



**Kaili Resources Limited**

ARBN 077 559 525

Suite 3, Level 44

Governor Phillip Tower

1 Farrer Place

Sydney NSW 2000, Australia

T: +61 2 9241 5658

E: [contact@kailigroup.com.au](mailto:contact@kailigroup.com.au)

**ASX Announcement**

7<sup>th</sup> July 2020

**SITE WORK FOR DRILLING COLLAR PEGGING AND HERITAGE SURVEYS COMPLETED  
GINDALBIE GOLD PROJECT, YILGARN CRATON, WA  
CANEGRASS (EL31/113) AND HOLY DAM (EL27/550)**

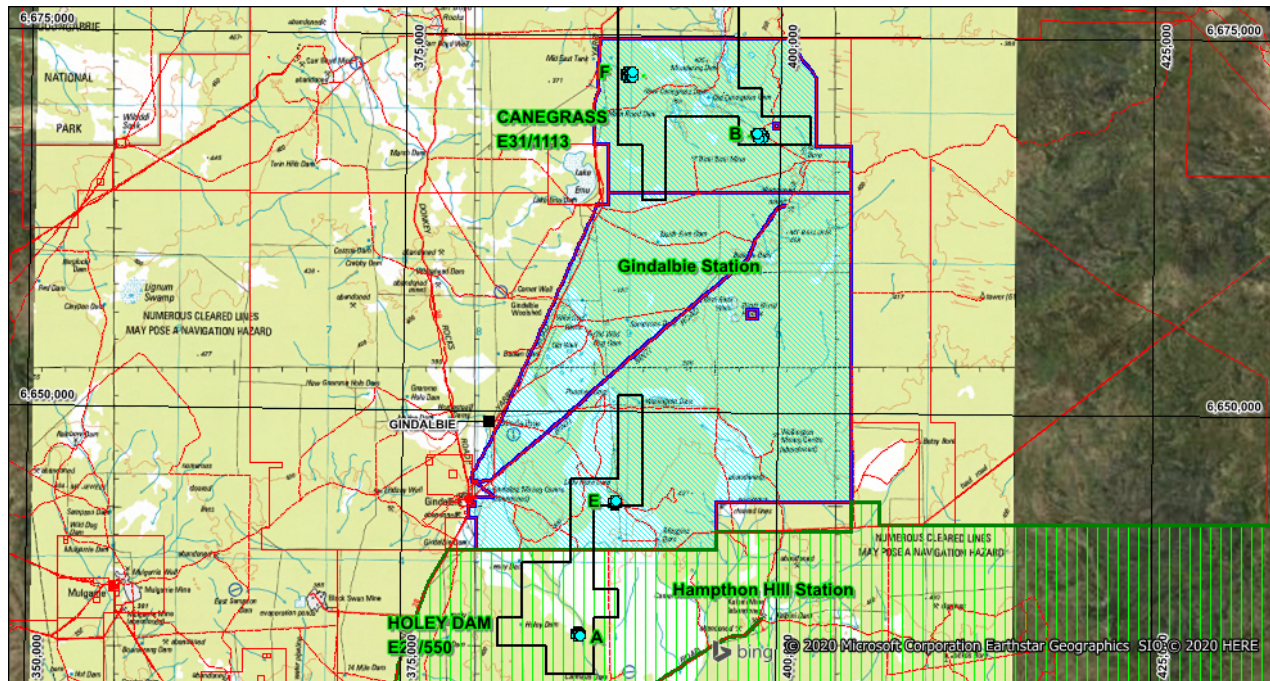
Kaili Resources Limited ("Company") advises completion of the field exploration activities, announced on 11 June 2020, to prepare for a planned two thousand (2,000) metres Aircore drilling at the Canegrass (EL31/113) and Holy Dam (EL27/550) tenements.

The contracted Kalgoorlie based crew have established collar and siter pegs for 50 proposed air core drill holes at Holey Dam (HDAC001 to HDAC023) and Canegrass (CDAC001 to CGAC027).

On 24 June 2020, a Heritage Survey was completed at the Holey Dam and Canegrass tenements and the final report states that there are no cultural issues at any of the sites and that drilling can commence as planned.

The final Program of Works (POW) is being prepared for submission to the WA Department of Mine Industry Regulation and Safety (DMIRS). Once the POW is approved, the drill site will be prepared by the Gindalbie Hampton Hill Station Owners prior to mobilisation of the drilling rig and crew. Drilling is planned to commence in the first half of August 2020 subject to unforeseen events.

The proposed drill areas are shown in **Figure 1** with areas F, B and E situated in Gindalbie Station and area A in Hampton Hill Station.



**Figure 1: Location of Holy Dam and Canegrass Proposed Drilling Areas**

## Canegrass

Drill testing of Area B in 2019 returned elevated gold in the range of 10 to 25 ppb in fold axis/limbs settings. The area produced the highest gold response in the Canegrass vacuum drilling program in 2019 and will be one of the areas to be tested by deeper drilling.

Areas B and F were highlighted for follow up by the RAB/Aircore drilling.

Up to 1,000 metres of angled RAB/Aircore drilling is planned within Areas B and F.

## Holy Dam

Elevated gold from vacuum drilling in 2019 has been delineated in Areas A and E. Area A is located at the intersection of two (2) regional structures, both intruded by Proterozoic dolerite dykes. The intersection of NNW-SSE structures with later E-W structures is a good location for gold mineralisation in the Yilgarn Craton.

Area E is located at the nose of folded/faulted adjacent to felsic volcanics to the west. There was an elevated gold in quartz float result of 0.248 ppm Au from the vacuum drilling in 2019.

The Canegrass and Holy Dam 2019 drill results were contained in the Company's ASX Releases of 12<sup>th</sup> and 17<sup>th</sup> September 2019.



**Typical Gindalbie Gold Project Drill Site**

**Competent Person Statement**

*The information in the report above that relates to Exploration Results, Exploration Targets and Mineral Resources 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 2012 Edition of the Australasian Code for Reporting of Exploration Results, Exploration Targets, 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.*

**Forward-Looking Statement**

*This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should" and similar expressions are forward-looking statements. Although Kaili Resources Limited believes that its expectations reflected in these forward looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.*

Authorised by:

**Long Zhao**

**Executive Director/Company Secretary**

T: +61 2 9241 5658

E: [contact@kailigroup.com.au](mailto:contact@kailigroup.com.au)