

3rd October 2018

Jungle Hill Drilling Completed

Nickel/Cobalt Tenements in WA Granted

Kaili Resources Limited is pleased to announce that its wholly owned subsidiary Kaili Gold Pty Ltd has completed drilling on its Jungle Hill exploration licence (E31/1114) south east of Kookynie in Western Australia. The drilling commenced on 12th September 2018. In addition, four exploration licences with Nickel/Cobalt/Copper potential were granted to wholly owned subsidiary Kaili Iron Pty Ltd by the WA Department of Mines Industry Regulation and Safety for a period of 5 years. The exploration licences are located within a 50km radius of Hall Creek in northern Western Australia.



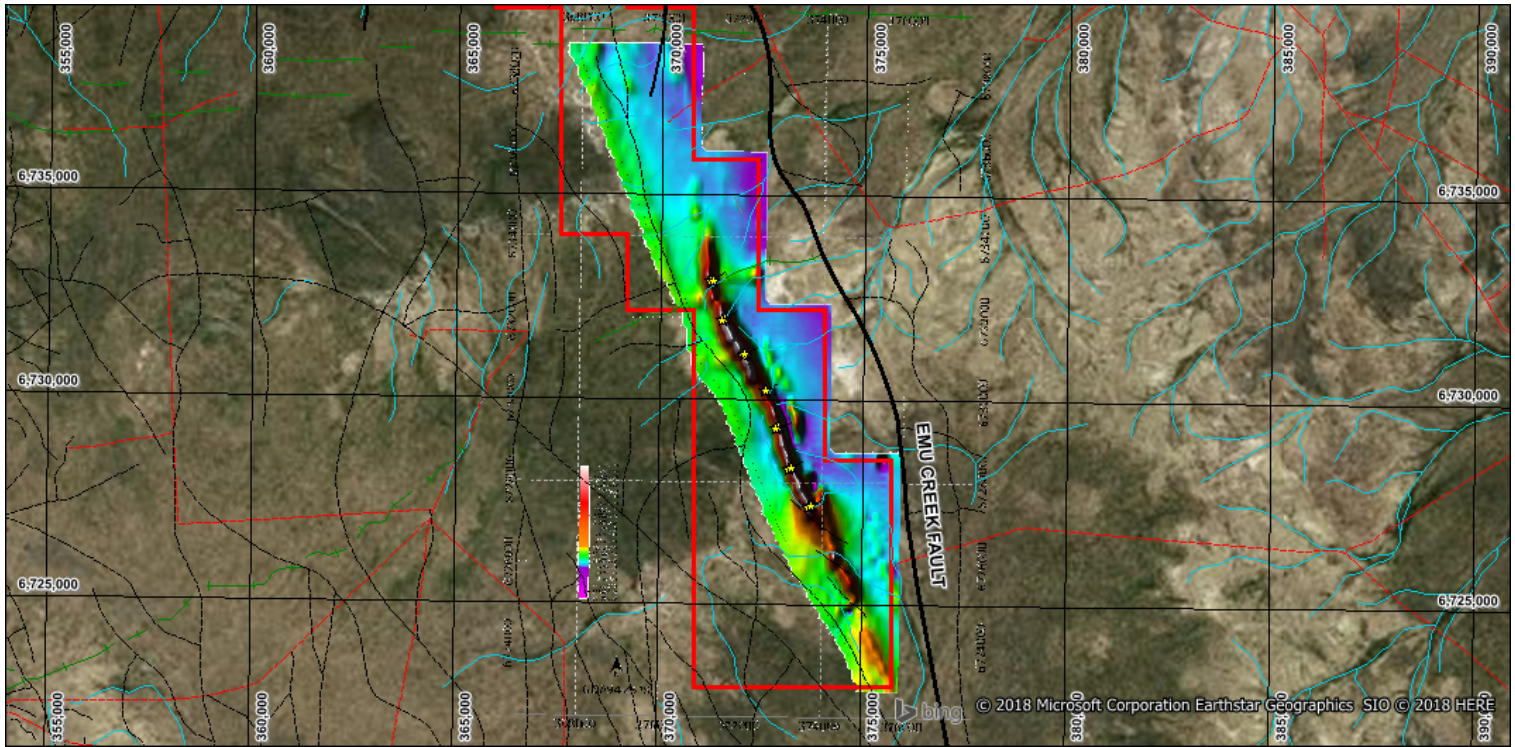
Location of Jungle Hill Au/Fe and Halls Creek Ni/Co/Cu Projects

JUNGLE HILL DRILLING

A total of 17 RC Drill Hole was completed for a total advance of 2,023m. Three of the holes were drilled a pre-collars for later diamond core drilling of the target zone.



Drilling at the Jungle Hill Gold/Iron Project



The above map shows the location of the drilling (yellow stars) which targeted a prominent NNW-SSE linear magnetic high adjacent to the Emu Creek Fault, a prominent regional gold mineralising structure in the Yilgarn Craton.

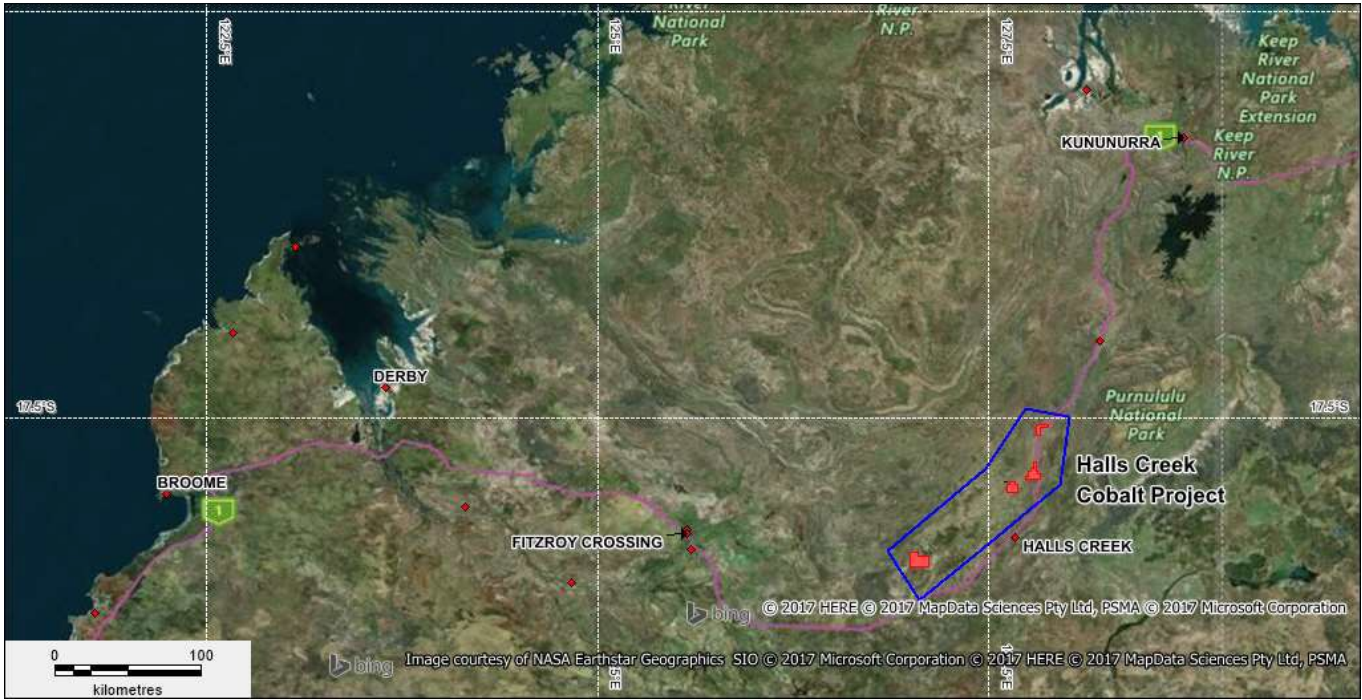
Hole_ID	GDA94mE_UT M Zone51	GDA9AmN_UTM Zone51	Elevation (mASL)	Dip	Azimuth	Actual Depth(m)
JHRCD001	371233	6732906	452	-50	250	78
JHRCD002	371295	6732920	449	-50	250	132
JHRCD003	371520	6731958	464	-50	250	132
JHRCD004	371583	6731988	461	-50	250	202
JHRCD005	372043	6731100	466	-50	240	167
JHRCD006	372081	6731122	461	-50	240	180
JHRCD007	372551	6730221	459	-50	240	138
JHRCD008	372605	6730248	456	-50	240	209
JHRCD009	372862	6729324	463	-50	250	78
JHRCD010	372915	6729343	461	-50	250	132
JHRCD011	373185	6728325	455	-50	250	72
JHRCD012	373249	6728355	450	-50	250	137
JHRCD013	373680	6727390	437	-50	240	60
JHRCD014	373731	6727424	440	-50	240	132
						1849
Precollar						Actual Depth(m)
JCRCDD1	372550	6730227	459	-50	240	84
JCRCDD2	372041	6731102	466	-50	240	24
JCRCDD3	371520	6731963	464	-50	250	66
						174

Completed Jungle Hill drill holes

As results become available they will be reported to the ASX.

HALLS CREEK PROJECT

The Halls Creek Nickel/Cobalt/Copper Project comprises 4 tenements that have been granted to Kaili Iron Pty Ltd for a period of 5 years from 31 August 2018.



HALLS CREEK COBALT NICKEL COPPER	LICENCE	COMPANY	APPLICATION	GRANT	EXPIRY	AREA – SUB BLOCKS
Black & Glidden	E80/5112	Kaili Iron Pty Ltd	8/06/2017	31/08/2018	30/08/2023	32
Carrington	E80/5113	Kaili Iron Pty Ltd	8/06/2017	31/08/2018	30/08/2023	16
Sandy Creek	E80/5114	Kaili Iron Pty Ltd	8/06/2017	31/08/2018	30/08/2023	20
Wild Dog	E80/5115	Kaili Iron Pty Ltd	8/06/2017	31/08/2018	30/08/2023	22

(The information in the report above that relates to Exploration Results is based on information compiled by Mr Mark Derriman, who is the Company's Consultant Geologist and a member of The Australian Institute of Geoscientists (1566). Mr Mark Derriman has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activities which he is undertaking to qualify as a Competent Person as defined in the 2004 and 2012 Editions of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Mark Derriman consents to the inclusion in this report of matters based on his information in the form and context in which it appears.)

Jianzhong Yang
Chairman