

Stock Commentary

Subject: Kingwest Resources Limited

Goongarrie Salt Lake Drilling:

New Bedrock Gold Intersections Extend Sir Laurence Mineralisation Strike Footprint Out to >1km & ~400m width

Diamond Drilling Has Commenced

Background

Kingwest Resources Limited (ASX:KWR) announced on 29th November 2021 the latest returned batch of assay results of the now completed aircore program over the Lake Goongarrie salt pan at the Company's wholly owned Goongarrie Gold Project (GGP) in Western Australia.

The drilling was undertaken immediately following up and expanding drill coverage along strike of the Company's recent gold discovery at the Sir Laurence prospect, announced 13th September 2021, testing for the first time, litho-structural and geochemical targets.

Composite assay results have now been received for 44 of 107 holes, (Drill lines A to H)

Latest results include:

- **2m grading 1.6gpt Au from 76m (in bedrock at end of drill fence line "F")**
- **8m grading 0.7gpt Au from 72m (above 6m grading 0.3gpt in bedrock) and**
- **4m grading 0.7gpt Au from 84m**

32 holes testing for the first time similar proximal geological targets to Sir Laurence have also been completed with assays now pending.

A track mounted diamond drilling rig has now arrived and has commenced drilling at the Sir Laurence Discovery zone.

Key Takeaway Points from this Announcement

- 1) We remain strongly encouraged with the latest results of this follow-up reconnaissance aircore program, which has continued to expand on the initial Sir Laurence discovery yet again with success.
- 2) This latest batch of assays, has allowed us to observe three key things that are significantly important to note:
 - i. Firstly, the new assay results reported have now confirmed significant gold mineralisation on every fence line of drill holes now demonstrating the mineralisation footprint of the Sir Laurence discovery to be over 1km in strike length.
 - ii. Secondly, the aircore has also again achieved further gold intersections in bedrock which again further bolsters evidence of a sizeable intact, in-situ gold system. Nb) We have to remember that aircore isn't really "drilling" as such but is an alternative to augering with a blade attached to the bit to get a geochemical sample from soils, clays and weathered bedrock. So, to achieve intersections in bedrock of >0.2gpt Au is a strong result for aircore.
 - iii. Thirdly this set of results has also reported significant high grade mineralisation at the end of a drill fence line (2m grading 1.6gpt Au), which can be interpreted as the mineralisation footprint width has now extended out to circa 400m. Whilst it is too premature to know how

much of the still open 400m width is continuous mineralisation (and we are certainly not implying that at this point) we are nevertheless observing that mineralisation has now been reported over 400m in an east-west direction and it has not been closed off.

- 3) It is also worthy of note that several holes were drilled and classified as “ineffective” (See Fig 2). This is despite, we understand, several intersecting quartz veining at the base of the hole. However a sample from the base of the hole was unable to be obtained which then rendered them “ineffective” This therefore doesn’t mean that all the ineffective holes are “barren” but simply a sample could not be obtained from the bedrock at the base of the hole. We have little doubt that several warrant early follow up with RC or diamond drilling.
- 4) We also note with excitement that a track mounted diamond drilling rig has now arrived and has commenced drilling the Sir Laurence discovery. This drilling will test the mineralisation at depth below the discovery intercept but also equally as importantly, it will provide the KWR geologists with key geological and structural information from the core such as orientation of structures, shears, mineralisation etc as well as hopefully attaining for the first time an example of a fresh intact piece of the new mineralisation in core for visual and geochemical analysis. KWR management is hopeful of being able to report on the initial progress of the first couple of diamond holes of this program before the Christmas break.
- 5) Finally, we also look forward to assay results being reported for the now recently completed 32 holes testing for the first time similar proximal litho-structural geological targets to Sir Laurence. We expect to hear this news in the New Year.

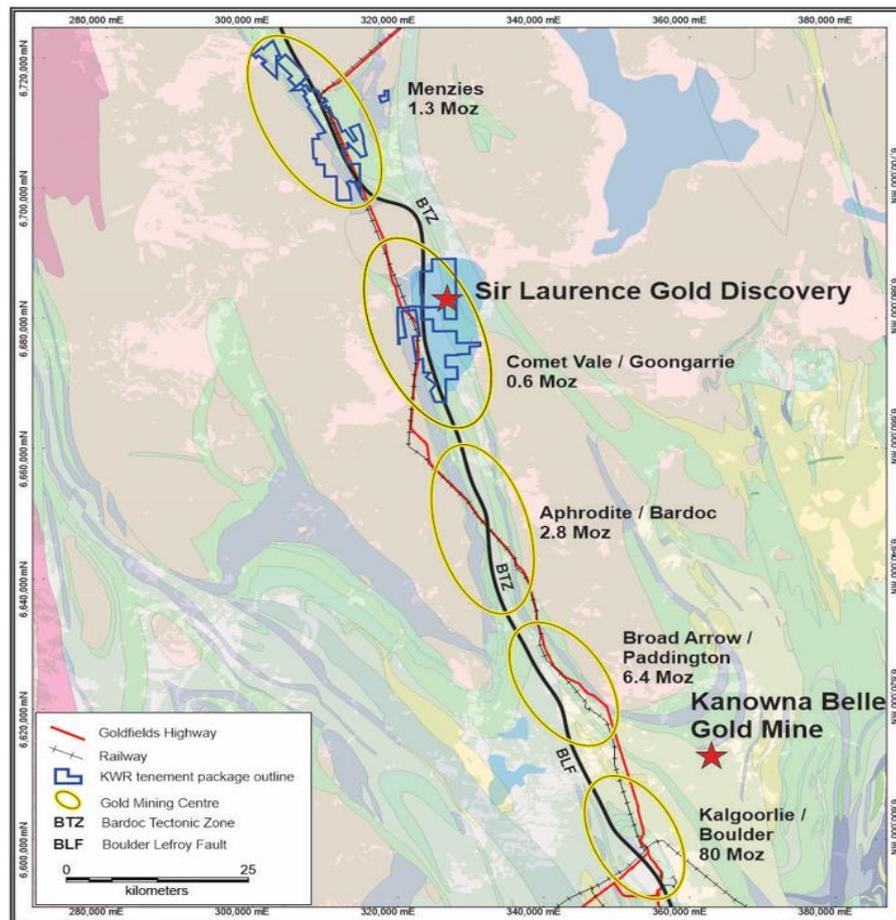


Fig 1 Above; Location of Sir Laurence Gold Discovery & Goongarrie Gold Project in relation to the +6Moz Kanowna Belle Gold Mine

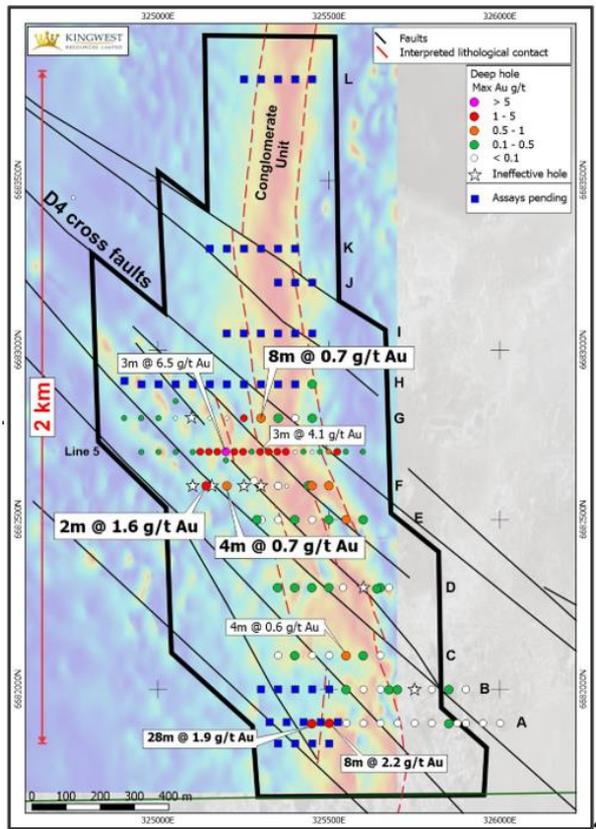


Fig 2 Above; Sir Laurence Prospect Discovery (Drill Line 5) and the Newly announced Gold Intercepts plotted over aeromagnetics highlighting the D4 cross cutting faults and the displacement of the Black Flag Conglomerate unit.

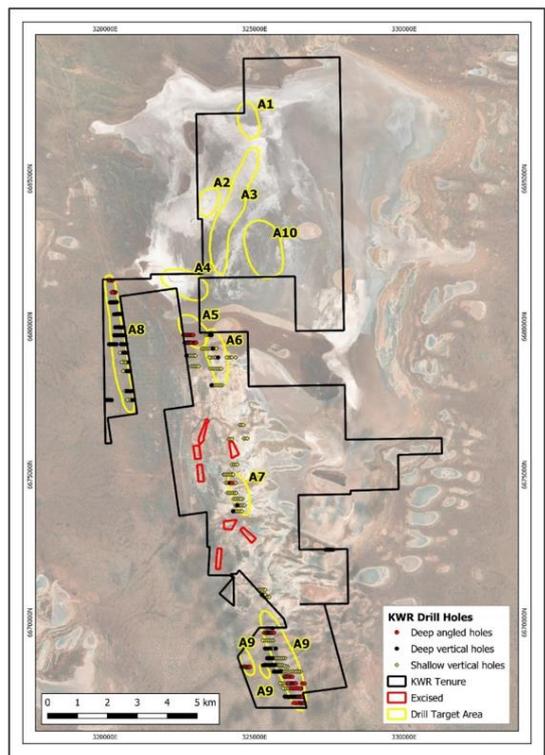


Fig 3 Above: Satellite image of KWR's Goongarie tenements with recently drilled Targets marked. The New Sir Laurence Gold Discovery and the newly reported intercepts is located in Target Area 10

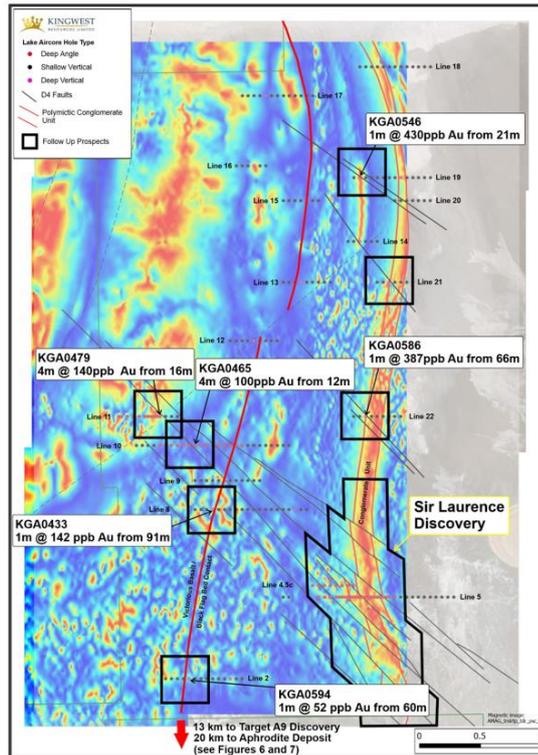


Fig 4 Above: Magnetic image of KWR's Goongarrie tenements with New Anomalous Gold Discovery Targets marked. The New Sir Laurence Gold Discovery is locate in Target Area 10. The other targets in Areas 2, 3 & 4.

The reader of this Stock Commentary is strongly encouraged to obtain a copy of Peloton Capital's Initiating Coverage Research report on KWR dated 20th October 2020 which provides more detail and our view on KWR and its projects.

Disclaimer & Disclosure of Interests: This stock commentary is provided by Peloton Capital Pty Ltd (Peloton) (ABN 22 149 540 018, AFSL 406040) and is general in nature. It is intended solely for the use of wholesale clients. This stock commentary must not be copied or reproduced, or distributed to any person, unless otherwise expressly agreed by Peloton. This document contains only general securities information or general financial product advice. The information contained in this stock commentary has been obtained from sources that were accurate at the time of issue, including the company's ASX releases which have been relied upon for factual accuracy. The information has not been independently verified. Peloton does not warrant the accuracy or reliability of the information in this stock commentary. The stock commentary is current as of the date it has been published.

In preparing the stock commentary, Peloton did not take into account the specific investment objectives, financial situation or particular needs of any specific recipient. The stock commentary is published only for informational purposes and is not intended to be personal financial product advice. This stock commentary is not a solicitation or an offer to buy or sell any financial product. Peloton is not aware whether a recipient intends to rely on this stock commentary and is not aware of how it will be used by the recipient. Before acting on this general financial product advice, you should consider the appropriateness of the advice having regard to your personal situation, investment objectives or needs. Recipients should not regard the stock commentary as a substitute for the exercise of their own judgment.

The views expressed in this stock commentary are those of the analyst/author named on the cover page. No part of the compensation of the analyst is directly related to inclusion of specific recommendations or views in this stock commentary. The analyst/author may receive compensation partly based on Peloton revenues as well as

performance measures such as accuracy and efficacy of recommendations, stock commentaries and research reports.

Peloton believes that the information contained in this document is correct and that any estimates, opinions, conclusions or recommendations are reasonably held or made at the time of its compilation in an honest and fair manner that is not compromised. However, no representation is made as to the accuracy, completeness or reliability of any estimates, opinions, conclusions or recommendations (which may change without notice) or other information contained in this stock commentary. To the maximum extent permitted by law, Peloton disclaims all liability and responsibility for any direct or indirect loss that may be suffered by any recipient through relying on anything contained in or omitted from this stock commentary. Peloton is under no obligation to update or keep current the information contained in this stock commentary and has no obligation to tell you when opinions or information in this stock commentary.

Peloton does and seeks to do business with companies covered in research. As a result, investors should be aware that the firm may have a conflict of interest which it seeks to manage and disclose.

Peloton and its directors, officers and employees or clients may have or had interests in the financial products referred to in this stock commentary and may make purchases or sales in those the financial products as principal or agent at any time and may affect transactions which may not be consistent with the opinions, conclusions or recommendations set out in this stock commentary. Peloton and its Associates may earn brokerage, fees or other benefits from financial products referred to in this stock commentary. Furthermore, Peloton may have or have had a relationship with or may provide or has provided, capital markets and/or other financial services to the relevant issuer or holder of those financial products.

Copyright: Peloton Capital Pty Ltd, 2021. All rights reserved.