

KURNALPI PROJECT UPDATE

Chesser Resources Limited (the “Company” or “Chesser” – **ASX:CHZ**) entered into a Farm-In Agreement with Mithril Resources Limited (“Mithril” – **ASX:MTH**) in October 2015. The Farm-In Agreement required a staged expenditure contribution in order for Chesser to acquire a registered interest in selected Kurnalpi tenements in Western Australia. Chesser has not made the expenditure required to earn a registered interest in the Kurnalpi tenements.

Chesser advises that it has formally notified Mithril of Chesser’s intention to withdraw from the Farm-In Agreement. The effective date for the termination of the Farm-In Agreement is 11 July 2018.

Chesser intends to focus its activities on its gold projects located in Senegal, West Africa, including the Diamba Sud Project at which recent assay results from a geochemical auger drilling program have delineated a large, significant gold anomalous trend extending over 5km in length and up to 2km in width¹.

-END-

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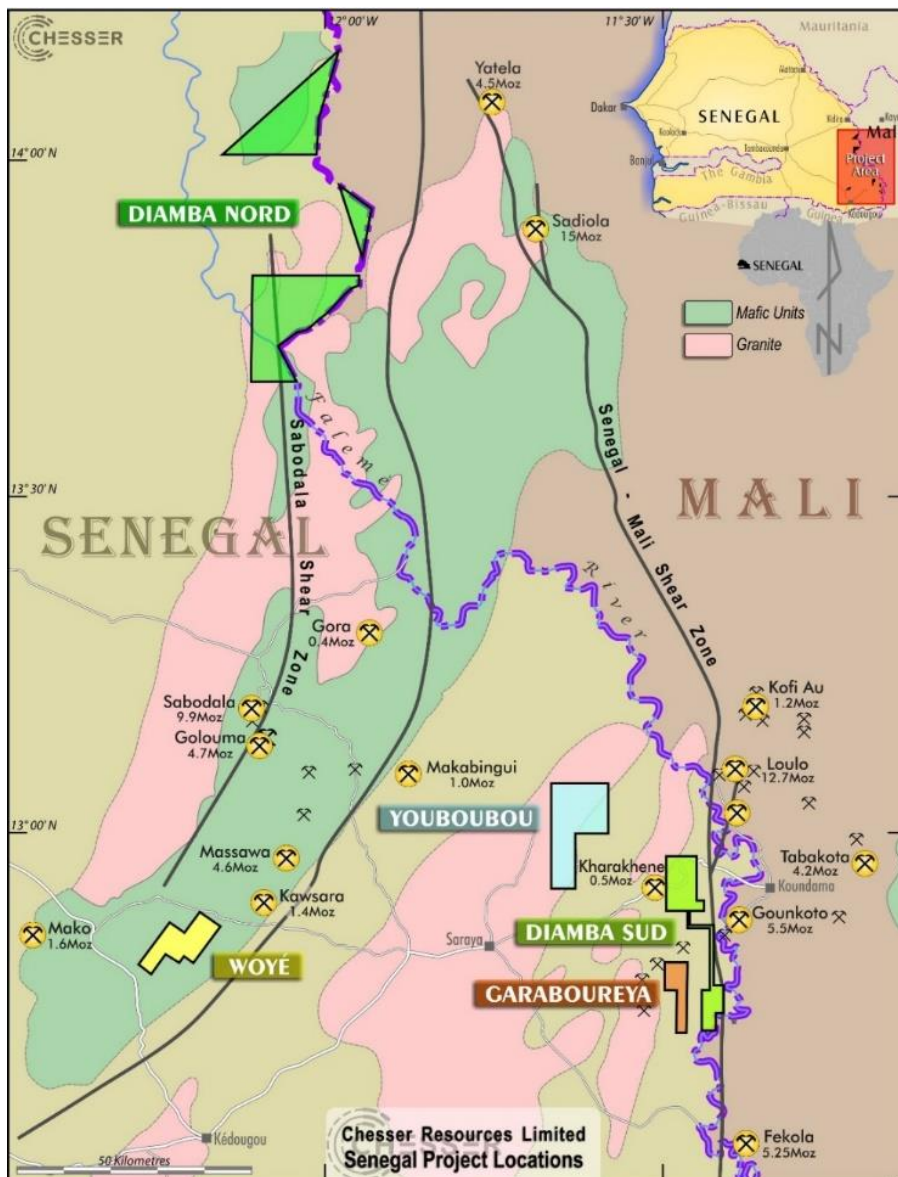
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¹ Refer ASX Announcement dated 28 May 2018. The Company is not aware of any new information or data that materially affects the information contained in that announcement.

ABOUT CHESSER RESOURCES

Chesser Resources is an ASX listed exploration company with gold projects located in Senegal, West Africa. The Company's focus is its landholding of five gold projects covering 586km² within Senegal's most prospective gold belts. The Company has a corporate office located in Brisbane, Australia and a corporate and technical team based in Dakar, Senegal.

The Diamba Sud, Diamba Nord, Youboubou, Garaboueya and Woye permits are located within the Birimian-age Kedougou-Kenieba Inlier close to the Senegal-Mali border in a richly auriferous district. Diamba Sud and Garaboueya are along the Senegal-Mali Shear zone, near the 5.4 Moz Goukoto mine, 12.5Moz Loulo Mine and north of 5.15Moz Fekola Project. Woye, Youboubou and Diamba Nord are within the Woye-Sabodala trend, with Woye near several mines including the 4.6Moz Massawa mine, 1.4Moz Kawsara Mine and 0.5 Moz Tombo Mine.



Location of Chesser's projects in Eastern Senegal