

DRILLING & OPERATIONS UPDATE - WOLLOGORANG COBALT PROJECT, NT

- **50% of Area 1; air core drilling completed;**
 - 634 holes completed at average depth of 5m, for a total of 3,305m completed
 - 150m average metres per day of fast, cheap and low environmental impact drilling
- **Samples sent to laboratory; portable XRF sent for repair with possible contamination issue**
 - operational issues with the portable XRF have resulted in delays of the drilling results
 - laboratory assays of samples will be undertaken until the XRF repairs are completed
- **Helicopter aeromagnetic survey commenced over weekend to expand coverage to 19 times the current area**
 - expecting to extend aircore program with new zones of interest from geophysics
 - new survey of 1,720 km² will expand 2017 survey of 90km²
 - co-funding geophysics grant of \$100,000 won from NT government for this program
- **Aircore drilling program to progress over remainder of the year targeting expanded exploration targets (Area 2)**
- **Stage one of slim-line hammer drilling program to commence driven by pending lab results**
 - planned to drill to ~25m depth to map anomalous aircore results pre resource drilling
 - fast, low cost method to allow rapid target assessment over large areas
 - minimal environmental footprint reducing cost
- **Deeper RC drilling to commence on best prospects subject to assay results**

CAPITAL STRUCTURE

Ordinary Shares
Issued 50.8 M

Options
Listed 6.3M @ 20c
Unlisted 12.3 M @ 25c

Performance Shares

Class A 9.6 M
Class B 3.6 M

Last Capital Raise

24 April 2018 - SPP
\$0.6M @ 35c

BOARD

Len Dean - Chair
Michael Schwarz - MD
Duncan Chessell - Exec Dir
Andrew Shearer - NED
Jarek Kopias - Co Sec

Wollogorang Cobalt Drilling Program

Northern Cobalt Limited (**ASX: N27**) is pleased to announce that drilling is progressing well and while it had been planned to use a portable XRF for rapid turnaround and re-targeting, the unit has been returned to the manufacturer for repairs. While the issues with the machine are resolved, normal assay techniques will allow us to complete the program and submissions to the lab have begun. The Company has been testing drill targets consisting of magnetic lows similar to that underlying the Stanton Cobalt Deposit.

The planned 2018 field work at the Wollogorang Project is a large continuous program set to run until the end of the year, – during which the focus is on the priority target of adding resource tonnes near the existing Stanton Cobalt Deposit. To complete this the planned activities include:

- drill testing multiple targets with aircore, slimline hammer and RC drilling within a 40km radius of Stanton (in progress);
- metallurgy testing to evaluate current resources (in progress, results expected 2H 2018);
- complete regional geophysics (in progress) to define additional drilling targets for drilling in 2H 2018
- progress discussions with potential off take partners; and
- drill testing of the Karns and Selby satellite prospects with diamond drilling in 2H 2018



Figure 1. Aircore drilling program

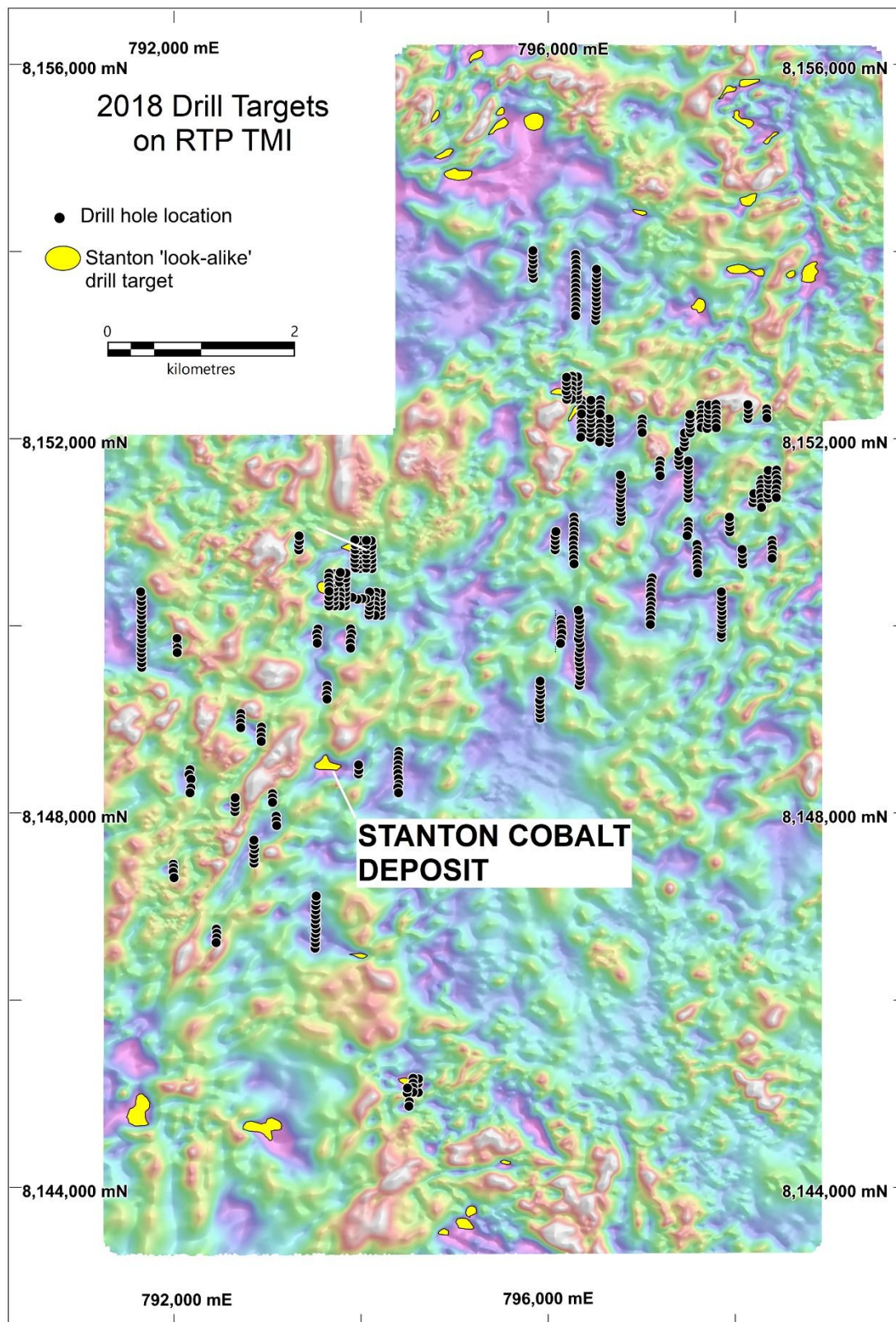


Figure 2. 2017 aeromagnetic survey with current completed aircore holes locations

New Aeromagnetic Survey Area

The expanded aeromagnetic survey (Area 2), covers approximately of 1720 km² and will expand the Area 1, 2017 survey of 90km² by over 19 times. The expanded survey area is targeting the delineation of new drill targets to allow drilling to continue until the end of the calendar year.

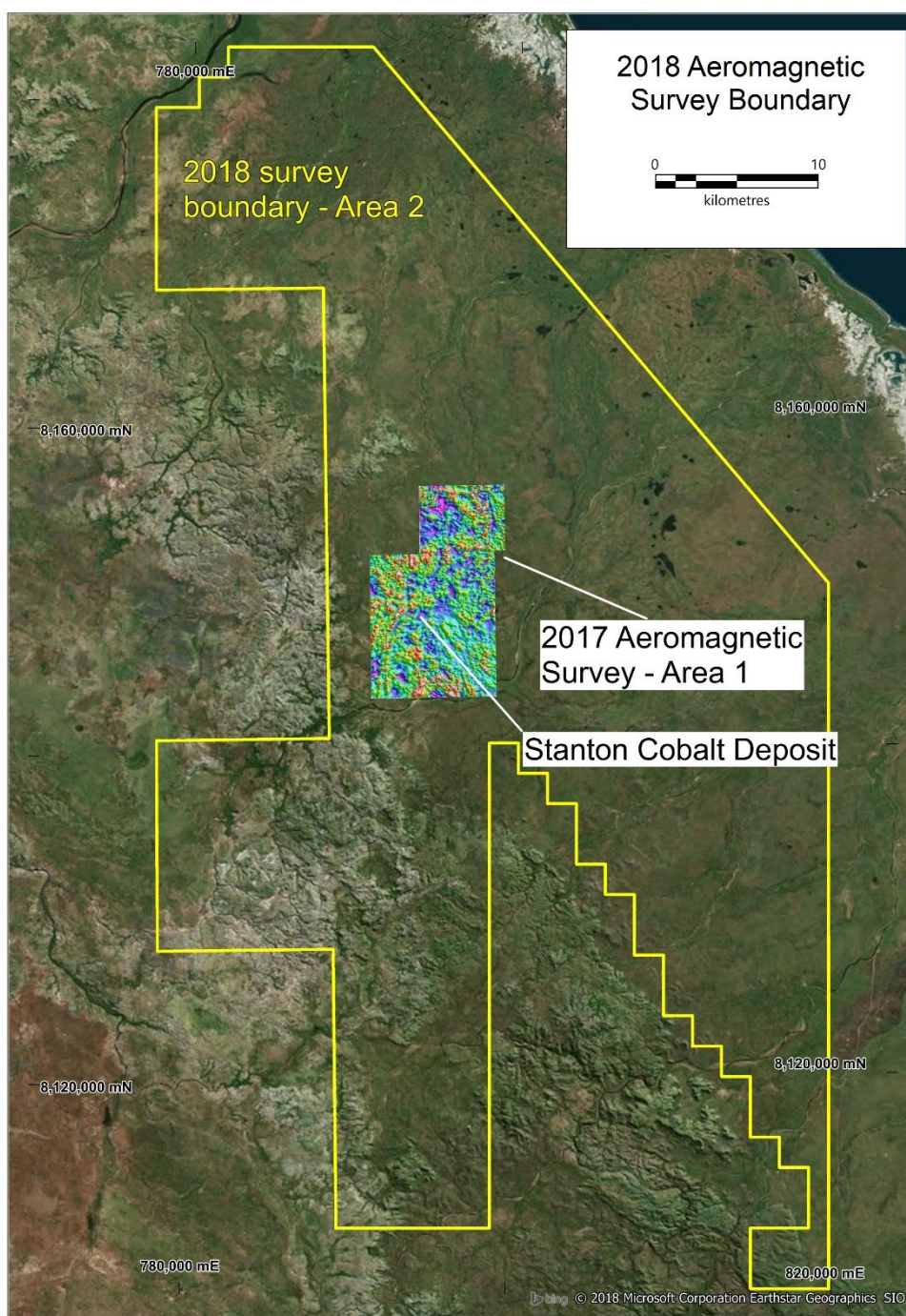
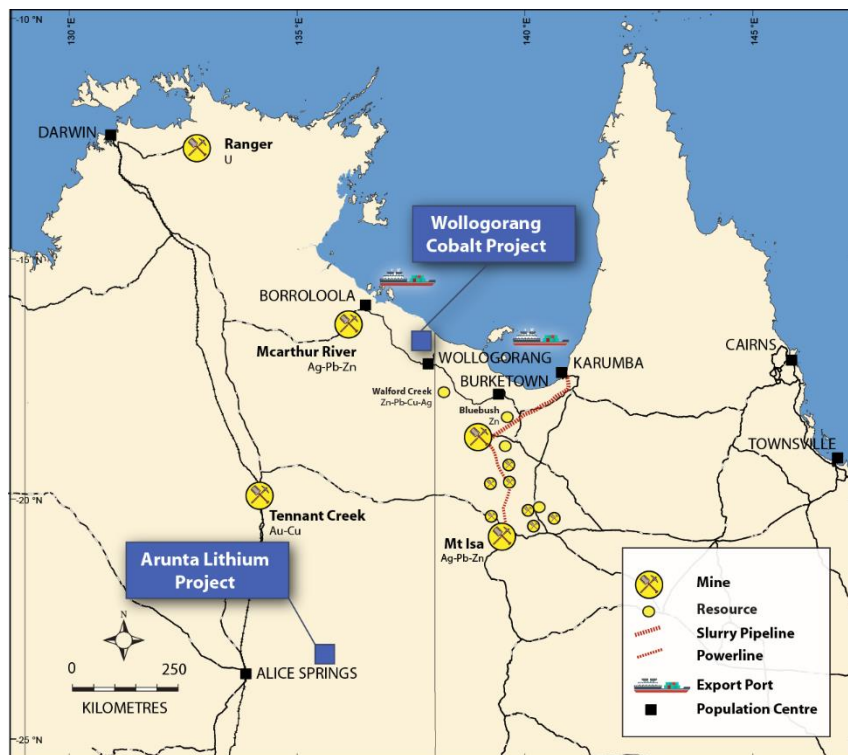


Figure 3. Area one and Area two aeromagnetic survey boundaries



Project Locations

The Wologorang Cobalt Project is located in the far north-eastern corner of the Northern Territory, a mining friendly authority. The Project area is 180 km to the south-east of the population centre of Borroloola. The capital city of Darwin is 870 km to the north-west and the McArthur River Mine is approximately 150 km to the west-northwest.

For further information please contact:

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