

## More Outstanding Historical High Grade Gold Results at Yundamindra, First Drilling in 10 Years to Commence Imminently

### KEY HIGHLIGHTS

- Drilling approvals have been received for the first drilling program at the Yundamindra Project in over 10 years, including at the Landed at Last and Bonaparte Prospects.
- Drilling is anticipated to commence in the next 2-3 weeks.
- Extensive planning and accelerated approvals are also being sought for the highly prospective Pennyweight Point prospect, which remains open at depth and along strike, which produced exceptional near surface historical results including<sup>1</sup>:
  - 8m @ 56.36 g/t Au from 44m in PV095
  - 4m @ 26.14 g/t Au from 14m in PV055
  - 6m @ 13.69 g/t Au from 46m in PV105
  - 8m @ 7.51 g/t Au from 36m in P008
  - 12m @ 6.27 g/t Au from 16m in PIV049
  - 20m @ 3.05 g/t Au from 50m in PV050.
- Yundamindra is a key project to Metalicity being situated on a Mining Lease, its high grade and close to surface nature, with gold prices at record highs and in close proximity to a number of gold mills.
- CSA Global have now completed a detailed review and compilation of available historical drill hole data which will assist in exploration planning.

<sup>1</sup> Please refer to ASX Announcement "Metalicity Farms into Eastern Goldfields Gold Projects" dated 6 May 2019.

Metalicity Limited ("Metalicity" or "Company") is pleased to provide an update on Metalicity's maiden drilling program at its 80% owned Yundamindra Gold Project (20% owned by Joint Venture partner, Nex Metals Explorations Limited ("NEX"), which has been delayed by extensive road closures due to unexpected weather damage in the Goldfields.

Metalicity has successfully obtain initial drilling approvals for its Yundamindra Project and has also completed an extensive review of historical drill hole data, in preparation for the Company's first drilling at Yundamindra in over 10 years. Our exploration team and drill rig remain ready to start pending opening of access roads to commence clearing tracks and drill pads.

**Commenting on the Yundamindra exploration, Metalicity Managing Director Justin Barton said:**

*"This will be the first drilling in over 10 years at Yundamindra, which has historically produced high grade, close to surface gold. With a number of mills in close proximity to our projects and gold prices at record high prices, this provides the Company with a unique and very exciting opportunity.*

*Whilst frustrating to have been delayed due to weather circumstances outside our control, the delay has*

*given our exploration team valuable additional time to review further historical data at Yundamindra and strategically plan our highly anticipated upcoming drill program.*

*Drilling will initially focus on the western line with the Landed at Last and Bonaparte prospects, which have produced significant historical intercepts that remain open along strike and at depth.*

*In the meantime, the Company continues to accelerate approvals and planning for our highly prospective Pennyweight Point prospect, which has historically produced some of the highest grades and intercepts at the Yundamindra project.*

*It is anticipated that work is to commence on clearing tracks and drill pads in the coming days to enable mobilisation of a drill rig.”*

## **Yundamindra Gold Project**

The Yundamindra Gold Project is located 65 kms southeast of Leonora and 65 kms east of the Joint Venture’s (JV) Kookynie Project and is situated in close proximity to a number of mills easily accessible by road (Figure 1).

The Yundamindra Project currently consists of nine historical highly prospective prospects (Figure 2), which had high grade historical production prior to 1970 of 74kt @ 19.3g/t Au for 45,000 ounces.

Significant drill intercepts from the Prospects within the Project include<sup>1</sup>:

- Pennyweight Point – 8m @ 56.36 g/t Au from 44m in PV095
- Golden Treasure – 1m @ 48.1 g/t Au from 12m in TDN18
- Queen May – 2m @ 39.49 g/t AU from 31m in QMN5
- Landed at Last – 2m @ 23.29 g/t Au from 30m in LN11; and
- Bound to Rise – 2m @ 7.21 g/t AU from 30m in HC007.

The Yundamindra Project encompasses zones of gold mineralisation occurring along the margin of a regional scale hornblende-granodiorite batholith which intruded mafic lithologies. The contact is sub-divided into two ‘lines’ of mineralisation, western and eastern.

### **Exploration Update**

As previously announced, drilling will initially focus on the western line with Landed at Last and Bonaparte prospects, which have produced significant historical intercepts that remain open along strike and at depth and are within close proximity to a number of mills. Drilling approvals for these prospects have been received and our drill rig and exploration program are in place.

Due to extensive rain in the Goldfields last month, most of the roads in the area have been damaged and have been closed and remained closed, delaying the Company access to the Yundamindra project. Recent discussions with local shires however have indicated that some of these roads are nearing re-opening in the coming days, at which time the Company will begin immediate work to clear tracks and drill pads to enable the first drilling at Yundamindra in over 10 years to commence as soon as possible.

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<sup>1</sup> Please refer to ASX Announcement “Metalicity Farms into Eastern Goldfields Gold Projects” dated 6 May 2019.

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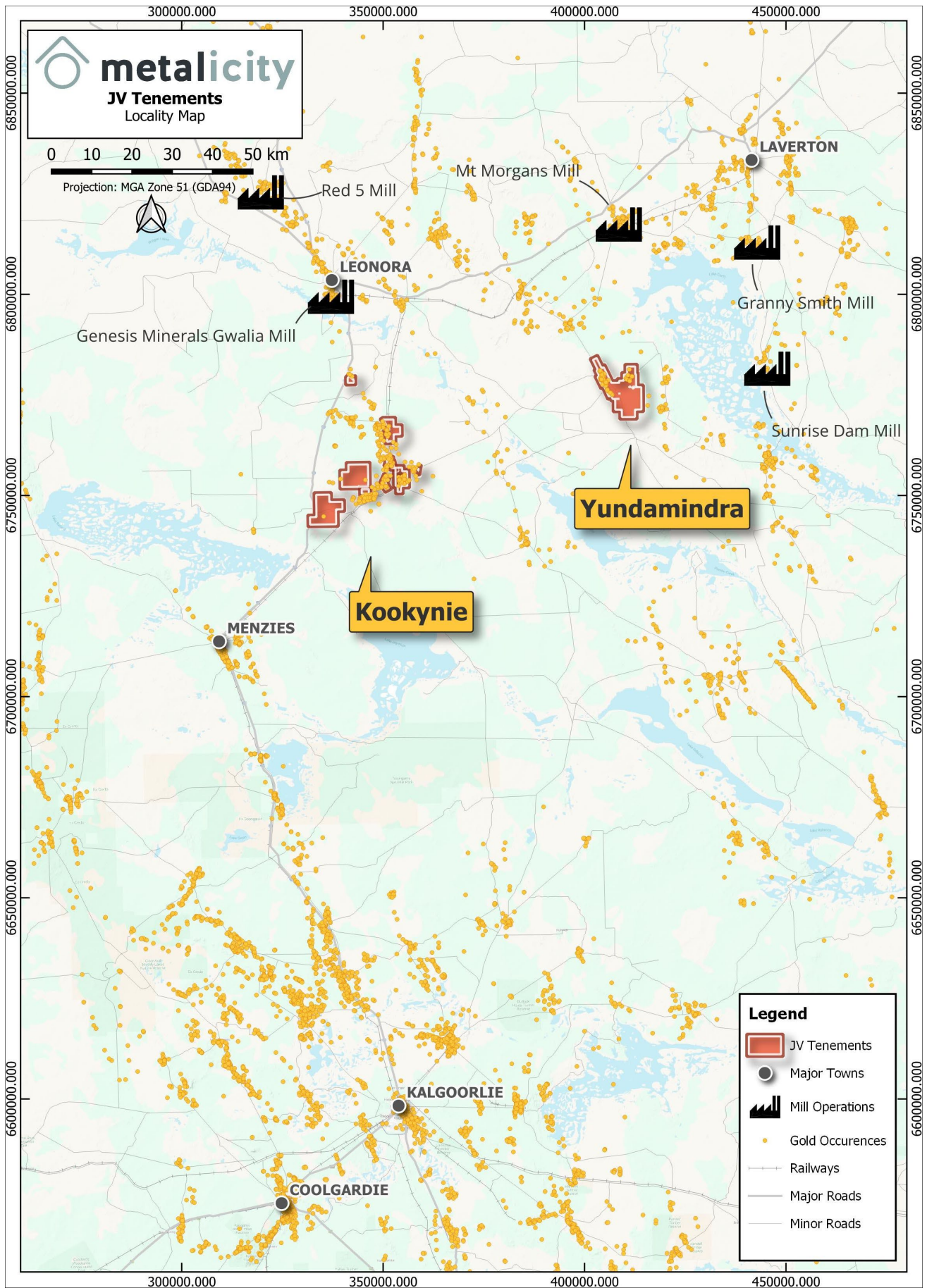


Figure 1 - Yundamindra Project Location

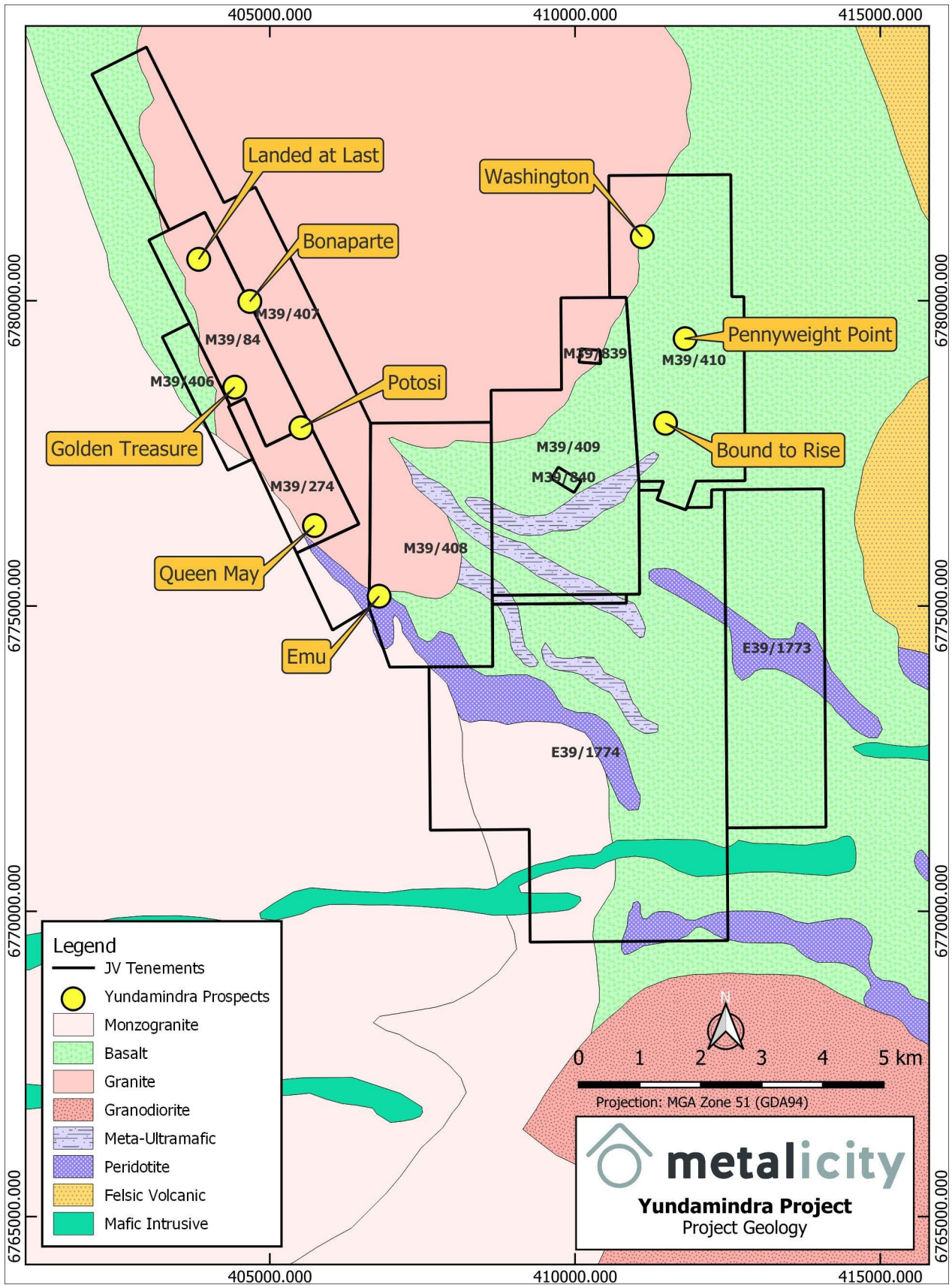


Figure 2 – Yundamindra Gold Project

## Pennyweight Point Prospect

The Pennyweight Point Prospect, currently one of the nine historical highly prospective projects, is located on the Eastern Line of the Yundamindra Project, and has produced significant historical results, including<sup>1</sup>:

HoleID	Prospect	Total Depth	Width	Intersection
PV050	Pennyweight Point	72	20	<b>20m @ 3.05 g/t Au from 50 m</b>
PIV049	Pennyweight Point	62	12	<b>12m @ 6.27 g/t Au from 16 m</b>
P008	Pennyweight Point	59	8	<b>8m @ 7.51 g/t Au from 36 m</b>
P019	Pennyweight Point	73	8	8m @ 1.83 g/t Au from 64 m
PV043	Pennyweight Point	66	8	<b>8m @ 5.34 g/t Au from 48 m</b>
PV095	Pennyweight Point	59	8	<b>8m @ 56.36 g/t Au from 44 m</b>
P055	Pennyweight Point	94	7	<b>7m @ 5.44 g/t Au from 87 m</b>
P009	Pennyweight Point	72	6	6m @ 2.59 g/t Au from 64 m
P013	Pennyweight Point	70	6	6m @ 4.95 g/t Au from 54 m
P013	Pennyweight Point	70	6	6m @ 3.99 g/t Au from 62 m
P014	Pennyweight Point	78	6	6m @ 1.75 g/t Au from 58 m
P024	Pennyweight Point	70	6	6m @ 2.99 g/t Au from 56 m
P026	Pennyweight Point	66	6	6m @ 1.84 g/t Au from 56 m
PDDH003	Pennyweight Point	228.3	6	6m @ 2.2 g/t Au from 113.3 m
PIV038	Pennyweight Point	52	6	6m @ 2.02 g/t Au from 16 m
PV043	Pennyweight Point	66	6	6m @ 2.43 g/t Au from 40 m
PV045	Pennyweight Point	64	6	6m @ 1.79 g/t Au from 52 m
PV105	Pennyweight Point	69	6	<b>6m @ 13.69 g/t Au from 46 m</b>
P044	Pennyweight Point	73	5	5m @ 2.86 g/t Au from 68 m
PH001	Pennyweight Point	99.7	4.5	4.5m @ 4.02 g/t Au from 94.5 m
P021	Pennyweight Point	60	4	4m @ 3.01 g/t Au from 44 m
PDDH003	Pennyweight Point	228.3	4	<b>4m @ 7.73 g/t Au from 103.3 m</b>
PIV048	Pennyweight Point	69	4	4m @ 3.33 g/t Au from 48 m
PIV048	Pennyweight Point	69	4	<b>4m @ 6.94 g/t Au from 60 m</b>
PIV049	Pennyweight Point	62	4	<b>4m @ 5.75 g/t Au from 30 m</b>
PV051	Pennyweight Point	71	4	4m @ 2.64 g/t Au from 14 m
PV055	Pennyweight Point	57	4	<b>4m @ 26.14 g/t Au from 36 m</b>
PV103	Pennyweight Point	62.3	4	4m @ 2.6 g/t Au from 30 m

**Table 1: Significant intercepts >4m**

The Pennyweight Point prospect is located in the Eastern Line and has some of the highest grade and thickest intersections out of the known gold prospects in the Yundamindra Gold Project. It has had numerous generations of near surface mining and exploration drilling and remains open along strike and at depth (Figure 3).

The Eastern Line encompasses the eastern portion of the arcuate granodiorite/greenstone contact. The greenstones here are poorly exposed basalt and high-Mg basalt which have been intruded by doleritic and porphyritic felsic dykes. The eastern margin forms a fault bounded contact with rocks of the regionally significant, southerly plunging Eucalyptus Anticline.

<sup>1</sup> Please refer to ASX Announcement "Metalicity Farms into Eastern Goldfields Gold Projects" dated 6 May 2019.

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Pennyweight Point has developed a deeply weathered profile containing fine to coarse nugget gold occurs within and above ferruginous/calcrete duricrust with dispersed, supergene mineralisation present in saprolite to depths of up to 70m. Pennyweight Point is significantly more complex in geometry, style and mineralisation than other prospects of the Yundamindra Gold Project (Figure 2). As a result, future drilling by Metalicity is critical to help further understand and extend known gold mineralisation at Pennyweight Point.

Extensive planning has been undertaken for the Pennyweight Point prospect and the Company is seeking to accelerate exploration approvals.

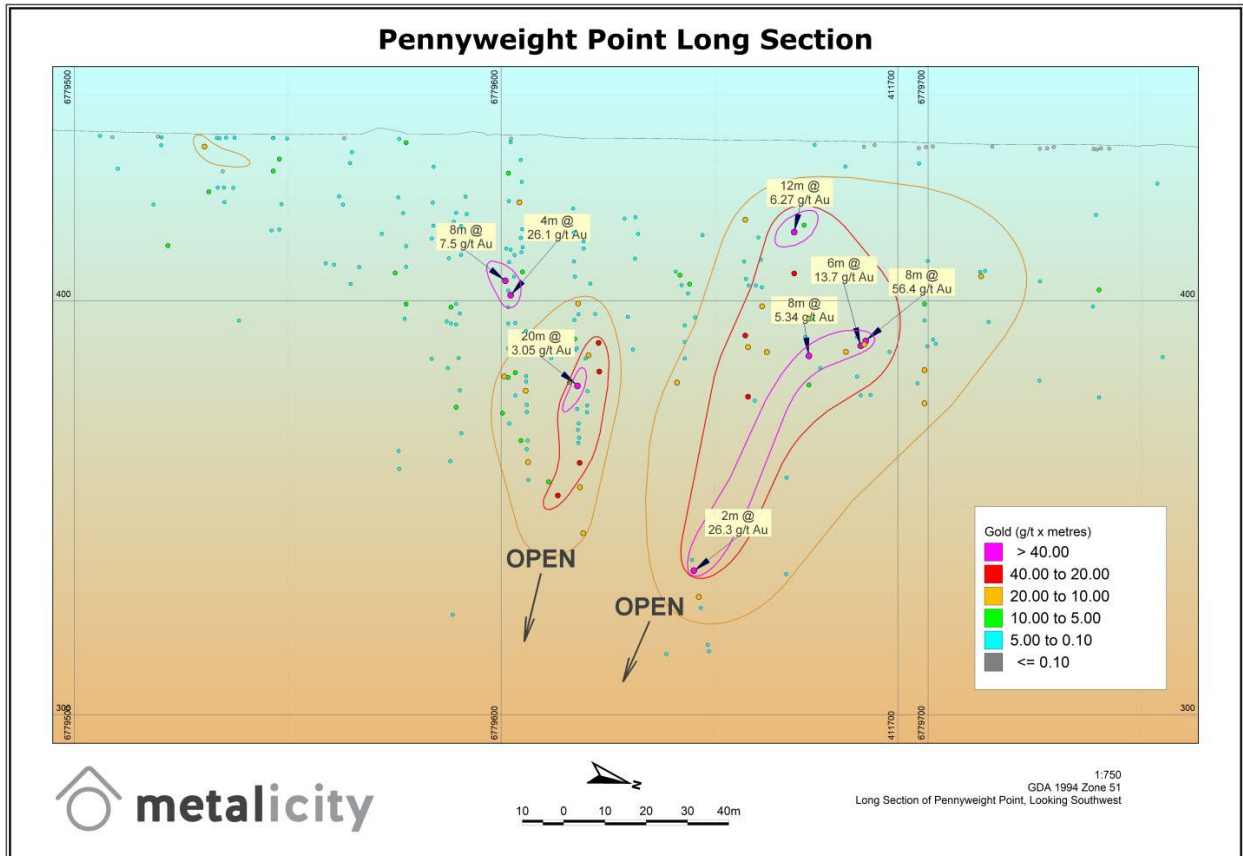


Figure 3: Pennyweight Point Long Section

This Announcement is approved by the Board of Metalicity Limited.

## ENQUIRIES

### Investors

Justin Barton  
Managing Director  
+61 8 6500 0202  
[jbarton@metalicity.com.au](mailto:jbarton@metalicity.com.au)

### Competent Person Statement

Information in this report that relates to Exploration results and targets is based on, and fairly reflects, information compiled by Mr. Stephen Guy, a Competent Person who is a Member of the Australian Institute of Geoscientists. Mr. Guy is a contractor of Metalicity Limited. Mr. Guy has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined by the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Guy consents to the inclusion of the data in the form and context in which it appears.

### Forward Looking Statements

This announcement may contain certain “forward-looking statements” which may not have been based solely on historical facts, but rather may be based on the Company’s current expectations about future events and results. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have reasonable basis. However, forward-looking statements:

- (a) are necessarily based upon a number of estimates and assumptions that, while considered reasonable by the Company, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies;
- (b) involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements. Such risks include, without limitation, resource risk, metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks in the countries and states in which the Company operates or supplies or sells product to, and governmental regulation and judicial outcomes; and
- (c) may include, among other things, statements regarding estimates and assumptions in respect of prices, costs, results and capital expenditure, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions.

The words “believe”, “expect”, “anticipate”, “indicate”, “contemplate”, “target”, “plan”, “intends”, “continue”, “budget”, “estimate”, “may”, “will”, “schedule” and similar expressions identify forward-looking statements.

All forward-looking statements contained in this presentation are qualified by the foregoing cautionary statements. Recipients are cautioned that forward-looking statements are not guarantees of future performance and accordingly recipients are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein.

The Company disclaims any intent or obligation to publicly update any forward-looking statements, whether as a result of new information, future events or results or otherwise.

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