

Mt Gunson Copper-Cobalt Project Farm-in Stage 1 Expenditure Reached



- Mt Gunson Copper-Cobalt Project Farm in Stage 1 expenditure commitment of A\$ 1.37M has been reached
- The Company's subsidiary will receive a 25% interest in the Mt Gunson tenement package
- Pre-feasibility Study (PFS) is progressing on schedule with drilling programmes expected to commence in September 2018

Mt Gunson Copper-Cobalt Project Farm-in Stage 1 Expenditure Reached

Gindalbie Metals Ltd (ASX:GBG- "Gindalbie" or "the Company") is pleased to announce that the Stage 1 expenditure commitment of A\$ 1.37 million has been reached.

Gindalbie entered into a Farm-in and Joint Venture Agreement with Terrace Mining Pty Ltd in March 2017 to earn up to a 75% interest in the Mt Gunson Copper-Cobalt Project and its surrounding tenement package. Gindalbie's interests in the agreement have been novated to its wholly owned subsidiary, Kobalamin Ltd.

Pursuant to the agreement, Kobalamin Ltd has written to Terrace Mining Pty Ltd to request the transfer of a 25% interest in the Mt Gunson Copper-Cobalt Project tenements to Kobalamin Ltd.

In addition to a highly prospective tenement portfolio, the assets include existing JORC2012 compliant deposits at Windabout and MG14 containing significant copper, cobalt and silver mineralisation with total Indicated Mineral Resources of:

- 1.83Mt at 1.24% Cu, 334ppm Co and 14g/t Ag at MG14; and
- 17.67Mt at 0.77% Cu, 492ppm Co and 8g/t Ag at Windabout reported at a cut-off grade of 0.5% Cu equivalent.

Mt Gunson Copper-Cobalt Project Farm-in Stage 2 Update

The Company announced its decision to enter Stage 2 of the Mt Gunson Farm-in and the progression of a pre-feasibility study on 23rd May 2018. A drilling programme to obtain bulk metallurgical sample is expected to commence in early September 2018, subject to environmental approvals.

Kobalamin Ltd is pursuing feasibility work on the project. It is currently expected that the Stage 2 expenditure commitment of A\$ 2.5 million will be met during the first half of 2019.

22nd August 2018 Securities Exchange Announcement
Mt Gunson Copper-Cobalt Project
Farm-in Stage 1 Expenditure Reached



COMPETENT PERSON AND JORC CODE

This report was prepared in accordance with the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' ("JORC Code") by Tim Callaghan, who is a Member of the Australian Institute of Mining and Metallurgy ("AusIMM"), has a minimum of five years' experience in the estimation and assessment and evaluation of Mineral Resources of this style and is the competent Person as defined in the JORC Code. This announcement accurately summarises and fairly reports his estimations and he has consented to the resource report in the form and context it appears.

FORWARD LOOKING STATEMENTS

Some statements in this report regarding estimates or future events are forward-looking statements. They involve risk and uncertainties that could cause actual results to differ from estimated results. Forward looking statements include but are not limited to, statements concerning the Company's exploration program, outlook, target sizes and mineralised material estimates. They include statements preceded by words such as "expected", "planned", "target", "scheduled", "intends", "potential", "prospective" and similar expressions.

ENDS

On behalf of:

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