

Stock Commentary

Subject: Kingwest Resources Limited

Goongarrie Lake Drilling: New Gold Discovery Continues to Deliver

Further Holes Planned at Sir Laurence, Now Confirmed as a Kanowna Belle Style Deep-Lead Gold Discovery With Current Dimensions 500m wide & 200m Long & Open in All Directions

Background

Kingwest Resources Limited (ASX:KWR) on 5th October 2021 reported further progress on the initial interpretation of results of a reconnaissance air core drilling program over the Lake Goongarrie salt pan at the Company's Goongarrie Gold Project (GGP) in Western Australia which has discovered a large gold system named *Sir Laurence Discovery*.

All analyses from the initial reconnaissance air core drilling program, testing for the first time, litho-structural and geochemical targets located underneath the salt lake have now been received and interpreted.

- To date, a 500m wide and 200m long bedrock mineralised gold system which was previously unknown has been identified
- The mineralisation remains open in all directions and at depth
- Further air core drilling (6,000m) to test strike and width extents is to commence immediately
- Diamond drilling (1,000m) testing the depth component of the discovery to commence in 4 weeks

The newly returned assays have also now highlighted 5 other regional targets and anomalous gold occurrences located outside of Sir Laurence, also associated with the NW trending D4 faults. 2,000m of air core is planned to test these targets.

Key Takeaway Points from this Announcement

1. We are delighted with the results of this reconnaissance drilling program, which has for the first time, tested highly prospective targets located beneath the salt pan.
2. The Company has now confirmed a 500m-wide, 200m-long zone of sediment/bedrock interface gold mineralisation at Sir Laurence, strongly pointing to a sizeable bedrock gold deposit being present which has acted as a the gold source for an overlying and adjacent *Deep Lead* alluvial gold deposit. This is *classic* West Australian Goldfields geology demonstrating very similar traits to how the discoveries of the likes of nearby Paddington and Kanowna were made and exploited. We are encouraged by the signal that the Company is immediately recommencing drilling activities.
3. The gold mineralised bedrock at Sir Laurence is overlain by coarse angular auriferous vein quartz gravels which now, after further geochemical (pathfinder) testing, has been interpreted as being derived from a *proximal* primary quartz reef, rather than a detrital (transported in from somewhere else) source. Furthermore the angularity of the quartz gravels also strongly points to a close source.
4. We note a track mounted diamond rig has been booked at the earliest possible time (4 weeks) which will drill test the depth component to the newly discovered mineralisation and provide the Company with critical core orientation data. We eagerly look forward to the commencement of that drilling which will also provide *visuals* on the mineralisation.
5. We also note in this announcement the Company has through the return of new assay results delineated 5 other targets of elevated gold values also located beneath Lake Goongarrie. These early gold discoveries whilst they may not initially look exciting are significant as they occur over

similar lithostructural targets to that of Sir Laurence i.e. on the intersection of a NW trending D4 fault zone with a magnetically prominent stratigraphic unit (See Fig 4). We look forward to the air core drilling of those targets in the very near term following the rig completing its planned 6,000m at Sir Laurence first.

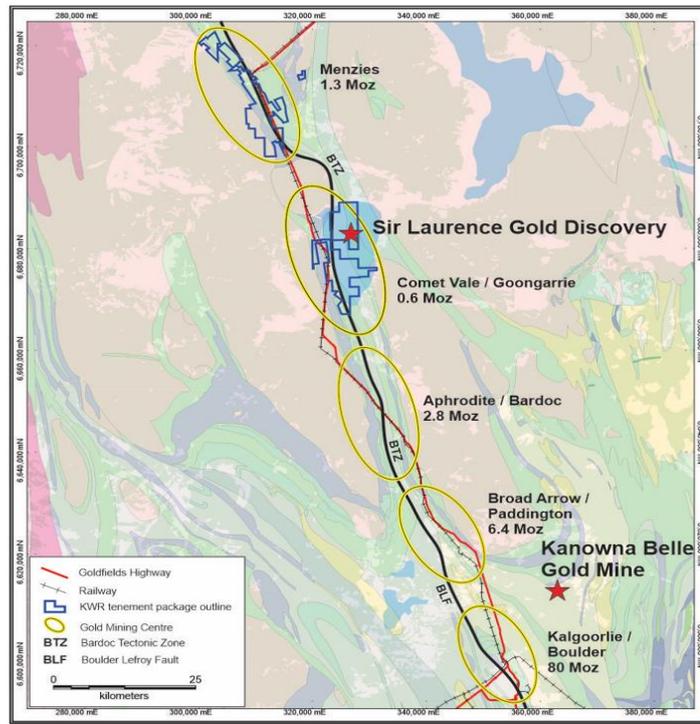


Fig 1 Above; Location of the Sir Laurence New Gold Discovery in relation to the +6Moz Kanowna Belle Gold Mine

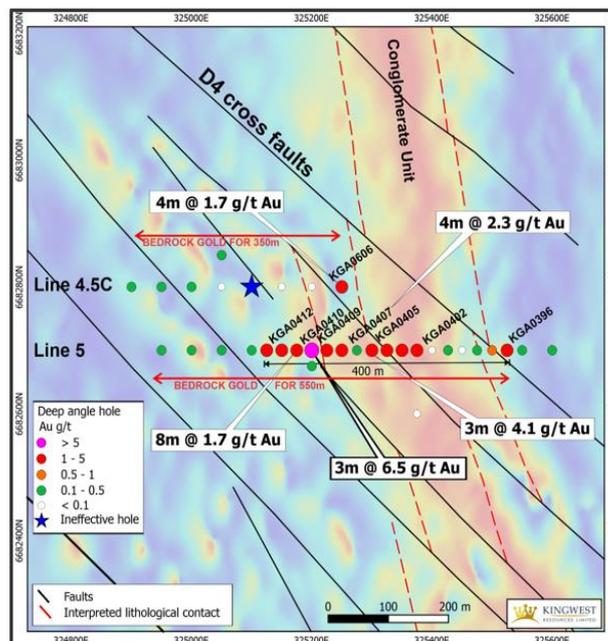


Fig 2 Above; Sir Laurence Prospect Discovery Drill Line 5 plotted over aeromagnetics highlighting the D4 cross cutting faults and the displacement of the Black Flag Conglomerate unit.

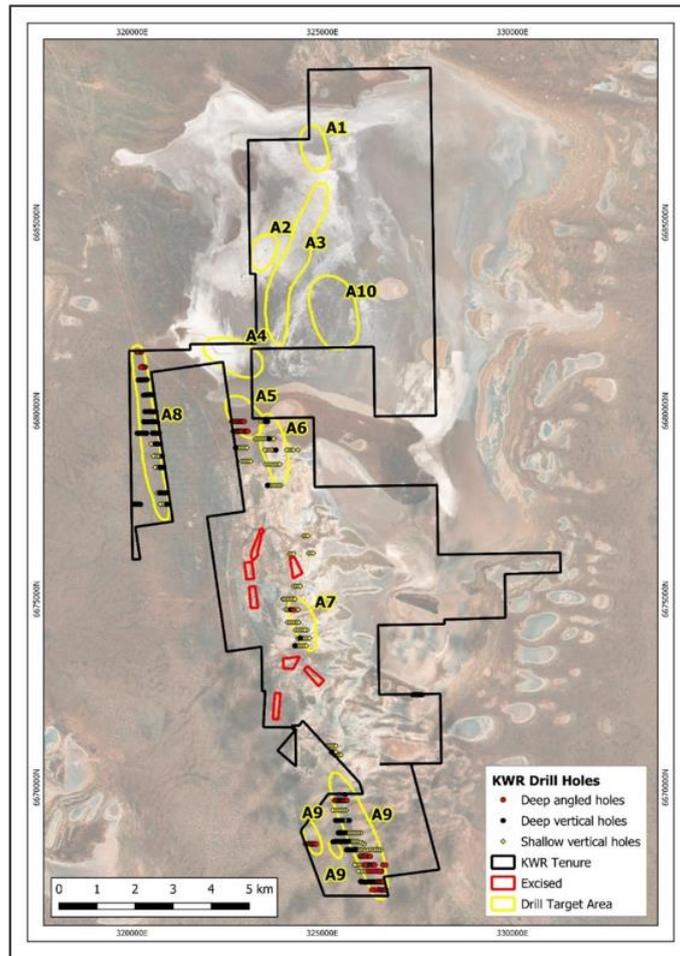


Fig 3 Above: Satellite image of KWR's Goongarrie tenements with recently drilled Targets marked. The New Sir Laurence Gold Discovery is locate in Target Area 10

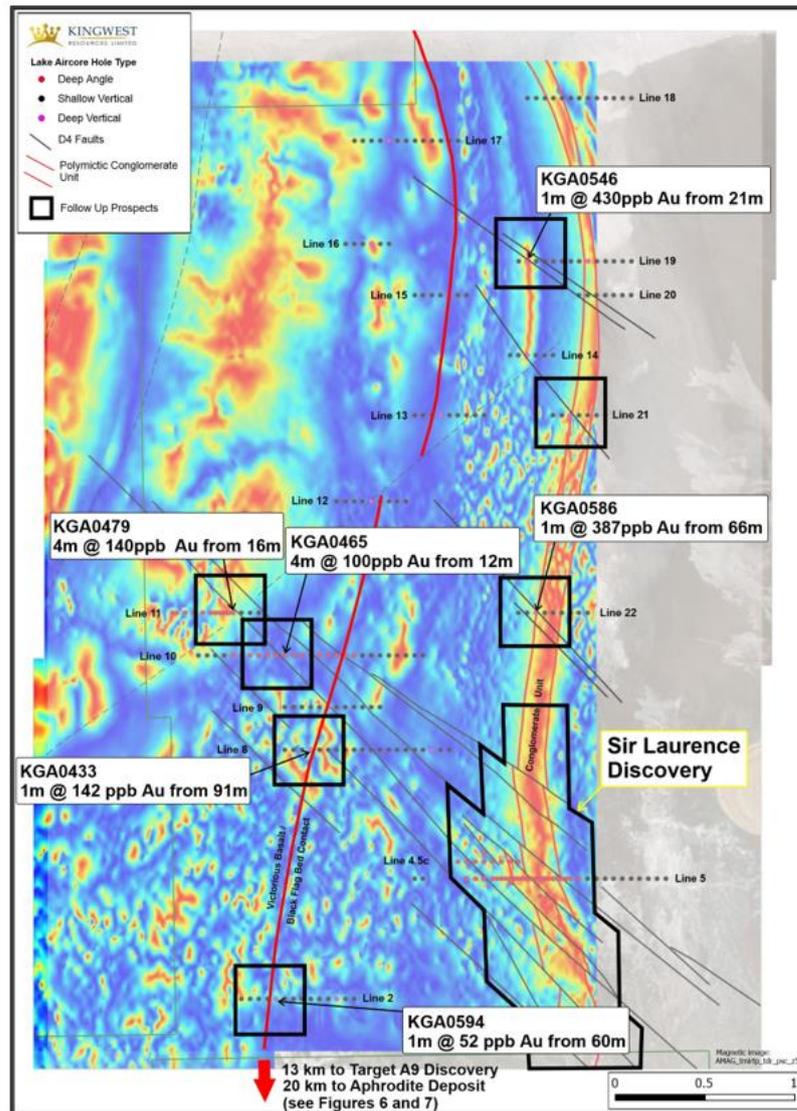


Fig 4 Above: Magnetic image of KWR's Goongarrie tenements with New Anomalous Gold Discovery Targets marked. The New Sir Laurence Gold Discovery is located in Target Area 10. The other targets in Areas 4 & 3 & 2.

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.