

22 October 2014

ASX Release

**Kidman Resources
Limited**

ABN 88 143 526 096

Corporate Details:

ASX Code: KDR

Issued capital:

114.98M ordinary shares

Substantial Shareholders:

Holdex Nominees 11.3M (9.82%)

Directors:

Non-Executive Chairman:

Garrick Higgins

Managing Director:

Martin Donohue

Non-Executive Director:

Andrew McIlwain

Company Secretaries:

Melanie Leydin

Justin Mouchacca

Cash at bank –30 June 2014

\$2.94M

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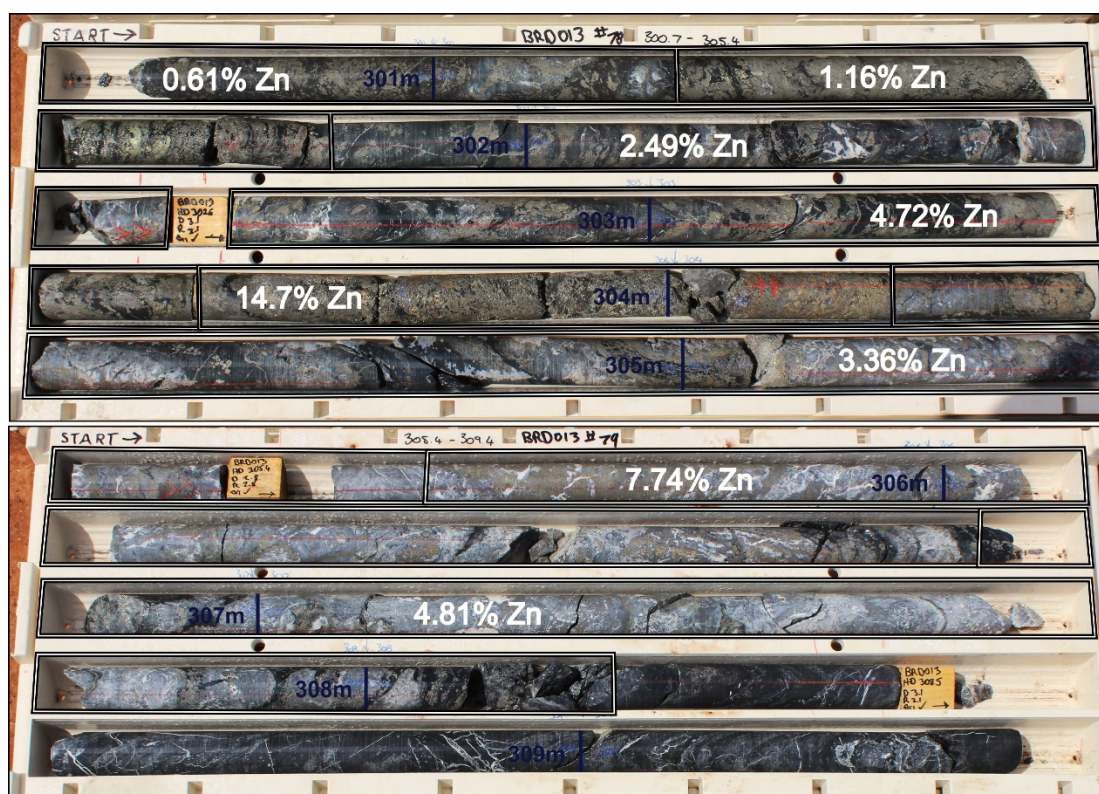
14.7% Zn in step out hole at Browns Reef

- The first massive sulphides at Browns Reef have been intersected in drill hole BRD013 which stepped out 650m north of previous drill hole BRD012.
- Strike extent now at 2.5km and still open
- Results include;
- **8.4m @ 4.7% Zn, 1.93% Pb, 0.44% Cu, 18.7g/t Ag, 0.5g/t Au from 299.8m within a larger 20m wide interval of mineralisation.**
- **Including 0.7m @ 14.7% Zn, 4.51% Pb, 0.17% Cu, 40.4 g/t Ag and 0.87 g/t Au from 303.5m**
- Evaluation underway and ahead of schedule for maiden resource in southern zone at Browns Reef.

Kidman Resources Ltd ("Kidman" or "the company") is pleased to release assays results for drill hole BRD013 which extends the mineralisation at Browns Reef a further 650m north but importantly has intercepted the first massive sulphide zone. This drill hole is 1.2km north of the Southern Zone and has focussed the company's attention to this underexplored northern area. At present only two drill holes have tested the primary zone over a 1.2km long corridor in this northern part of the project.

Commenting on the results, Managing Director, Martin Donohue said; **"It is exciting to see the first massive sulphide zone at Browns Reef. As there are no other drill holes in the primary zone within 650m of BRD013 this gives our technical team strong encouragement in our pursuit of a high grade zone within the large Browns Reef system. Furthermore, the gravity anomaly that led us to this area is only constrained by the limits of the previous gravity survey. This provides further encouragement that as we work further north the mineralised zone may continue and extend beyond the current limits. Our recently completed structural model has also highlighted a similar sized target around 6km long running parallel to the west which has not had any drill testing to date. When you consider that several ore bodies currently being mined in the Cobar basin have strike extents of 400-600m it highlights the potential that exists at Browns Reef."**

Figure 1: BRD013 - Massive sulphide interval from 300.7m



BRD013 intersected 8.4m @ 4.7% Zn, 1.93 % Pb, 0.44% Cu, 18.7g/t Ag and 0.5g/t Au from 299.8m. This interval was within 20m @ 9.3g/t Ag, 2.2% Zn, 0.9% Pb, 0.23% Cu, and 0.25g/t Au from 294m .The BRD013 intersection is interpreted as approximately 65% of true width, and shows a broad zone of silver mineralisation that appears to envelop the higher grade Zinc, Lead and Copper zones.

Figure 2: Browns Reef Longitudinal Section

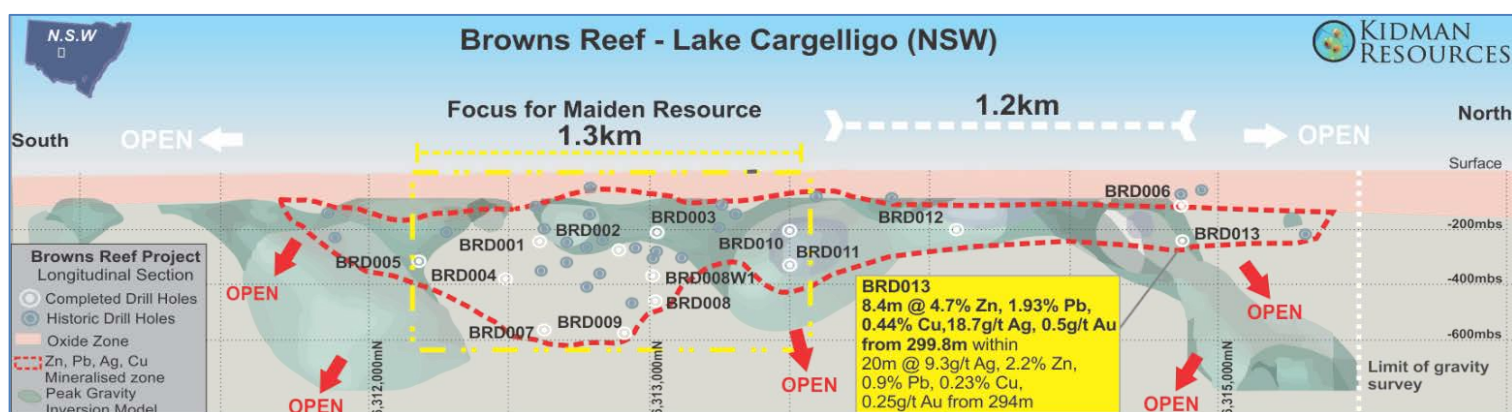


Figure 2 above shows a long section of Browns Reef with the extent of mineralisation intersected along strike at Browns Reef. Figure 2 also shows the gravity inversion model and correlation with peak gravity highs and mineralised intercepts. The gravity anomaly is only limited by the extent of the previous survey to the north.

Mineralisation in BRD013 consisted of pyrite-sphalerite-galena-chalcopyrite hosted within silicified black shale and siltstone of the P-Q Horizons of the Preston Formation. Sulphides occurred both in quartz-carbonate veins and as a replacement of host rock, with the highest grade Zn-Pb assays returned from 303.5m-304.2m, which displayed around 90% sulphide replacement and a highly vuggy texture.

Testing this gravity target along strike from the southern zone has confirmed mineralised continuity to the north and the geological model interpreted by Kidman. The gravity inversion modelled by Kidman Resources in conjunction with a structural framework evolution study completed by Dr John Stewart of PGN Geoscience has proved highly effective in delineation of the contact between the Clements and Preston formations, the locus for Browns Reef style mineralisation.

True widths have varied along the currently known mineralised corridor from between 2m to 60m, with an average of approximately 25m in the drilling to date. The mineralised intervals appear to increase in width as the exploration has moved further north. It is the width of this mineralised zone and the strike extent near surface that highlights the potential for significant tonnage at Browns Reef.

Metallurgical test work is currently underway in ALS's Tasmanian laboratory and these results will form the basis of an initial resource evaluation which has begun and is anticipated to be completed by year end.

From a more regional perspective, Kidman is also advancing other targets within its substantial landholding in central NSW which includes approximately 80km of the Browns Reef trend within the Southern part of the Cobar basin. A regional framework has been constructed which has highlighted potential areas in the district that reflect similar stratigraphic and structural settings to Browns Reef and will be the focus of a regional exploration programme. As this work on targets evolves the company will update the market.

Figure 3: Kidman Resources Tenement holding in NSW

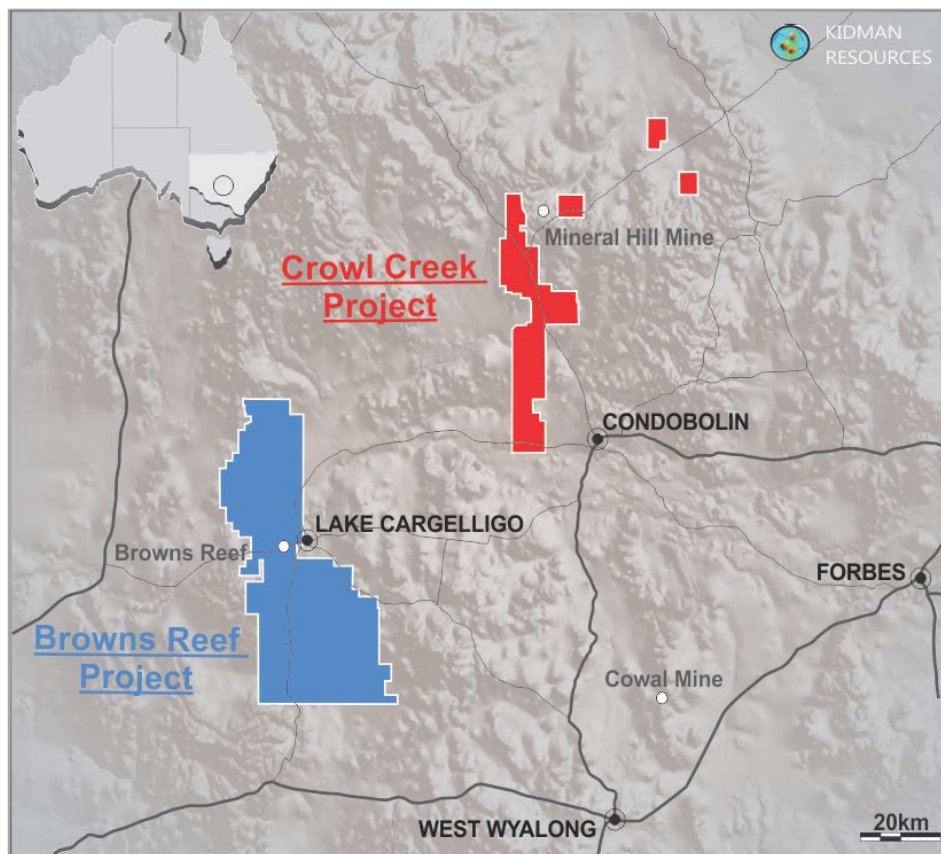


Figure 4: Browns Reef Geology and Areas of interest

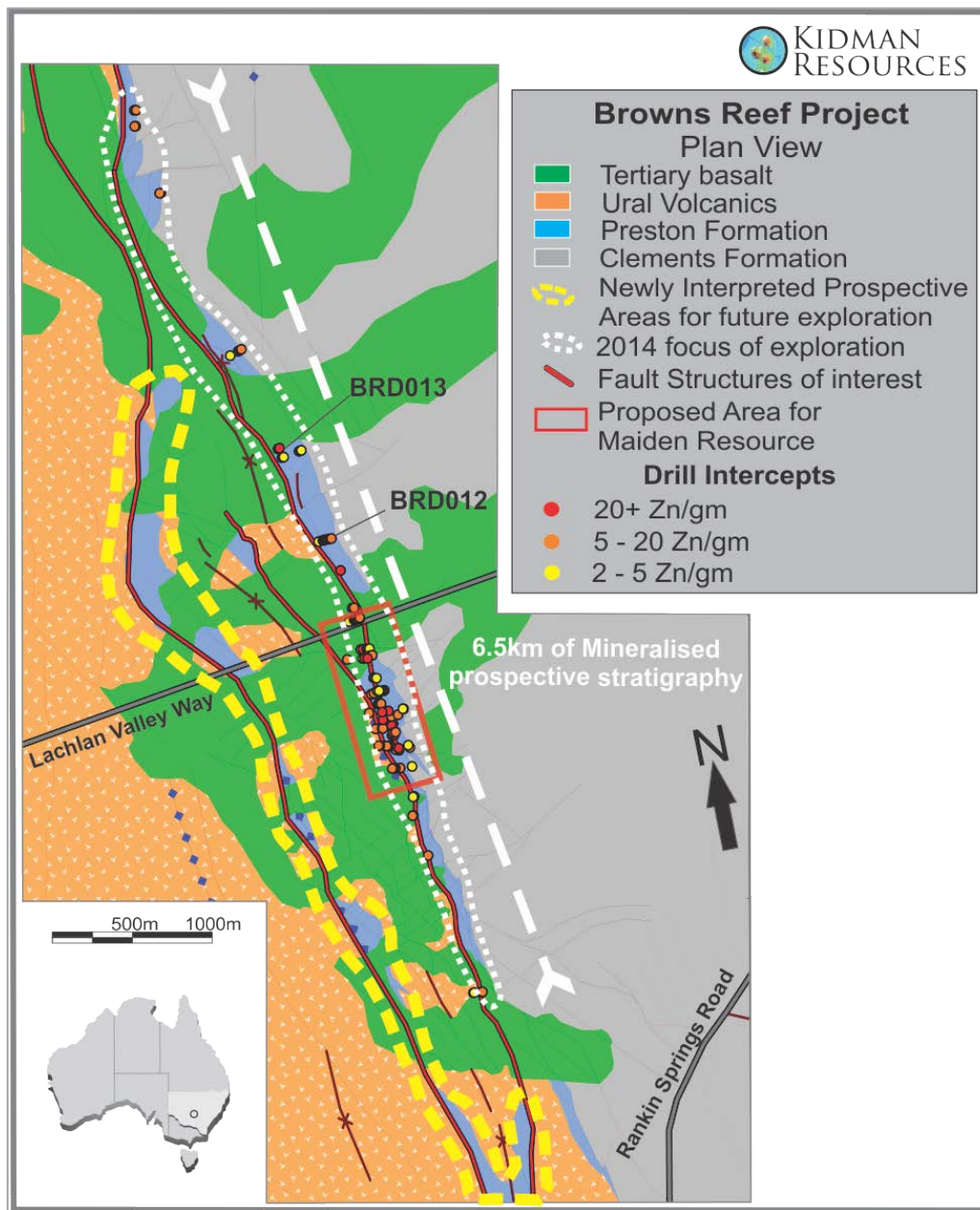


Figure 4 shows a geological interpretation of the Browns Reef Project and highlights the strong correlation with mineralisation in drilling with the prospective Preston Formation. A newly interpreted structural model has highlighted a western zone of the Preston formation that was previously misinterpreted that abuts the Woorara fault zone that appears to be a major control on mineralisation at Browns Reef.

Figure 5: Cross Section BRD013 looking North at Browns Reef

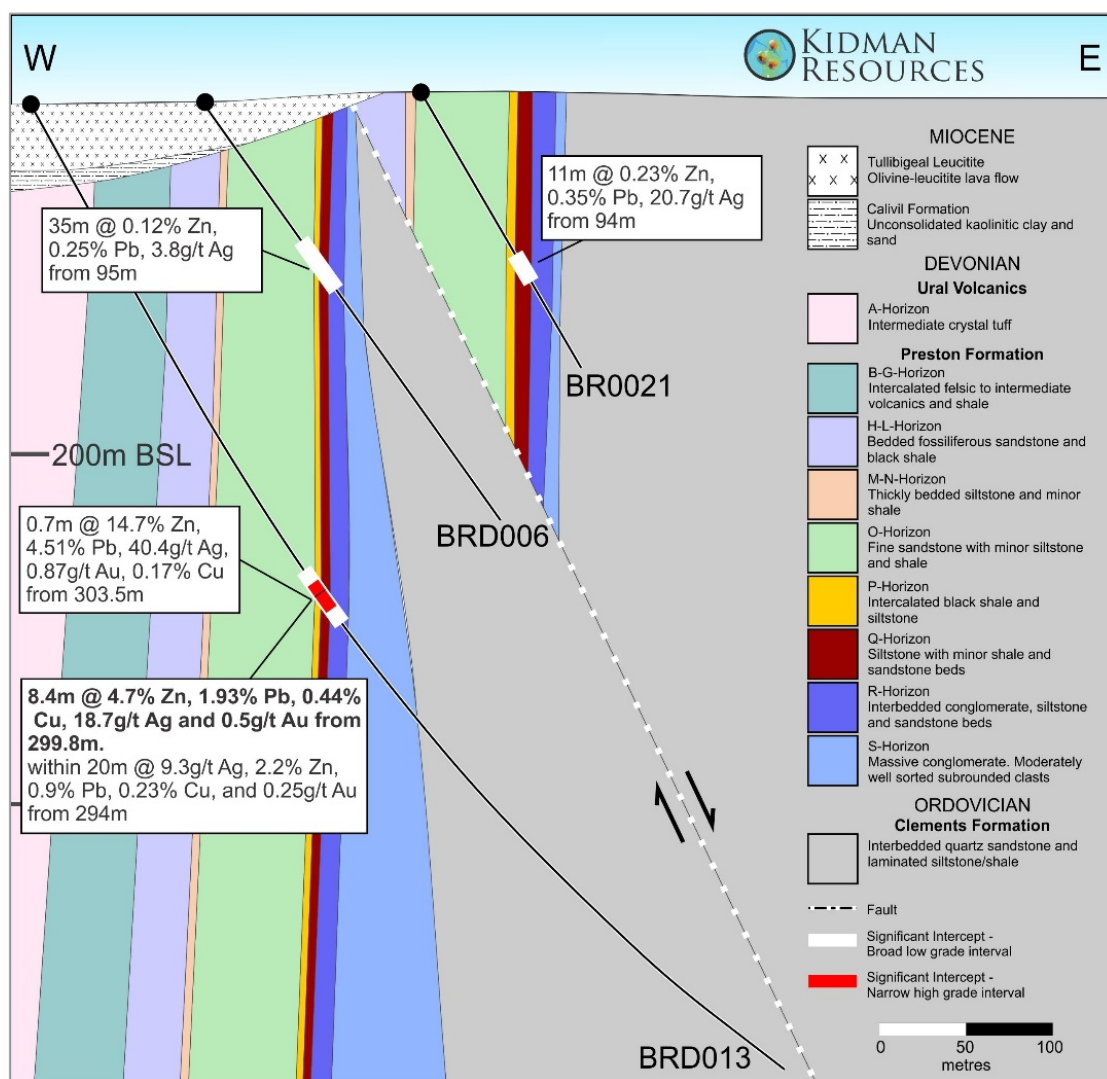


Figure 6: Interpreted Geology and Gravity anomalism at Browns Reef

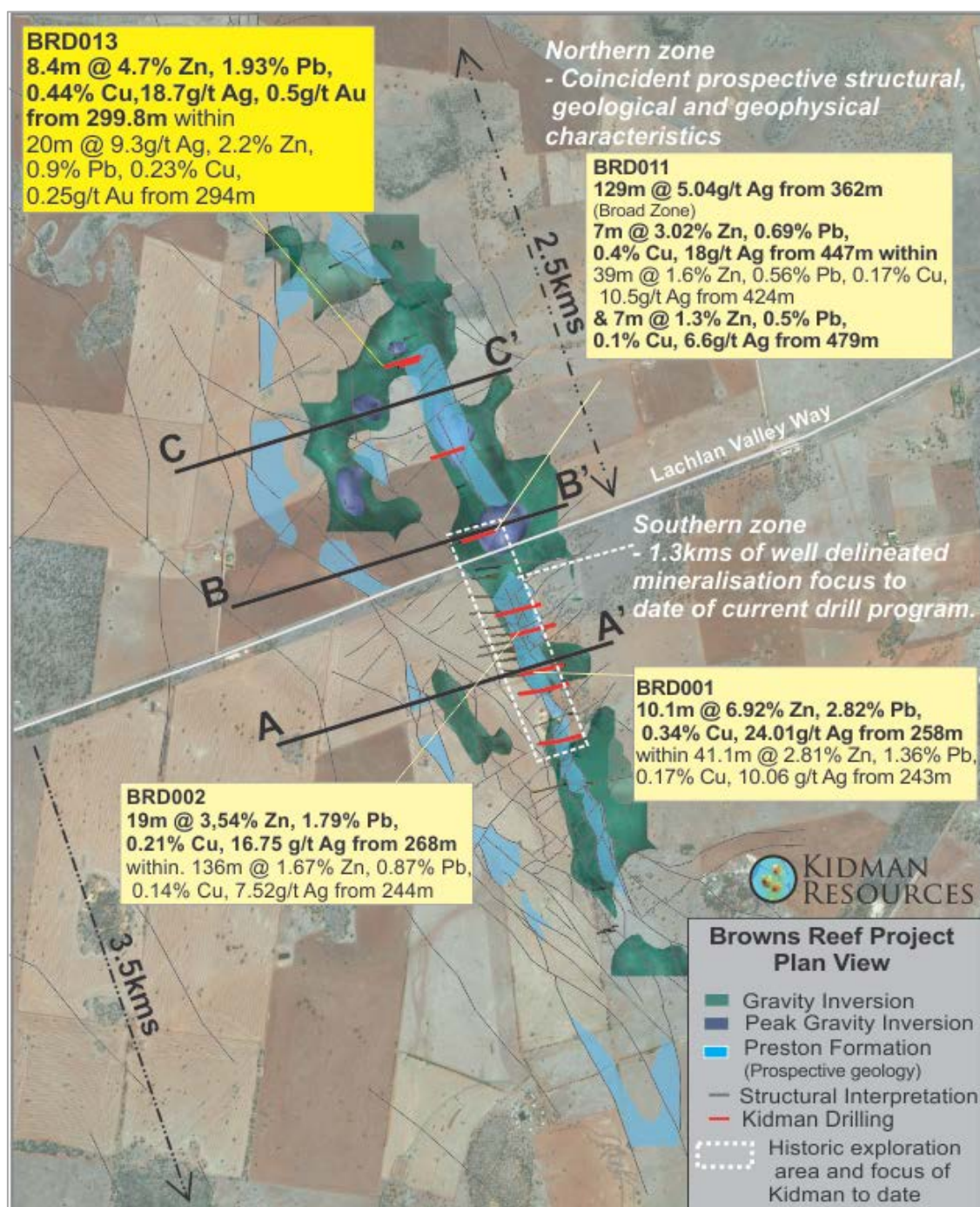


Figure 6 shows an overlay of the Preston formation (Prospective units) with the gravity inversion with the dark purple spheres representing Peak gravity highs. These peak gravity highs have been tested with BRD010, BRD011, BRD012 and BRD013 and have confirmed mineralisation north of the Southern Zone.

Figure 7: Block model interpretation of Geology and structure at Browns Reef

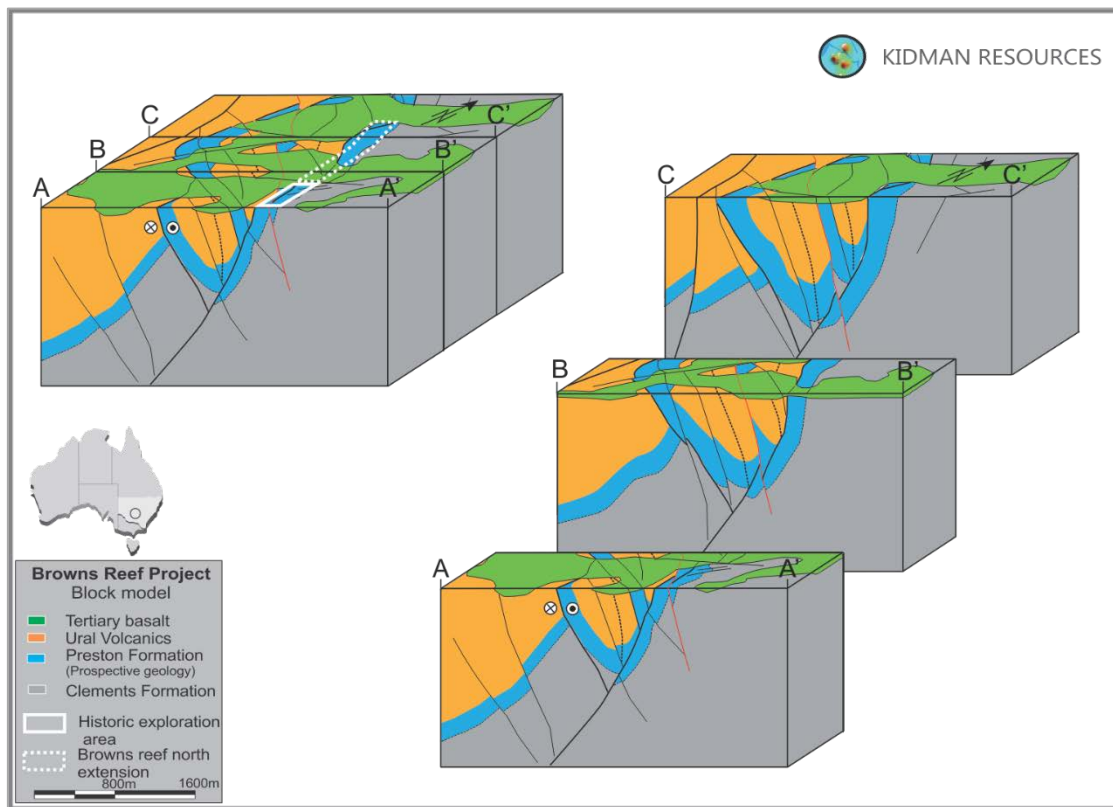


Figure 7 shows an interpreted block model for Browns Reef that has been derived by ground observations and a seismic study completed by Geoscience Australia in 2008. The block model shows the deep seated structures that transect the project and the mineralisation potential in the western zone of the project.

Company Background

Kidman Resources Ltd is an Australian exploration company focused on base and precious metals. The company has a strong focus on regions and projects that show potential for high grade ore deposits that may be developed into high margin mining operations.

Its flagship assets are the 100% owned Browns Reef base metal project located near Lake Cargelligo in NSW and the Home of Bullion Copper project located near Barrow Creek in the Northern Territory of Australia. Both projects are close to significant infrastructure.

Kidman also holds a portfolio of highly prospective projects in central New South Wales.

For more information please contact;

Martin Donohue (Managing Director)

Email: info@kidmanresources.com.au

Competent Persons Statement

The information in this release that relates to exploration results and geological interpretation has been compiled by Mr. Michael Green BSc (Hons), MAusIMM, an employee of the Company. Mr. Green is a Member of the Australian Institute of Mining and Metallurgy and he has sufficient experience with the style of mineralisation and types of deposits under consideration, and to the activities undertaken, to qualify as a competent person as defined in the 2012 Edition of the "Australian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (The JORC Code)" for reporting the exploration results. Mr. Green consents to the inclusion in this report of the contained technical information in the form and context in which it appear

Annexure 1:

Hole ID	Site Subtype	Easting	Northing	RL	Grid	Hole Depth	Exploration Company	Azi (°)	Incl. (°)
BR0021	RC	436,598	6,314,366	194.31	GDA94_55S	172	CRL	71.1	-60
BRD001	DD	437,420.647	6,312,574.939	176.448	GDA94_55S	323.25	KDR	257.1	-55
BRD002	DD	437,362.925	6,312,807.127	177.126	GDA94_55S	436.3	KDR	245.8	-54.8
BRD006	DD	436,485.183	6,314,327.226	187.444	GDA94_55S	277.55	KDR	64	-55
BRD011	DD	436,876.609	6,313,292.787	180.115	GDA94_55S	592.05	KDR	61.4	-70
BRD012	DD	436,681.652	6,313,792.801	185.32	GDA94_55S	474.9	KDR	61	-65
BRD013	DD	436,396.047	6,314,294.844	183.033	GDA94_55S	681.20	KDR	61.4	-60

Section 1 Sampling Techniques and Data

Criteria	JORC Code explanation	Commentary
Sampling techniques	<ul style="list-style-type: none"> • <i>Nature and quality of sampling (e.g. cut channels, random chips, or specific specialised industry standard measurement tools appropriate to the minerals under investigation, such as down hole gamma sondes, or handheld XRF instruments, etc.). These examples should not be taken as limiting the broad meaning of sampling.</i> • <i>Include reference to measures taken to ensure sample representivity and the appropriate calibration of any measurement tools or systems used.</i> • <i>Aspects of the determination of mineralisation that are Material to the Public Report.</i> • <i>In cases where 'industry standard' work has been done this would be relatively simple (e.g. 'reverse circulation drilling was used to obtain 1 m samples from which 3 kg was pulverised to produce a 30 g charge for fire assay'). In other cases more explanation may be required, such as where there is coarse gold that has inherent sampling problems. Unusual commodities or mineralisation types (e.g. submarine nodules) may warrant disclosure of detailed information</i> 	<p>The Browns Reef project was sampled using both Reverse Circulation (RC), Auger/Rotary Air Blast (RAB) and diamond drilling techniques. 62 drill holes have been completed on nominal spacing around the main mineralised zone and along strike. A total of 19,225.27m has been drilled. Holes have been angled to optimally test the mineralised zones and modelled geologically boundaries. Generally, most drill holes have been angled towards the ENE. The current drill programme undertaken by Kidman Resources has 9 holes drilling towards the west, constraints on collar positions due to poor ground conditions on highly cultivated agricultural land and access agreements with landholders has driven this decision.</p> <p>Registered Land, Mining, Engineering & G.P.S Surveyors, Langford & Rowe, were employed to perform surveys on Comet drill hole collars, locate historical drill hole collars and selected cultural features. A Real Time Kinematic (RTK) Global Positioning System (GPS) was used, incorporating a GX1230 Leica GPS Geodetic RTK Receiver. The current drill programme utilises Handheld Garmin GPS to locate collar positions to an accuracy of ± 1.5m. These holes will be resurveyed to a greater accuracy at the completion of the drill programme</p> <p>RC drill sampling was initially performed by spearing sample bags to form a composite sample over either a four or five metre interval. Diamond core was transported from the drill site to the core yard and geologically logged before any sampling. After logging, the geologist marked intervals of interest for subsequent sampling. Sample intervals were nominally 1m, but may have been constrained by logged lithological, mineralisation or alteration boundaries. The cutting line for core was marked perpendicular to the bedding plane and the core split lengthways using a diamond core saw. Samples were despatched to the primary assay laboratory as either half-core or quarter-core depending on metallurgical or the final assay requirements. Duplicate samples comprise $\frac{1}{4}$ core intervals in both routine and duplicate samples (comparable sample support) and were taken at a rate of approximately 5%.</p> <p>Kidman Resources has employed the services of ALS Orange for all assaying in the current Diamond Drill programme. The procedure utilised by ALS includes:</p> <ul style="list-style-type: none"> • Sort all samples and note any discrepancies to the client submitted paperwork. Record a received weight (WEI-21) for each sample. Separate out any samples for SG analysis onto a separate trolley to ensure they are not crushed. • Dry samples at 95 degrees until dry. • Perform non wax dipped SG analysis (OA-GRA08) on requested samples and return these to the drying oven once completed. • Crush samples to 6mm nominal (CRU-21) split any samples >3.2Kg using riffle splitter (SPL- 21). • Generate duplicates for nominated samples, assigning D suffix to the sample. • Pulverise samples in LM5 pulveriser until grind size passes

		<p>85% passing 75um (PUL-23). Check grind size on 1:20 using wet screen method (PUL-QC).</p> <ul style="list-style-type: none"> Take ~400g working master pulp for 50g fire assay, AAS finish (Au-AA26) and 0.5g aqua regia digest, ICP-AES finish base metals analysis (ME-ICP41). Any samples > upper limit of MEICP41 to be re-assayed by 0.35g ore-grade aqua regia digestion, ICP-AES finish analysis (MEOG46). Samples were assayed for gold to 0.01ppm and the full 35 element suite, as below. Detection limits are in ppm unless otherwise noted. All preparation and assays were performed at ALS Orange. <p>Comet Resources undertook the following during their drilling programmes and also during the review of historical data.</p> <p>The primary laboratory for all assaying was SGS Laboratories, with samples being submitted to SGS West Wyalong (SGSWY) for sample preparation. The procedure followed by SGSWY includes:</p> <ul style="list-style-type: none"> sort and record the samples that are received; load all samples including standards onto the drying rack and place in the drying oven set at 105 degrees Celsius for eight hours; crush sample using a nugget crusher to 25mm; pulverise entire sample in LM5 mill (residence time 8-10 minutes); take 400 gram pulp sample for fire assay; and take 1 teaspoon of each sample including Comet Resources Standards and place into a smaller pulp packet to be sent for base-metal analysis. <p>Samples were routinely analysed for:</p> <ul style="list-style-type: none"> Au using 50gm fire assay technique with an AAS finish and detection limit of 1ppb (FAE505 - SGSWY); and Ag, Cu, Pb, Zn ± As using a multi-acid digest (perchloric, hydrochloric, nitric and hydrofluoric acid) with an AAS finish (AAS42S; 0.4gm charge - SGS Perth). Samples with concentrations above the upper level of detection were re-analysed using an ore grade analysis (AAS43B; 0.25gm charge – SGS Perth) <p>Comet Resources sent routine samples initially for base-metal analysis at SGS Cobar, which employed a three acid digest (perchloric, hydrochloric, nitric) with an AAS finish (AAS22S). Comet's QAQC monitoring highlighted problems with early SGS Cobar analytical processing and as a consequence, all samples were re-analysed and SGS Perth appointed as the primary laboratory for ongoing routine base-metal analyses. Sampling and assaying quality was monitored by Comet during the course of drilling campaigns, not retrospectively and includes:</p> <p>Comet Resources collated and reviewed all QAQC drill data collected during Browns Reef deposit drilling and subsequent historical drill core processing. The QAQC data was exported from the Browns Reef Drill database and reviewed using statistical analysis and quality control software. Kidman Resources subsequently undertook the same process during the transition to operator of the Browns Reef prospect.</p>
Drilling techniques	<ul style="list-style-type: none"> Drill type (e.g. core, reverse circulation, open-hole hammer, rotary air blast, auger, Bangka, sonic, etc.) and details (e.g. core diameter, triple or standard tube, depth of diamond tails, face-sampling bit or other type, whether core is oriented and if so, by what method, etc.). 	<p>Auger/RAB, Reverse Circulation and Diamond drilling accounts for 100% of the historic drilling at Browns Reef. Hole depths range from 8m to 835.5 m.</p>
Drill sample recovery	<ul style="list-style-type: none"> Method of recording and assessing core and chip sample recoveries and results assessed. Measures taken to maximise sample recovery and ensure representative nature of the samples. Whether a relationship exists between sample recovery and grade and whether sample bias may have occurred due to preferential loss/gain of fine/coarse material. 	<p>Diamond core and RC recoveries are logged and recorded in the database. Overall recoveries are >95% for Browns Reef. Diamond core was reconstructed into continuous runs on an angle iron cradle for orientation marking. Depths are checked against the depth given on the core blocks and rod counts are routinely carried out by the drillers.</p> <p>RC samples were visually checked for recovery, moisture and contamination. RC drill sampling was initially performed by spearing sample bags to form a composite sample over either a four or five metre interval. Re-sampling on 1m intervals was performed if any significant mineralisation was recorded in composite samples. Mineralisation at Browns Reef is defined by RC and Diamond drilling, sample recoveries at these sites was greater than 95%, as such no sample bias issues are believed to exist.</p>
Logging	<ul style="list-style-type: none"> Whether core and chip samples have been geologically and geotechnically logged to a level of detail to support appropriate Mineral Resource estimation, mining studies and 	<p>Information on structure type, dip, dip direction, alpha angle, beta angle, texture, shape, roughness and fill material is stored in the structure table of the database. All drill holes were logged in full, apart from rock roller diamond hole pre-</p>

	<p>metallurgical studies.</p> <ul style="list-style-type: none"> • Whether logging is qualitative or quantitative in nature. Core (or costean, channel, etc.) photography. • The total length and percentage of the relevant intersections logged. 	<p>collar intervals of between 0m to 60 m.</p> <p>RC samples were logged on a one metre basis. Both the dry sample and washed, sieved chips were logged. A small sample of washed and sieved chips from each metre drilled was stored in labelled plastic chip trays. Diamond core was logged over varying intervals, dependent on observed changes for the variable under investigation (e.g. lithology, alteration etc.). The geological logs were carefully compiled with appropriate attention to detail, geologists being equipped with a set of Browns Reef standard logging codes. Kidman Resources utilises Field Marshall as its logging interface, with data recorded on multiple table files, these include geology, alteration, mineralisation, structure, orientation, fracture frequency, veining and recovery. During the Comet Resources tenure, Drilling was logged on a series of Microsoft Excel spreadsheet templates, with individual sheets for lithology, alteration structure, mineralisation and veining.</p>
Sub-sampling techniques and sample preparation	<ul style="list-style-type: none"> • If core, whether cut or sawn and whether quarter, half or all core taken. • If non-core, whether riffled, tube sampled, rotary split, etc. and whether sampled wet or dry. • For all sample types, the nature, quality and appropriateness of the sample preparation technique. • Quality control procedures adopted for all sub-sampling stages to maximise representivity of samples. • Measures taken to ensure that the sampling is representative of the in situ material collected, including for instance results for field duplicate/second-half sampling. • Whether sample sizes are appropriate to the grain size of the material being sampled. 	<p>Sample intervals were nominally 1m, but may be constrained by logged lithological, mineralisation or alteration boundaries. Samples were despatched to the primary assay laboratory as either half-core or quarter-core depending on metallurgical or the final assay requirements. Duplicate samples comprise ¼ core intervals in both routine and duplicate samples (comparable sample support) and were taken at a rate of approximately 5%.</p> <p>The procedure followed by SGSWY includes:</p> <ul style="list-style-type: none"> • sort and record the samples that are received; • load all samples including standards onto the drying rack and place in the drying oven set at 105 degrees Celsius for eight hours; • crush sample using a nugget crusher to 25mm; • pulverise entire sample in LM5 mill (residence time 8-10 minutes); • take 400 gram pulp sample for fire assay; and • take 1 teaspoon of each sample including Comet Resources Standards and place into a smaller pulp packet to be sent for base-metal analysis. <p>Kidman Resources has employed the services of ALS Orange for all assaying in the current Diamond Drill programme. The procedure utilised by ALS includes:</p> <ul style="list-style-type: none"> • Sort all samples and note any discrepancies to the client submitted paperwork. Record a received weight (WEI-21) for each sample. Separate out any samples for SG analysis onto a separate trolley to ensure they are not crushed. • Dry samples at 95 degrees until dry. • Perform non wax dipped SG analysis (OA-GRA08) on requested samples and return these to the drying oven once completed. • Crush samples to 6mm nominal (CRU-21) split any samples >3.2Kg using riffle splitter (SPL- 21). • Generate duplicates for nominated samples, assigning D suffix to the sample. • Pulverise samples in LM5 pulveriser until grind size passes 85% passing 75um (PUL-23). Check grind size on 1:20 using wet screen method (PUL-QC). • Take ~400g working master pulp for 50g fire assay, AAS finish (Au-AA26) and 0.5g aqua regia digest, ICP-AES finish base metals analysis (ME-ICP41). Any samples > upper limit of MEICP41 to be re-assayed by 0.35g ore-grade aqua regia digestion, ICP-AES finish analysis (MEOG46). • Samples were assayed for gold to 0.01ppm and the full 35 element suite, as below. Detection limits are in ppm unless otherwise noted. All preparation and assays were performed at ALS Orange.
Quality of assay data and laboratory tests	<ul style="list-style-type: none"> • The nature, quality and appropriateness of the assaying and laboratory procedures used and whether the technique is considered partial or total. • For geophysical tools, spectrometers, handheld XRF instruments, etc., the parameters used in determining the analysis including instrument make and model, reading times, calibrations factors applied and their derivation, etc. • Nature of quality control procedures adopted (e.g. standards, blanks, duplicates, external laboratory checks) and whether acceptable levels of accuracy (i.e. lack of bias) and precision have been established. 	<p>Comet Resources routinely analysed samples for:</p> <ul style="list-style-type: none"> • Au using 50gm fire assay technique with an AAS finish and detection limit of 1ppb (FAE505 - SGSWY); and • Ag, Cu, Pb, Zn ± As using a multi-acid digest (perchloric, hydrochloric, nitric and hydrofluoric acid) with an AAS finish (AAS42S; 0.4gm charge - SGS Perth). Samples with concentrations above the upper level of detection were re-analysed using an ore grade analysis (AAS43B; 0.25gm charge – SGS Perth). <p>Routine samples were initially sent for base-metal analysis at SGS Cobar, which employed a three acid digest (perchloric, hydrochloric, nitric) with an AAS finish (AAS22S). Comet's QAQC monitoring highlighted problems with early SGS Cobar analytical processing and as a consequence, all samples were re-analysed and SGS Perth appointed as the primary laboratory for ongoing routine base-metal analyses. Sampling and assaying quality is monitored by Comet during the course of drilling campaigns, not retrospectively and</p>

		<p>includes:</p> <ul style="list-style-type: none"> • Assay Accuracy: comparative analysis of Comet standard reference materials (blind standards) and internal SGS reference standards against certified values; • Assay Precision: comparative analysis of pulp repeat sample pairs and inter-laboratory assays on sample pulps; • Sampling Quality: <ul style="list-style-type: none"> - sample pulp sizing data performed using wet sieving (Primary and Check Laboratory); - Comparison of field duplicate ¼ core samples.
Verification of sampling and assaying	<ul style="list-style-type: none"> • The verification of significant intersections by either independent or alternative company personnel. • The use of twinned holes. • Documentation of primary data, data entry procedures, data verification, data storage (physical and electronic) protocols. • Discuss any adjustment to assay data. 	<p>The Technical Team of Kidman has visually verified significant intersections in diamond core from Browns Reef located at the NSW Core Facility at Londonderry. Primary data was collected for the Browns Reef project using Microsoft excel spreadsheet templates. This data has been reviewed within the Kidman Resources database. All future work will be collected on a set of standard Field Marshall templates on Toughbook laptop computers using lookup codes. The information will then be sent to Geobase for validation and compilation into an SQL database server.</p>
Location of data points	<p>Accuracy and quality of surveys used to locate drill holes (collar and down-hole surveys), trenches, mine workings and other locations used in Mineral Resource estimation. Specification of the grid system used. Quality and adequacy of topographic control.</p>	<p>Registered Land, Mining, Engineering & G.P.S Surveyors, Langford & Rowe, were employed to perform surveys on Comet drill hole collars, locate historical drill hole collars and selected cultural features. A Real Time Kinematic (RTK) Global Positioning System (GPS) was used, incorporating a GX1230 Leica GPS Geodetic RTK Receiver. The system has a stated accuracy of:</p> <ul style="list-style-type: none"> • 20mm + 2ppm (2mm error for every 1km) accuracy in position; and • 2 X accuracy in position for Height. <p>All coordinates were presented using the MGA94 (Zone 55) datum and height data was referenced to the 1971 Australian Height Datum (AHD). Local control for the survey was provided by survey datum PM77536 (440085.071mE 6314925.741mN 166.424m).</p> <p>Based on the survey pick-ups performed, a Browns Reef Local Grid to MGA94 grid transform was performed using control points.</p>
Data spacing and distribution	<ul style="list-style-type: none"> • Data spacing for reporting of Exploration Results. • Whether the data spacing and distribution is sufficient to establish the degree of geological and grade continuity appropriate for the Mineral Resource and Ore Reserve estimation procedure(s) and classifications applied. • Whether sample compositing has been applied. 	<p>The nominal drill hole spacing is 60 m by 100 m in the core of the Browns Reef Project. The mineralised domains for Browns Reef have demonstrated sufficient continuity in both geological and grade observations to support future definition of Mineral Resources and Reserves, and the classifications applied under the 2012 JORC Code. Samples have been composited to one metre lengths for the Browns Reef and adjusted where necessary to ensure that no residual sample lengths have been excluded (best fit).</p>
Orientation of data in relation to geological structure	<ul style="list-style-type: none"> • Whether the orientation of sampling achieves unbiased sampling of possible structures and the extent to which this is known, considering the deposit type. • If the relationship between the drilling orientation and the orientation of key mineralised structures is considered to have introduced a sampling bias, this should be assessed and reported if material. 	<p>The Browns Reef prospect is drilled towards grid ENE and WSW at angles varying from 65-85° and 250-265° to intersect the mineralised zones at a close to perpendicular relationship for the bulk of the prospect. The majority of holes are drilled at dip angles of 55-80 degrees</p> <p>The Browns Reef prospect is drilled ENE and WSW, which is close to perpendicular to the orientation of the mineralised trend; the intersection angles for the bulk of the drilling are nearly perpendicular to the mineralised domains.</p> <p>Structural logging based on oriented core indicates that main sulphide controls are largely perpendicular to drill direction. No orientation based sampling bias has been identified at Browns Reef in the data at this point.</p>
Sample security	<ul style="list-style-type: none"> • The measures taken to ensure sample security. 	<p>Chain of custody is managed by Kidman. Samples for Browns Reef are stored at the Londonderry Core facility and on site. Historically core and samples were delivered by personnel to the sample preparation lab and assay laboratory by courier service. Tracking sheets have been set up to track the progress of batches of samples.</p>
Audits or reviews	<ul style="list-style-type: none"> • The results of any audits or reviews of sampling techniques and data 	<p>A further internal review of the sampling techniques and data is being conducted by Kidman as part of due diligence and continual review of protocols occurs as a matter of course for all exploration activities undertaken by Kidman Resources</p>

Section 2 Reporting of Exploration Results

Criteria	JORC Code explanation	Commentary
Mineral tenement and land tenure status	<ul style="list-style-type: none"> • Type, reference name/number, location and ownership including agreements or material issues with third parties such as joint ventures, partnerships, overriding royalties, native title interests, historical sites, wilderness or national park and environmental settings. • The security of the tenure held at the time of reporting along with any known impediments to obtaining a licence to operate in the area. 	<p>Browns Reef project is wholly located in Exploration Licence EL6321. The Tenement is held by Crawl Creek Exploration Pty Ltd, which is a 100% owned subsidiary of Kidman Resources Ltd. The tenement is in good standing and no known impediments exist.</p>
Exploration done by other parties	<ul style="list-style-type: none"> • Acknowledgment and appraisal of exploration by other parties. 	<p>EL96 1966-1968 Wood, A. J.</p> <p>EL632 PLs Sep 1973-1977 Jennings Industries Limited</p> <p>EL1027 Sep 1977-1979 Electrolytic Zinc (EZ) Company of Australasia Limited</p> <p>EL1030 Jan 1977-1981 EZ</p> <p>EL921 Sep 1976-1978 Shell Minerals Exploration Australia Pty Limited</p> <p>EL1020 Sep 1977-1978 Australian Industrial Refractories Limited</p> <p>EL1337 Mar 1980-1984 EZ</p> <p>EL1902 Jun 1981-1986 Australian Industrial Refractories Limited</p> <p>EL2833 Mar 1987-1989 Costain Australia Limited</p> <p>EL4263 May 1992-May 1994 Dominion Gold Operations Pty Limited</p> <p>EL4817 Mar 1995-1997 Telminex NL</p> <p>EL5374 1999 Nov 2003 Bella Montagna, Jennings/EZ/ESSO JV completed some very comprehensive soil sampling, mapping and drilling programmes at the Browns Reef Project.</p> <p>EL6321 Nov 2004 – Mar 2014</p>
Geology	<ul style="list-style-type: none"> • Deposit type, geological setting and style of mineralisation. 	<p>The Browns Reef deposit is hosted within the steeply dipping, Late Silurian Preston Formation (previously Preston Beds). The Preston Formation comprises medium to coarse grained inter-bedded, volcanoclastic and fossiliferous clastic sediments. The rocks of the Preston Formation represent a shallow marine sub-storm wavebase (fluvial) environment with minor silicic to intermediate volcanism. Common mild anaerobic to dysaerobic conditions are inferred from the presence of pyritic black or grey shales.</p> <p>Previous explorers (Jennings Industries Limited (Jennings) / Electrolytic Zinc Company of Australasia Limited (EZ) / ESSO Exploration & Production Australia (ESSO)) subdivided the Preston Formation into several units (A to S), which were grouped into the Upper (Units A to I), Middle (Units J to L) and Lower (Units M to S) Preston Beds.</p> <p>Mineralisation at Browns Reef is predominantly hosted in the Lower Preston Formation within units N to R. The overlying Unit M consists of poorly bedded black shale to siltstone, which is thought to have acted as an impervious cap to the mineralisation. The underlying Unit S constitutes the basal unit of the Preston Formation and is dominated by coarse conglomerates which unconformably overly the Crossley's Tank Formation.</p>

Drill hole Information	<ul style="list-style-type: none"> A summary of all information material to the understanding of the exploration results including a tabulation of the following information for all Material drill holes: <ul style="list-style-type: none"> easting and northing of the drill hole collar elevation or RL (Reduced Level – elevation above sea level in metres) of the drill hole collar dip and azimuth of the hole down hole length and interception depth hole length. If the exclusion of this information is justified on the basis that the information is not Material and this exclusion does not detract from the understanding of the report, the Competent Person should clearly explain why this is the case. 	Refer to Annexure 1 in body of text.
Data aggregation methods	<ul style="list-style-type: none"> In reporting Exploration Results, weighting averaging techniques, maximum and/or minimum grade truncations (e.g. cutting of high grades) and cut-off grades are usually Material and should be stated. Where aggregate intercepts incorporate short lengths of high grade results and longer lengths of low grade results, the procedure used for such aggregation should be stated and some typical examples of such aggregations should be shown in detail. The assumptions used for any reporting of metal equivalent values should be clearly stated. 	<p>High grade massive sulphide intervals internal to broader zones of sulphide mineralisation are reported as included or within intervals.</p> <p>Maximum internal dilution is 2m within a reported interval. In BRD002 one interval of 5m of less than 0.5% Zn occurred, this interval was only reported in the larger interval for the hole, it was not included in the high grade zone from 268m. The zone was included in the broad zone as the prospective stratigraphy was intersected throughout the interval, and visual inspection of the core showed mineralisation that was not sampled due to sampling practice.</p> <p>No grade top cut off has been applied.</p> <p>No metal equivalent is used or applied.</p> <p>A minimum cut-off grade of 0.5% Zn is applied to the reported zinc intervals</p> <p>A minimum cut-off grade of 0.5g/t Ag is applied to the reported silver interval in BRD010/BRD011/BRD012</p>
Relationship between mineralisation widths and intercept lengths	<ul style="list-style-type: none"> These relationships are particularly important in the reporting of Exploration Results. If the geometry of the mineralisation with respect to the drill hole angle is known, its nature should be reported. If it is not known and only the down hole lengths are reported, there should be a clear statement to this effect (e.g. 'down hole length, true width not known'). 	The Browns Reef prospect is composed of one continuous lode dipping steeply towards the west at 75-85 degrees; drill holes are perpendicular to the North South striking mineralised zone. The holes are inclined making the intercepts approximately 30-70% of true width depending on which side of the lode the drill holes are drilled from.
Diagrams	<ul style="list-style-type: none"> Appropriate maps and sections (with scales) and tabulations of intercepts should be included for any significant discovery being reported. These should include, but not be limited to a plan view of drill hole collar locations and appropriate sectional views. 	Refer to Figures in body of text.
Balanced reporting	<ul style="list-style-type: none"> Where comprehensive reporting of all Exploration Results is not practicable, representative reporting of both low and high grades and/or widths should be practiced to avoid misleading reporting of Exploration Results. 	All results are reported.
Other substantive exploration data	<ul style="list-style-type: none"> Other exploration data, if meaningful and material, should be reported including (but not limited to): geological observations; geophysical survey results; geochemical survey results; bulk samples – size and method of treatment; metallurgical test results; bulk density, groundwater, geotechnical and rock characteristics; potential deleterious or contaminating substances. 	Multi element assaying is conducted routinely on all samples for a suite of potentially deleterious elements.