

12 August 2020

Manager Announcements
Company Announcements Office
Australian Securities Exchange Limited
Level 4, 20 Bridge Street
Sydney NSW 2000



ABN 28 009 174 761
www.regisresources.com
Level 2, 516 Hay Street
Subiaco WA 6008 Australia
Ph: 08 9442 2200

RESOURCE ACQUISITION ADDS POTENTIAL LIFE TO DUKETON AND FURTHER CONSOLIDATES THE REGIS EXPLORATION HOLDINGS

Highlights

- Acquisition of valuable resource and tenement holdings from Stone Resources Australia (ASX: SHK) for **\$10M in RRL shares and a capped 1% NSR royalty** payable after the first 100,000 ounces of production
- Acquisition includes the **Ben Hur Mineral Resource – 5.8Mt @ 1.6 g/t Au for 290koz¹** (JORC2012 Standard) which has potential to add further life to the Duketon Operations
- Expands further the ongoing Duketon Greenstone Belt (DGB) exploration programme and consolidates the DGB for Regis
- Immediate work on the tenement holding will commence once the acquisition is completed and will include infill drilling that seeks to upgrade and extend the resources.

Comment

Regis Managing Director, Mr Jim Beyer commented:

“The acquisition of this resource and tenement package is significant to us. The deal will enable Regis to potentially add the Ben Hur deposit to the Duketon Operation production portfolio. At the same time the exploration tenure acquired with the Ben Hur deposit has the potential for additional ounces to be discovered and added to our already substantial Resource and Reserve holdings. We are very excited by the potential for exploration success and I look forward to keeping investors informed as we move forward on these tenements.”

¹ The Mineral Resources were estimated by CSA Global Pty Ltd – ASX:SHK Release 5 June 2014

Overview

Regis Resources Limited (ASX: RRL) (“Regis” or “the Company”) is pleased to announce the Company has entered into agreements (Acquisition Agreements) to acquire tenements that form part of Stone Resources Australia Limited’s (ASX: SHK) (“SRAL”) North Brightstar Project located north of Laverton, Western Australia. Regis has acquired the project area for \$10 million in Regis shares and a capped 1% net smelter royalty on M38/339 which hosts the Ben Hur Deposit. The royalty will begin to be paid after the production of the first 100,000 ounces from M38/339.

Regis will acquire nine (9) mining tenements which consist of two (2) granted Exploration Licences, three (3) granted Prospecting Licences, one (1) Miscellaneous Licence, together with three granted Mining Leases, M38/1241, M38/160 and M38/339 (Table 2).

The tenement package covers 50km² and significantly includes the Ben Hur deposit which has a 2012 JORC Compliant Resource of 5.8Mt @ 1.6 g/t Au for 290koz (Table 1). This deposit is approximately 30km south of Garden Well and is an ideal ore source expected to provide valuable oxide open pit material with potential future underground resource potential.

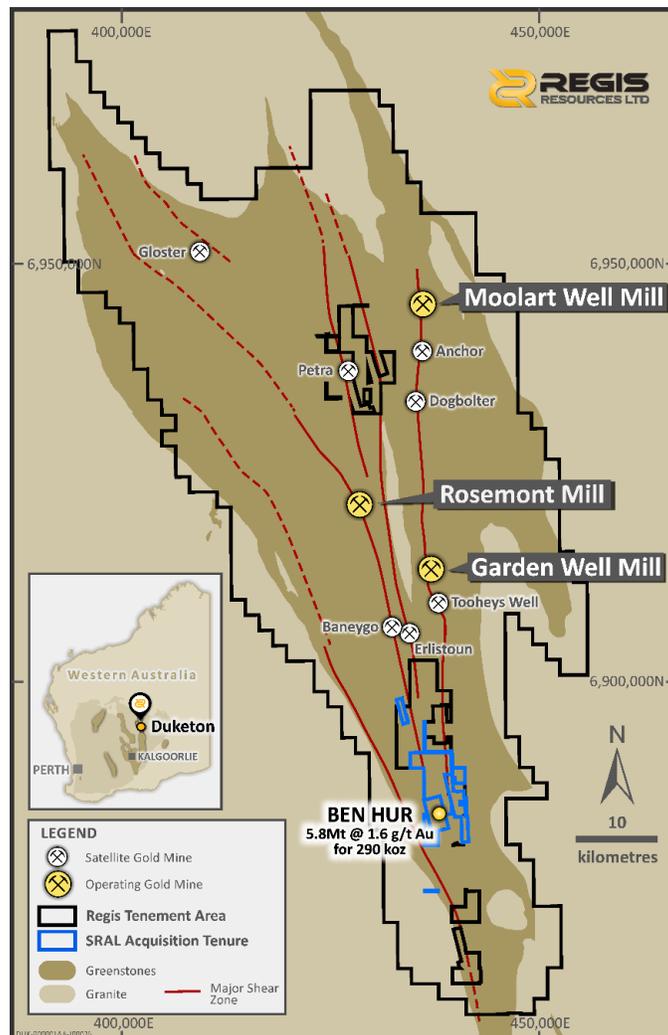


Figure 1: Regis’ tenement holding in the Duketon Greenstone Belt and the location of the new tenure and resource acquired from SRAL.

NORTH BRIGHTSTAR PROJECT INCLUDING BEN HUR DEPOSIT

The North Brightstar Project area is located in the Duketon Greenstone Belt (DGB), approximately 40km north of Laverton, WA. The Ben Hur deposit lies approximately 30km south of the Garden Well processing facility adjacent to the historic open pit, King of Creation. The Ben Hur deposit (formerly Epsilon) is situated in a narrow section of the DGB which strikes north from Laverton to Duketon.

The local stratigraphy consists of mafic and minor ultramafic units within a sequence of sheared metasediments and felsic volcanoclastic rocks. Major strike shearing is present running the length of the tenement with the gold mineralisation being associated with the shearing and localised in a differentiated doleritic sill in the central part of the area, consistent with the Company's Rosemont and Baneygo deposits further north on the same structure.

Exploration

Ben Hur has a relatively long exploration history but most significantly in 2012, SRAL completed 191 RC drill holes for 21,269m in the Ben Hur area which, along with historical data from 929 RC holes, was used in resource modelling for a maiden JORC compliant Mineral Resource for the project. The most recent drilling programme conducted at the Ben Hur took place in 2017 when a total of 36 RC drill holes were drilled for approximately 4,320m and two diamond drill holes for 232m returning multiple high-grade intercepts.

Significant high-grade intersections included:²

- 12m @ 5.4 g/t Au from 106m
- 2m @ 9.1 g/t Au from 102m
- 6m @ 9.5 g/t Au from 144m
- 6m @ 11.3 g/t Au from 72m
- 2m @ 12.8 g/t Au from 26m
- 15m @ 10.0 g/t Au from 24m
- 5m @ 6.9 g/t Au from 25m

Mineral Resource

The deposit has an existing 290,000-ounce Mineral Resource classified and reported in accordance with the 2012 JORC Code. The Mineral Resources estimate is based on the assay data from the historic data of 929 RC, and 191 infill RC drill holes completed in August 2012.

Table 1: Summary of Ben Hur Mineral Resource

Ben Hur Deposit – JORC 2012 Resource			
Category	Tonnes (Mt)	Grade (g/t)	Ounces
Measured	2.4	1.6	120,000
Indicated	1.7	1.4	80,000
Inferred	1.7	1.6	90,000
Total	5.8	1.6	290,000

² ASX:SHK 27th March 2019 Release

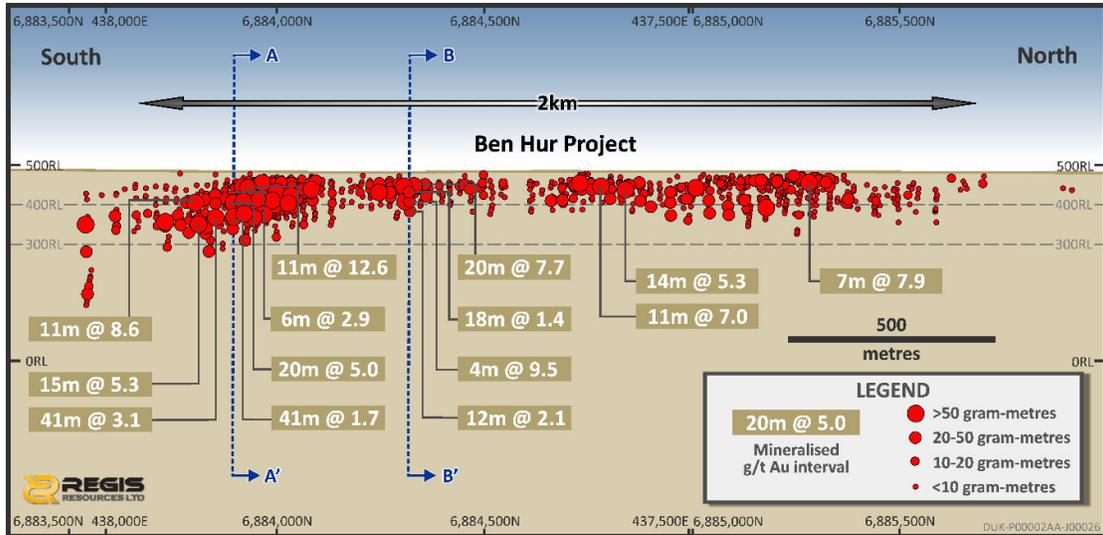


Figure 2: Ben Hur deposit long-section highlighting the better intercepts from within the resource

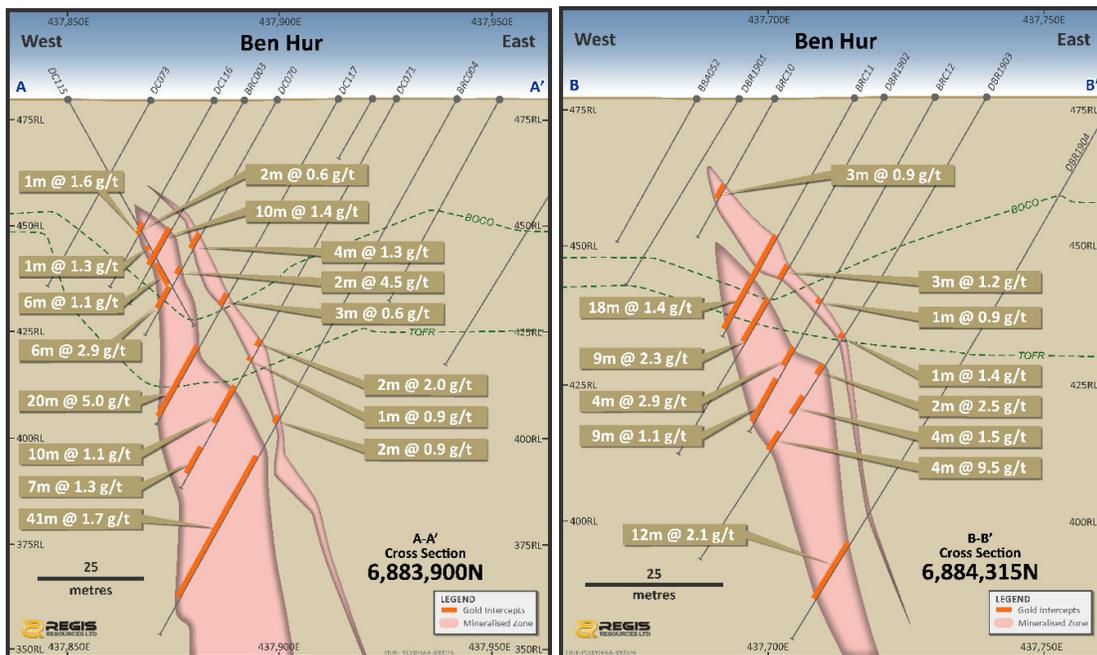


Figure 3: Ben Hur deposit cross-sections (marked A-A' & B-B' on Figure 2) demonstrating the robust nature of the mineralisation

FUTURE WORK PROGRAM

Immediate work on the tenement holding once acquisition is complete will include infill drilling to upgrade and extend the Ben Hur deposit which will potentially add to the reserve base of the Duketon Operations. Any future updated Mineral Resource will also incorporate the results of the drilling completed in 2017. In addition, exploration targets identified during Regis' due diligence will be ranked and included in the broader exploration plans for the DGB.

ACQUISITION TERMS

The key terms of the Acquisition Agreements are as follows:

1. The consideration payable is A\$10,000,000 in RRL shares (price on the basis of the 5-day VWAP prior to completion) subject to normal completion adjustments (e.g. adjustments with respect to rates and other outgoings applicable to the Target Tenements) plus a 1% Net Smelter Royalty (1% NSR) on M38/339 ("Royalty Tenement") which begins after the production of the first 100,000 ounces from the Royalty Tenement. The 1% NSR payments are capped at A\$5,000,000, after which the royalty will revert to 0.0025% NSR for four years.
2. Completion of the Proposed Transaction remains conditional on usual conditions precedent including SRAL shareholder approval and Ministerial approval where required under the Mining Act.

The information in this report that references previously reported exploration results and Mineral Resources have been extracted from SRAL's ASX market announcements. These previous market announcements are available to view on SRAL's website or on the ASX website (www.asx.com.au). The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements but has not independently validated the former owner's estimates or exploration results and therefore is not to be regarded as reporting, adopting or endorsing those estimates or results.

Report Name: Mineral Resource Review of Brightstar Project, Western Australia

Date: 5 June 2014

Site: <https://www.asx.com.au/asxpdf/20140605/pdf/42q1s33lrh39wy.pdf>

This ASX release has been approved for release by the board.

Ends

For further information contact:

Jim Beyer,
Managing Director & CEO
Regis Resources
Tel: +61 8 9442 2200

Media

David Tasker, Chapter One Advisors
E: dtasker@chapteroneadvisors.com.au
Tel: +61 433 112 936

Table 2: Tenements Acquired

No	Tenement number	Owner
1.	E38/3199	SRAL
2.	E38/3234	SRAL
3.	M38/1241	SRAL
4.	M38/160	SRAL
5.	M38/339	SRAL
6.	P38/4114	SRAL
7.	P38/4115	SRAL
8.	P38/4364	SRAL
9.	L38/206	SRAL