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Australian Securities Exchange Limited
ASX Market Announcements Platform

Gascoyne Business Strategy and Plans

Gascoyne Resources Ltd ("Gascoyne" or "Company", ASX: GCY) proposed business strategy and plans are detailed below. Refer to the prospectus dated 13 August 2020 for further details.

Business Strategy and Plans

Within the 12 to 18 month period following completion of the Recapitalisation, the Company intends to:

- consolidate operational performance and cashflow generation at the Dalgaranga Gold Project;
- conduct resource definition drilling of the Gilbey's and Sly Fox deposits with a view to extending the mine life at the Dalgaranga Gold Project;
- commence drilling defined targets and reconnaissance areas on the exploration tenements surrounding the Dalgaranga Gold Project targeting the discovery of either standalone or additional ore feed to materially extend mine life;
- investigate and advance regional processing hub opportunities to add value to the Dalgaranga Gold Project;
- re-assess historic drilling data at the Glenburgh Gold Project and subject to favourable indicators, commence regional Glenburgh exploration programs and possibly progress to a pre-feasibility study; and
- conduct low impact gold target generation exploration activities on the Company's Mumbakine Well and Beebyn regional exploration projects.

Dalgaranga Gold Project

At the Dalgaranga Gold Project, the Company's flagship mining operation, it is expected that approximately 400,000 ounces of gold will be produced over the remaining life of mine (less gold produced between 1 May 2020 and the date of this announcement). The average all-in sustaining cost over the remainder of the mine life is expected to be in a range of \$1,400 to \$1,500 per ounce produced.

The Company intends to undertake reverse circulation (RC) drilling on the south, north and east of Gilbey's pit with the intent to increase the Mineral Resources near the current pit. Any increase in these mineral resources would reasonably be expected to ultimately provide extensions to the current mine life at the Dalgaranga Gold Project.

The Company intends to undertake RC drilling under the Sly Fox Pit to determine the continuity and grade below the base of the current pit. Mining at the Sly Fox Pit ceased in 2019, but the aim of this drilling is to extend the resources at Sly Fox and eventually, to identify ore for processing.

The Company intends to allocate a budget during this period of approximately \$3 million to undertake the RC drilling described above plus exploration, primarily using aircore drilling, along highly prospective geological trends extending from known mineralisation at Greencock, Hendricks, Tanqueray, Vickers, Beefeater and Seagram's prospects.

Glenburgh Gold Project

At the Glenburgh Gold Project, the Company has commenced a programme to re-assess the results of previous drilling. Subject to favourable indicators from this programme, the Company may undertake additional exploration drilling and potentially progress toward the commencement of a pre-feasibility study.

Richard Hay
Managing Director and CEO

This release has been approved by the Board.

