victorious Basalt/Black Flag Sediments contact that hosts numerous multimillion ounce deposits further to the south including the 1.7M oz Aphrodite Deposit.

Significant composite assays from these holes are included in Table 4 and significant interface assays are included in Table 5.

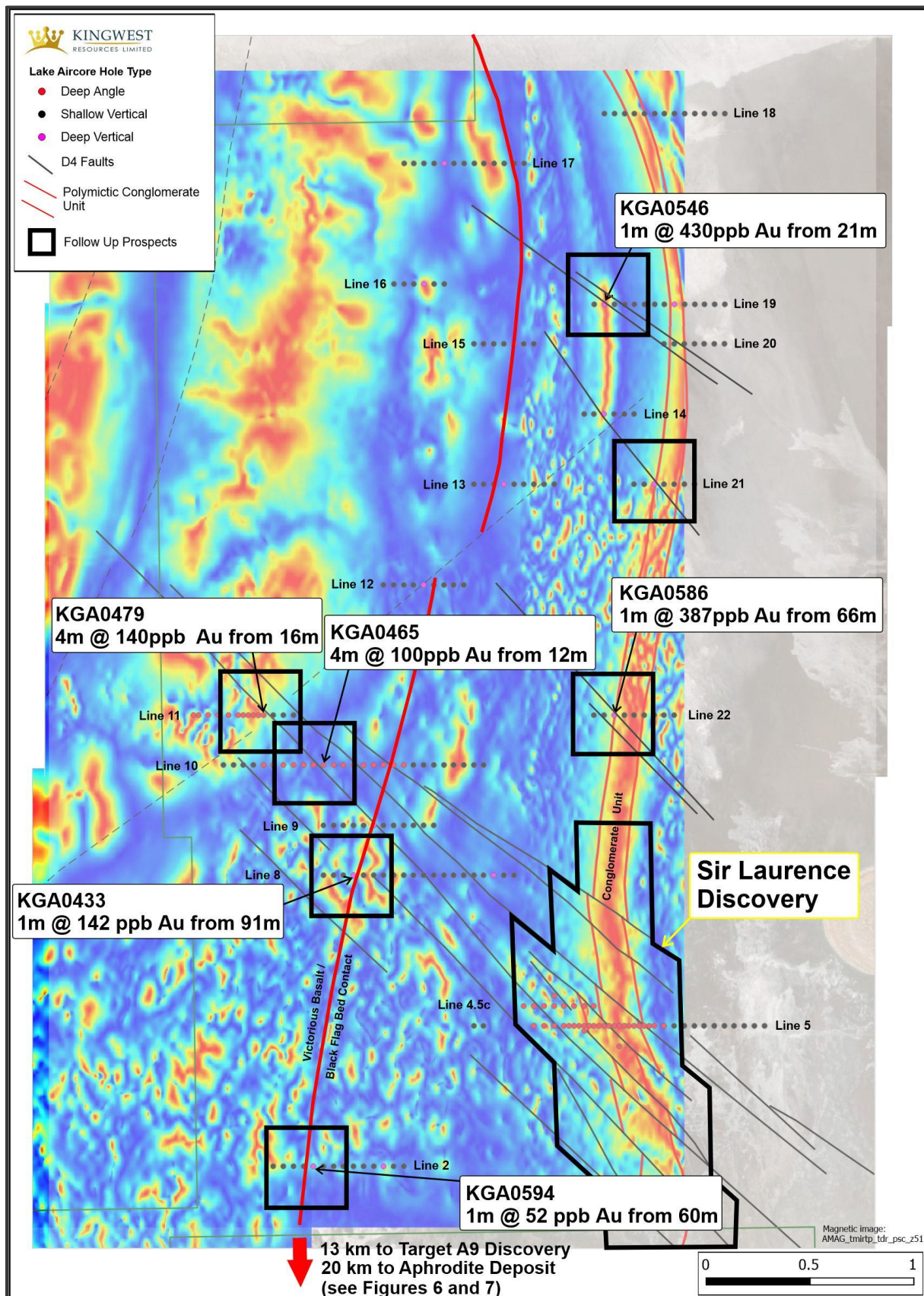


Figure 8: Location of all first pass aircore drill collars with significant intersections outside of Sir Laurence



Table 4: Significant composite sample (ACC) assays from regional aircore holes outside of Sir Laurence Discovery (minimum 100ppb Au)

Line ID	Hole ID	EOH Depth (m)	ACC Depth (m)	Interval (m)	ACC (ppb Au)	Comment
Line 8	KGA0433	93	91-93	3	160	bedrock
Line 10	KGA0465	63	12-16	4	100	alluvial
Line 11	KGA0479	91	16-20	4	140	alluvial
Line 19	KGA0546	26	15-19	4	120	bedrock
Line 19	KGA0546	26	19-23	4	350	bedrock
Line 19	KGA0546	26	23-26	3	300	bedrock

Table 5: Significant interface sample (ACS) assays from regional aircore holes outside of Sir Laurence Discovery (minimum 20 ppb Au or 50 ppb Arsenic (As))

Line ID	Hole ID	EOH Depth (m)	ACS Depth (m)	Interval (m)	ACS (ppb Au)	ACS (ppm As)	Comment
Line 2	KGA0594	68	60-61	1	52		interface uncertain
Line 2	KGA0594	68	61-62	1	28		interface uncertain
Line 2	KGA0601	69	64-65	1		55	interface uncertain
Line 2	KGA0601	69	65-66	1		112	interface uncertain
Line 8	KGA0417	3	2-3	1	30		alluvium
Line 8	KGA0424	3	2-3	1	49		alluvium
Line 8	KGA0429	3	2-3	1	28		alluvium
Line 8	KGA0433	93	61-62	1	28		alluvium
Line 8	KGA0433	93	62-63	1	142		alluvium
Line 8	KGA0433	93	91-92	1	130		bedrock
Line 8	KGA0433	93	92-93	1	80		bedrock
Line 19	KGA0546	26	13-14	1	90		bedrock
Line 19	KGA0546	26	16-17	1	150		bedrock
Line 19	KGA0546	26	17-18	1	40		bedrock
Line 19	KGA0546	26	19-20	1	250		bedrock
Line 19	KGA0546	26	20-21	1	170		bedrock
Line 19	KGA0546	26	21-22	1	430		bedrock
Line 19	KGA0546	26	22-23	1	40		bedrock
Line 19	KGA0546	26	23-24	1	40		bedrock
Line 19	KGA0546	26	24-25	1	220		bedrock
Line 21	KGA0507	3	2-3	1		212	bedrock
Line 21	KGA0510	3	2-3	1		96	bedrock
Line 21	KGA0511	3	2-3	1		204	bedrock
Line 21	KGA0512	3	2-3	1		235	bedrock
Line 22	KGA0586	75	66-67	1	387		alluvium
Line 22	KGA0586	75	67-68	1	141		alluvium



Yunndaga Mining Zone (YMZ) Profit Share Joint Venture

Subsequent to the end of the September Quarter Kingwest and FMR Investments Pty Ltd (FMR) agree to form a mining and processing joint venture (JV) which will recommence underground mining at the Yunndaga Deposit within the Menzies Gold Project. This is the first commercial step in unlocking the commercial potential of the Menzies Gold Project.

Key Terms are as follows:

1. JV to cover 180,000 (mined contained) gold ounces produced from the YMZ (Figure 9) or 5 years from the commencement of mining at the YMZ, whichever occurs first. Upon termination of the JV, full control of the YMZ and its operations will revert 100% to KWR.
2. FMR completes drilling from surface at FMR's cost for due diligence purposes. FMR will commit to completing this within 6 months of a signed JV Agreement.
3. FMR will pay KWR a non-refundable payment of \$500,000 within 1 month of the signing of the JV Agreement and a further non-refundable payment of \$500,000, due within one month after first cut in the decline is fired.
4. The YMZ is to be mined and processed according to a Mining and Production Schedule to be agreed between FMR and KWR and included in the JV Agreement.
5. FMR will fund all exploration, development, mining, treatment and rehabilitation activities at the YMZ during the term of the JV.
6. FMR will be responsible for the Project Management Plan for the YMZ. KWR will be responsible for the Mining Proposal (including Mine Closure Plan) and other tenement items such as environmental, bonds, water licensing, waste dump approvals etc.
7. Milling of any ore extracted from the YMZ will occur at FMR's Greenfield's Mill and is to be charged to the JV at a fixed rate per dry metric tonne.
8. The terms sheet remains subject to completion of due diligence by both parties and KWR and FMR entering into a binding JV Agreement.

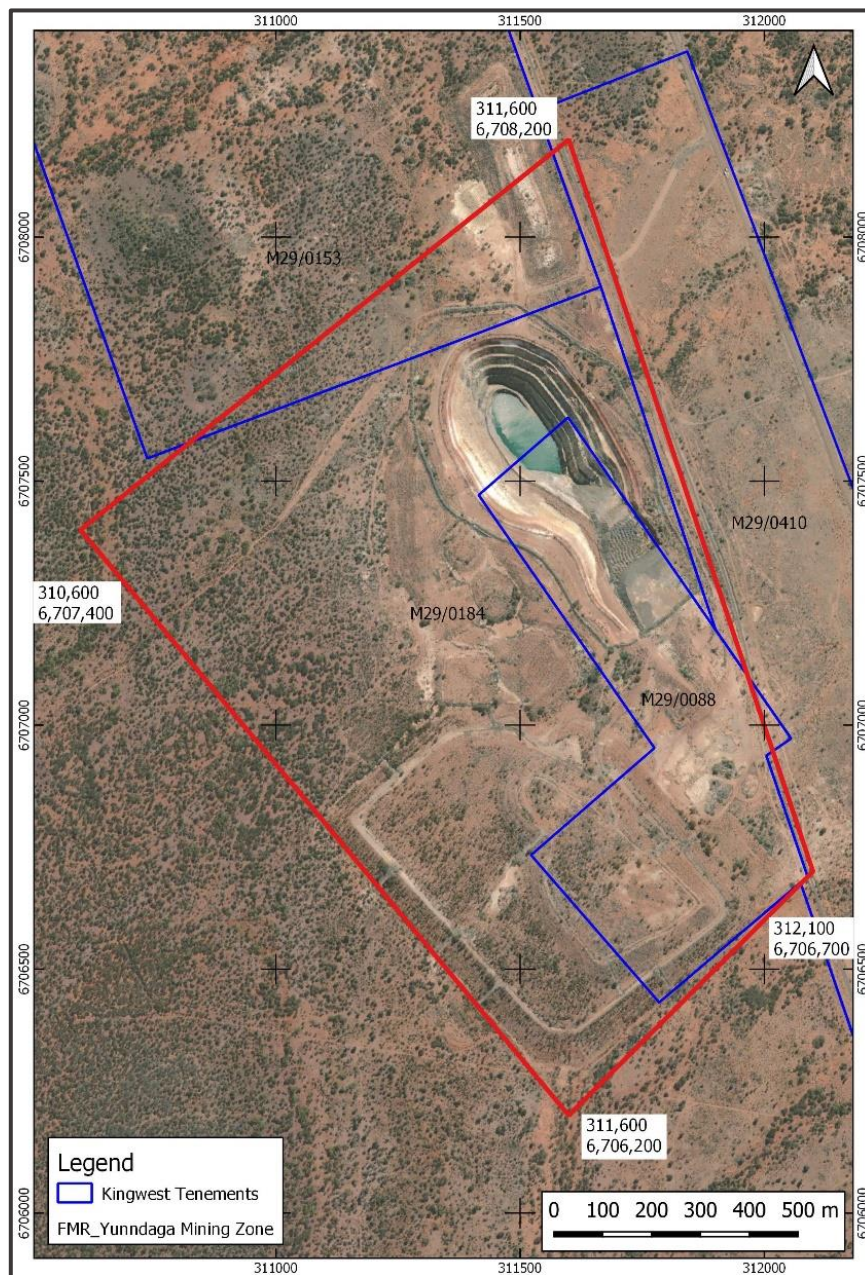


Figure 9: The YMZ

Corporate

Following shareholder approval during the quarter, the Company completed the Placement, as announced on 31 May 2021, to its major shareholder Horizon Minerals Limited raising \$500k and also issuing the 23,875,000 free attaching options to the Placement exercisable at \$0.15 and expiring on 30 December 2023.

Subsequent to the end of the quarter the Company's cash balance was further bolstered with the Placement to raise \$4M (before costs) through the issue of 33.3M shares at \$0.12 per share. Funds raised in the placement will be applied to exploration activity at the Goongarrie and Menzies Gold Projects, with particular focus on follow-up drilling at the recently announced Sir Laurence Discovery at Goongarrie.



Financial Commentary – 30 September 2021

The Company's Quarterly Cashflow Report (Appendix 5B) follows this activities report. The Company had \$1.9M in cash as at 30 September 2021. Exploration Expenditure for the quarter was \$1.3M with most of this expenditure being associated with the drilling activities at Menzies and Goongarrie. During the quarter the Company raised \$500k through the issue of 6.25M shares at \$0.08 to Horizon Minerals Limited as announced on 31 May 2021.

The total amount paid to related parties of Kingwest and their associates, as per item 6.1 of the Appendix 5B, was \$40k for Directors fees, salaries and superannuation.

-Ends-

The Board of Directors of Kingwest Resources Limited authorised this announcement to be given to ASX.

Further information contact:

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CEO

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References

¹ As announced to the ASX on 6 September 2021 (ASX:KWR)

² As announced to the ASX on 19 July 2019 (ASX:KWR)

³ As announced to the ASX on 6 October 2021 (ASX:KWR)

Compliance Statement

With reference to previously reported Exploration results and mineral resources, 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, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement 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.

Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Kingwest Resources Limited's planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "expect," "intend," "may", "potential," "should," and similar expressions are forward-looking statements. Although Kingwest believes that its expectations reflected in these forward- looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that further exploration will result in the estimation of a Mineral Resource.



APPENDIX 1: Tenement information

PROJECT	TENEMENT	TENURE TYPE	STATUS	CHANGE IN INTEREST	KWR CURRENT INTEREST
MENZIES (Western Australia)	E29/984	EXPLORATION	GRANTED	-	100%
	L29/42	MISCELLANEOUS	GRANTED	-	100%
	L29/43	MISCELLANEOUS	GRANTED	-	100%
	L29/44	MISCELLANEOUS	GRANTED	-	100%
	M29/14	MINING	GRANTED	-	100%
	M29/153	MINING	GRANTED	-	100%
	M29/154	MINING	GRANTED	-	100%
	M29/184	MINING	GRANTED	-	100%
	M29/212	MINING	GRANTED	-	100%
	M29/410	MINING	GRANTED	-	100%
	M29/88	MINING	GRANTED	-	100%
	P29/2346	PROSPECTING	GRANTED	-	100%
	P29/2450	PROSPECTING	GRANTED	-	100%
	P29/2578	PROSPECTING	GRANTED	-	100%
	P29/2579	PROSPECTING	GRANTED	-	100%
	P29/2580	PROSPECTING	GRANTED	-	100%
	P29/2581	PROSPECTING	GRANTED	100%	100%
	P29/2582	PROSPECTING	GRANTED	100%	100%
	P29/2583	PROSPECTING	GRANTED	-	100%
	P29/2584	PROSPECTING	GRANTED	-	100%
	P29/2585	PROSPECTING	GRANTED	-	100%
GOONGARRIE (Western Australia)	P29/2380	PROSPECTING	GRANTED	-	100%
	P29/2381	PROSPECTING	GRANTED	-	100%
	P29/2412	PROSPECTING	GRANTED	-	100%
	P29/2413	PROSPECTING	GRANTED	-	100%
	P29/2530	PROSPECTING	GRANTED	-	100%
	P29/2531	PROSPECTING	GRANTED	-	100%
	P29/2532	PROSPECTING	GRANTED	-	100%
	P29/2533	PROSPECTING	GRANTED	-	100%
	P29/2467	PROSPECTING	GRANTED	-	100%
	P29/2468	PROSPECTING	GRANTED	-	100%
	E29/966	EXPLORATION	GRANTED	-	100%
	E29/1062	EXPLORATION	GRANTED	-	100%
	E29/996	EXPLORATION	GRANTED	-	100%

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Kingwest Resources Limited

ABN

58 624 972 185

Quarter ended ("current quarter")

30 September 2021

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(47)	(47)
	(e) administration and corporate costs	(225)	(225)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	Net cash from / (used in) operating activities	(272)	(272)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	(1,318)	(1,318)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(1,318)	(1,318)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	500	500
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(5)	(5)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	495	495

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	3,012	3,012
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(272)	(272)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,318)	(1,318)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	495	495

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,917	1,917

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	1,917	3,012
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,917	3,012

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	40
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>		

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7. Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	-	-
7.5 Unused financing facilities available at quarter end		
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(272)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(1,318)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(1,590)
8.4 Cash and cash equivalents at quarter end (item 4.6)	1,917
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	1,917
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	1.2
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: Yes	
8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: Yes – on 22 October 2021 the Company completed a Placement of \$4,000,000 (before costs) to professional and sophisticated investors.	
8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
Answer: Yes, for the reason noted in 8.8.2.	
<i>Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.</i>	

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 26 October 2021

Authorised by: By the Board
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.