

ASX/ NEWS RELEASE

10 April 2017

EXPLORATION UPDATE

Anglo Australian Resources NL ("Anglo Australian" or the "Company") (ASX: AAR) is pleased to advise that, shortly post Easter, the Company expects to commence drilling programs encompassing both the Company's 100%-owned Feysville and Mandilla Gold Projects, Western Australia.

The program at Feysville will encompass:

- A second-round aircore drilling campaign along much of the length of the recently identified seven-kilometre-long Ethereal Shear Zone focussing on areas not targeted during the firstround aircore campaign conducted in November/ December 2016 with the aim of further identifying areas of higher grade near-surface mineralisation as the location for a follow-up reverse circulation drilling campaign
- Reverse circulation drilling of the Kamperman Prospect to the south-west of the Ethereal Shear Zone where, in the first-round aircore drilling program, the Company achieved a high-grade hit of 13 metres @ 8.31 g/t Au from 24 metres below surface to the bottom of the hole (ASX Dec 2016 Qtrly Report)

The program at Mandilla will encompass aircore drilling along an untested mineralised SE trending corridor in a recently granted tenement. The target area is on strike from reverse circulation drilling that returned 2 metres @ 3.72 g/t Au and the East Mandilla gold deposit (ASX – 13/06/13).

Following completion of the Company's highly successful first-round aircore campaign at Feysville, Anglo Australian submitted applications to the Department of Mines and Petroleum, Western Australia for approval to drill a number of targets at Feysville. Approvals have either already been received or are due shortly.

Ground conditions at Feysville have now improved significantly following recent heavy rains.

The Company will provide further updates as the respective drilling programs commence, encompassing more detailed information as to the proposed scope and objectives of the respective programs.

For further information:

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