

19th July 2018

Australian Securities Exchange

CRATER MOUNTAIN GOLD MINING PROJECT UPDATE, PNG

- **1930 LEVEL DEVELOPMENT AT HGZ CURRENTLY 15M FROM JL VEIN**
- **GOLD BEARING ORE TO FEED PLANT FROM END OF NEXT WEEK**

The Company (Crater Gold Mining Limited, ASX: CGN) is pleased to provide an update on the HGZ Gold Mining Project at Crater Mountain, PNG.

The mining development on the 1930 level adit is now approximately 15m from the southern extension of the JL vein (Figures 1 & 2). Recent mining has exposed gold bearing veinlets and splays and the JL vein is expected to be intersected mid to late next week.

The Company will develop an exploration drive along the JL vein and expects to have gold bearing ore to feed the processing plant from the end of next week.

The main drive is approximately 34m from the NV1 vein which is the primary planned stopping face for mining on the 1930 level.

Crater Gold Managing Director Russ Parker said *“We are fast approaching the ore bearing zone and anticipate commencing gold mining shortly with gold bearing ore initially from the JL vein ”*.



Figure1 – 1930 Adit level development



Figure 2– 1930 Adit level development

For further information contact:

Mr Russ Parker
Managing Director

The information contained in this report relating to exploration activities is based on and fairly represents information and supporting documentation prepared by appropriately qualified company personnel and reviewed by Ken Chapple, who is an Associate Member of The Australasian Institute of Mining and Metallurgy and a Fellow of the Australian Institute of Geoscientists. Mr Chapple has sufficient experience relevant to the style of mineralisation and type of deposit involved to qualify as a Competent Person as defined in the 2012 JORC Code. Mr Chapple is an independent principal geological consultant with KCICD Pty Ltd and consents to the inclusion in the report of matters based on his information in the form and context in which it appears.

Forward Looking Statements: This Announcement contains certain forward looking statements. The words 'anticipate', 'believe', 'expect', "optimism", 'project', 'forecast', 'estimate', 'likely', 'intend', 'should', 'could', 'may', 'target', 'plan' and other similar expressions are intended to identify forward looking statements. Forward-looking statements are subject to risk factors associated with the Company's business, many of which are beyond the control of the Company. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially from those expressed or implied in such statements. There can be no assurance that actual outcomes will not differ materially from these statements. You should therefore not place undue reliance on forward-looking statements.