



ASX Announcement

23 August 2019

100% ownership of Indee Gold and 3 rigs operating

- **Settlement on Indee Gold provides 100% ownership**
- **1.7Moz* resource base and potential for substantial resource growth**
- **Next phase of exploration is funded with 3 rigs currently operating**

Simon Lill, Executive Chairman commented:

"Today is a major milestone for De Grey and an extremely pleasing conclusion to a process that we commenced in February 2017 where, with a market capitalisation of ~ \$3.5M, we reached agreement with our Chinese partners and friends to acquire Indee Gold Pty Ltd for \$15M.

Since this time, we have rapidly grown the overall project resources to 1.7Moz and can clearly see significantly more ounces on the horizon. We now have 100% control of one of the best underexplored new gold provinces in Australia.

We are fully funded to continue our focus on growing resources at our five large and under drilled resource areas, Toweranna, Withnell, Mallina, Mt Berghaus, and Wingina and we are also embarking on regional drilling for the first time in the search for new discoveries along our 200km of highly prospective shear zones and new intrusion targets."

De Grey Mining Limited ("De Grey", "Company" or "DEG") is pleased to announce that it has completed the acquisition of Indee Gold Pty Ltd, and the ramp up of drilling programs commenced in early August with 3 rigs now actively operating on site at Toweranna, Withnell, Mallina and on new regional targets.

Indee Gold – Acquisition

In February 2017, the Company entered into an Option agreement to acquire 100% of Indee Gold Pty Ltd for \$15M. This acquisition has now been successfully completed with the final payment of \$9.7M in cash and 59,065,579 shares in De Grey representing a 6.3% equity holding.

Since entering the Option Agreement, De Grey has:

- Aggressively explored the Indee Gold tenement package, expanding the resources from 9.15Mt at 1.8g/t Au for 538,000oz (ASX: "1.0M ounce milestone achieved with Indee Resource Update" 3 April 2017) to 17.79Mt @ 2.0 g/t for 1,141,400oz. (*ASX: "2019 Total Gold Mineral Resource - 21 % increase to 1.7Moz" 16 July 2019);
- Added significant new resource centres that were not part of the 2017 resource estimate, notably Mallina and Toweranna;
- Defined significant new targets with substantial new resource potential

Exploration funded and underway

The exploration strategy remains focused on growing resources towards an initial corporate target of 3.0Moz and a parallel regional thrust targeting new discoveries along our 200km of highly prospective shear zones and exciting intrusion targets.

Exploration drilling re-commenced in early August and 3 drill rigs are currently operating. Resource extension RC and diamond drilling is underway at Toweranna and Withnell and over 10,000m of aircore drilling has been completed across various regional targets. All results remain pending and a strong news flow is expected over the coming months.

Formal Indee Gold Signing Ceremony

