



ANGLO AUSTRALIAN RESOURCES NL

ACN 009 159 077

29 May 2018

\$1 MILLION CAPITAL RAISING

Anglo Australian Resources NL (“Anglo Australian” or the “Company”) (ASX: AAR) is pleased to announce the receipt of commitments in respect of the issue of approximately 11.4 million new shares at \$0.088 each to current and new sophisticated Australian and overseas investors, to raise approximately \$1 million before expenses. The placement will be undertaken under the Company’s capacity pursuant to ASX Listing Rule 7.1.

Apart from relatively small expenditure in respect of the Company’s working capital requirements, the overwhelming majority of the proceeds from the issue will be applied to the conduct of exploration activities.

Since the Company’s last capital raising was undertaken, announced on 5 December 2017, a significant amount of exploration work has been undertaken including:

- At Koongie Park, a field program comprising geological mapping, rock chip sampling and an evaluation of the regolith using the new data sets to evaluate the prospective structural corridors and interpreted target areas
- At Mandilla, receipt of approval for a program of work for an infill aircore drilling campaign to follow up on the Mandilla South bed-rock target, and submission to the Department of Mines and Petroleum, Western Australia of an application for funding assistance in relation to a drilling of two deep diamond drill holes

However, by far the majority of the work has been undertaken at Feysville where three reverse circulation (“RC”) drilling campaigns have been completed for an aggregate of approximately 7,000 metres, with assay results from these and the previous diamond drilling campaign received and evaluated and, at Think Big, wire-framing of the ore body has commenced.

This effort has resulted in:

- At Think Big, the identification of a wide shallow zone of supergene-enriched gold mineralisation of relatively high grade overlaying a much thicker section of lower grade primary mineralisation, the overall depth width and consistency of mineralisation suggesting the Prospect is likely to be viable as a mining operation
- The discovery of the Saintry Prospect with best intercepts of 21m @ 2.47 g/t Au from 20m and 12m @ 5.8 g/t Au from 16m (ASX – 21/03/18, 15/05/18)
- The discovery of the Saintry South Prospect with a best intercept of 4m @ 49.67 g/t Au from 68m (taken alone, arguably the best assay result so far recorded at Feysville) (ASX – 23/04/18)

As announced to the market on 15 May 2018, at Feysville, the Company is shortly to commence:

- An RC drilling campaign of approximately 2,600 metres at Think Big, Saintry and Saintry South with the aim, at Think Big, to test for possible up and down dip extensions and, at Saintry and Saintry South, to test more generally for the occurrence of mineralisation – note: the campaign is due to commence on 31 May
- An aircore campaign of approximately 3,000 metres along the Ethereal Shear Zone to the south of Think Big in an area which appears geologically favourable for further discovery

Indeed, given the success to date in identifying gold mineralisation at Feysville and the extent of the Project yet to be tested, it is likely that this will be the site of back-to-back drilling campaigns for the foreseeable future.



Anglo Australian also anticipates shortly receiving an inaugural resource at Think Big.

In our 5 December announcement, we stated our plan to undertake drilling programs at both Mandilla and Koongie Park in the New Year.

For various reasons, these plans have not as yet materialised.

However, at Koongie Park, it remains our intention to further evaluate the previously undrilled Nicolsons East Prospect which outcrops over two kilometres through initially a surface geochemistry campaign followed by an RC campaign.

Moreover, at Mandilla, it remains our intention to undertake an infill aircore program on 160-metres spaced centres to further evaluate Mandilla South, a weathered bedrock target which extends along strike for more than 1.5 kilometres, with gold values exceeding 1 g/t Au recorded in most of the holes along the trend.

These activities at Koongie Park and Mandilla are anticipated to commence in the Third Quarter.

John Jones, executive Chairman of Anglo Australian, said today:

“We are delighted to have completed this capital raising. A very big thanks to our current shareholders and a big welcome to all our new shareholders.

“As shareholders will appreciate, since our last capital raise, much work has been undertaken and much value has been added.

“That said, given the success we have enjoyed with each of the drilling campaigns undertaken so far at Feysville and, in light of the prospectivity of both Koongie Park and Feysville, we remain only too eager to get on with our work and create additional value for shareholders.

“The funds raised will enable us to proceed with these activities without delay.”

For further information:

John L C Jones AM – Chairman

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Compliance Statement

The information in this announcement that relates to Exploration Results is based on information compiled by David Otterman, who is an independent consultant from DW Otterman Exploration Consultant.

Mr Otterman is a Fellow of The Australasian Institute of Mining and Metallurgy (CP) and a Member of the Australian Institute of Geoscientists (RP Geo).

Mr Otterman has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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 Otterman consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Mr Otterman has disclosed to the reporting company the full nature of the relationship between himself and the company, including any issue that could be perceived by investors as a conflict of interest. He verifies that the Report is based on and fairly and accurately reflects in the form and context in which it appears, the information in supporting documentation relating to Exploration Targets and Exploration Results.