

14 October 2021

Kingwest Raises \$4.0 Million to Support Accelerated and Expanded Exploration

- Strongly supported \$4.0 million capital raising to underpin ongoing and expanded exploration plans focussing on the Lake Goongarrie discoveries
- Raising size increased to reflect strong demand
- Net proceeds increase cash reserves to over \$5.5m
- First drill rig mobilising in coming days with air core, diamond and reverse circulation programs planned

Kingwest Resources Ltd (ASX: KWR) (“Kingwest” or “the Company”) is pleased to announce the completion of a bookbuild for a strongly supported capital raising of \$4.0 million (before costs) from professional and sophisticated investors via a placement (“**Placement**”) of 33,333,334 ordinary shares at an issue price of \$0.12 per share (“**Placement Shares**”).

Euroz Hartleys Limited (“**Euroz Hartleys**”) and Peloton Capital Pty Ltd (“**Peloton**”) are Joint Lead Managers (“**JLMs**”) to the Placement.

Funds raised in the placement will be applied to exploration activity at the Goongarrie Gold Project (“**GGP**”), with particular focus on follow-up drilling at the recently announced **Sir Laurence Discovery** – a Kanowna Belle style litho-structural gold discovery lying under Lake Goongarrie (see ASX announcement dated 13 September 2021). In addition, funds will be applied to extensional / resource definition drilling at Menzies; progressing and executing further Menzies commercialisation transactions and for general working capital purposes.

First pass aircore drilling at Sir Laurence encountered **+1g/t Au** in 12 holes over a >400m line of drilling across strike with another hole drilled some 100m north of this line hitting **4m @ 1.7g/t Au¹**. With mineralisation open in all directions, deeper diamond and RC drilling is required to define the primary mineralisation at this exciting prospect.

Kingwest Resources Ltd

ASX: KWR

Shares on Issue
208,277,191

Directors & Management

Chairman
Gregory Bittar

CEO
Ed Turner

Non Executive Directors

Adrian Byass
Jonathan Downes
Jon Price

Company Secretary
Stephen Brockhurst

Principal Place of Business

Unit 3, Churchill Court
335 Hay Street
Subiaco WA 6008

Registered Office

Level 11
216 St Georges Terrace
Perth WA 6000

Contact

T 08 9481 0389
E admin@kingwestresources.com.au
W www.kingwestresources.com.au

Investor Relations

Lucas Robinson
T +61 408 228 889

E lucas@corporatestorytime.com

Kingwest plans to embark on drilling campaigns at Sir Laurence including:

- 1,000m diamond program testing primary controls - Nov 2021
- 6,000m aircore program to test structural targets along strike from Sir Laurence (COMMENCED)
- RC Drilling booked for early CY 2022 to pattern drill best zones

The announcement of the placement comes soon after the announcement of a mining and processing JV with FMR Investments Pty Ltd to profit share from the underground mining development of the Yunndaga resource at the Menzies Gold Project (“MGP”) (see ASX announcement dated 6 October 2021). FMR yesterday commenced a 6-hole diamond core drilling program to target the highest-grade depth extensions to the underground resource. This will aid FMR with planning of the decline and underground development drives next year when underground mining is planned to recommence.

Kingwest CEO Ed Turner commented: *“We are very excited by our initial exploration success at Sir Laurence and eagerly anticipate the imminent drilling campaigns which we hope will confirm a large gold system. This capital raise will provide the company with sufficient funding to test Sir Laurence and other regional targets in the period ahead of expected cash-flow from our Menzies mining JV which we hope will supplement future exploration expenditure.”*

Funds raised will also be applied to a **2,000m aircore drilling program** to follow up other Lake Goongarrie targets that returned significant results in the first round of drilling (see ASX announcement dated 6 October 2021) and a **KWR gold discovery at Target A9** at GGP which lies along strike from the Bardoc Gold Ltd **1.7moz Au** Aphrodite deposit and Ardea Resources Ltd’s Aphrodite North discovery. **Target A9** has yielded results from aircore drilling including **6m @ 17.2g/t Au** within **38m @3.1g/t Au** from 62m².

In addition to activity at the GGP, Kingwest will continue to explore for near surface and depth extension mineralisation at the Menzies Gold Project, specifically targeting high grade shoots at several prospects to add to the current Mineral Resource Estimate at MGP of 475koz @ 1.4g/t Au (refer Table 1)³.

Placement Details

The Placement will result in the issue of 33,333,334 new fully paid ordinary shares at an issue price of \$0.12 each and is not subject to shareholder approval - falling within the Company’s placement capacity under ASX Listing Rule 7.1 (12,505,615 shares) and 7.1A (20,827,719 shares). Settlement is scheduled to occur on or about Thursday, 21 October 2021. In addition, upon settlement, the JLM’s will be issued a total of 8 million unlisted options in the Company (exercise price \$0.20 and expiry 3 years from issue), falling within the Company’s placement capacity under ASX Listing Rule 7.1.

Table 1: Menzies Project updated MRE's, above 0.5 g/t Au³

Deposit	Indicated			Inferred			Total		
	Mt	Au g/t	Ounces	Mt	Au g/t	Ounces	Mt	Au g/t	Ounces
> 0.5 Au									
Yunndaga*	1.27	1.31	53,600	2.50	1.40	111,600	3.76	1.36	165,300
Pericles	2.31	1.27	94,600	1.64	1.21	63,900	3.95	1.25	158,500
Stirling	0.24	1.48	11,500	0.74	1.52	36,300	0.98	1.52	47,800
Lady Shenton				0.85	1.59	43,300	0.85	1.59	43,300
Lady Harriet	0.17	2.11	11,800	0.32	1.14	11,600	0.49	1.48	23,300
Bellenger	0.32	0.92	9,400	0.08	0.89	2,400	0.40	0.91	11,800
Selkirk	0.03	6.25	6,200	0.14	1.21	5,300	0.17	2.15	11,500
Warrior	0.03	1.37	1,200	0.19	1.11	6,700	0.22	1.15	8,000
Lady Irene				0.10	1.73	5,600	0.10	1.73	5,600
Total	4.37	1.34	188,300	6.56	1.35	286,700	10.92	1.35	475,100

References

¹ As announced to the ASX on 13 September 2021 (ASX:KWR)

² As announced to the ASX on 1 February 2021 (ASX:KWR)

³ As announced to the ASX on 6 September 2021 (ASX:KWR)

Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Kingwest Resources Limited's planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "expect," "intend," "may", "potential," "should," and similar expressions are forward-looking statements. Although Kingwest 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 further exploration will result in the estimation of a Mineral Resource.

Compliance Statement

With reference to previously reported Exploration Results and Mineral Resources, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

-Ends-

The Board of Kingwest Resources Limited authorised this announcement to be given to ASX.

Further information contact:

Ed Turner

CEO

T: +61 8 9481 0389

E: admin@kingwestresources.com.au