

## Report for the quarter ended 30 September 2018

- ***Step out drill program completed at Wonder North Deeps to test down dip extensions to high-grade gold mineralisation***
- ***Program comprised four approximate 260 metre RC pre-collar holes with NQ Diamond tails completed for a total 1,951.5 metres.***
- ***All core has been logged, cut and submitted for assaying with results due by the end of October 2018***
- ***Company secures funding for resource drilling and working capital through loan agreement with major shareholder Zeta Resources Limited***

**Bligh Resources Limited (ASX: BGH) (“Company”)** is pleased to advise that during the reporting period a series of four diamond tailed drill holes were completed at the Bundarra Project. The four holes comprised of approximately 260 metre RC pre-collars followed by up to 255 meters of NQ diamond tails to test for extensions to a high-grade gold shoot which plunges to the southeast from immediately beneath the southern end of Wonder North pit. The previous diamond drilling at Wonder North Deeps intersected a significant structure hosting gold grades up to 5.3 grams per tonne over a down hole width of 26 metres (BGH, ASX announcement 6<sup>th</sup> Feb. 2018). Refer to figure 1.

### **Drilling Program Details & Outcomes**

Total metres drilled for the four holes equalled 1,951.5 metres made up from 1057 metres of RC pre-collars and 894.5 metres of NQ diamond tail. The holes tested the down plunge and along strike extent of a high-grade gold shoot delineated in previous drill programs (BGH, ASX announcements 14<sup>th</sup> Dec 2016 & 6<sup>th</sup> Feb 2018). All four holes intersected the steep dipping host structure containing significant quartz veining with associated sulphides and alteration as identified in shallower drill holes (BRC002 and 003) which pieced the shoot approximately 90 metres up dip from the current drilling.

The 4 drill holes have tested the potential down plunge component on a nominal 50 metres along strike by 90 m down dip spacing over an approximate 130 m of strike.

The Company looks forward to providing details of the assay results in the near future.

## Company Funding

The Company's 88% shareholder Zeta Resources Limited has agreed to provide Bligh up to \$1,000,000 in funding for drilling and working capital requirements. General Terms of the Loan Facility Agreement are uncomplicated and the drawn down loan attracts an interest rate of 8% per annum.

The term of the facility is one year and on receipt of a repayment notice, Bligh will have two months to complete a capital raising to repay any outstanding funds. Zeta has agreed to take up its full entitlement in any capital raising undertaken to meet the repayment notice.

## Planned Work for the December Quarter.

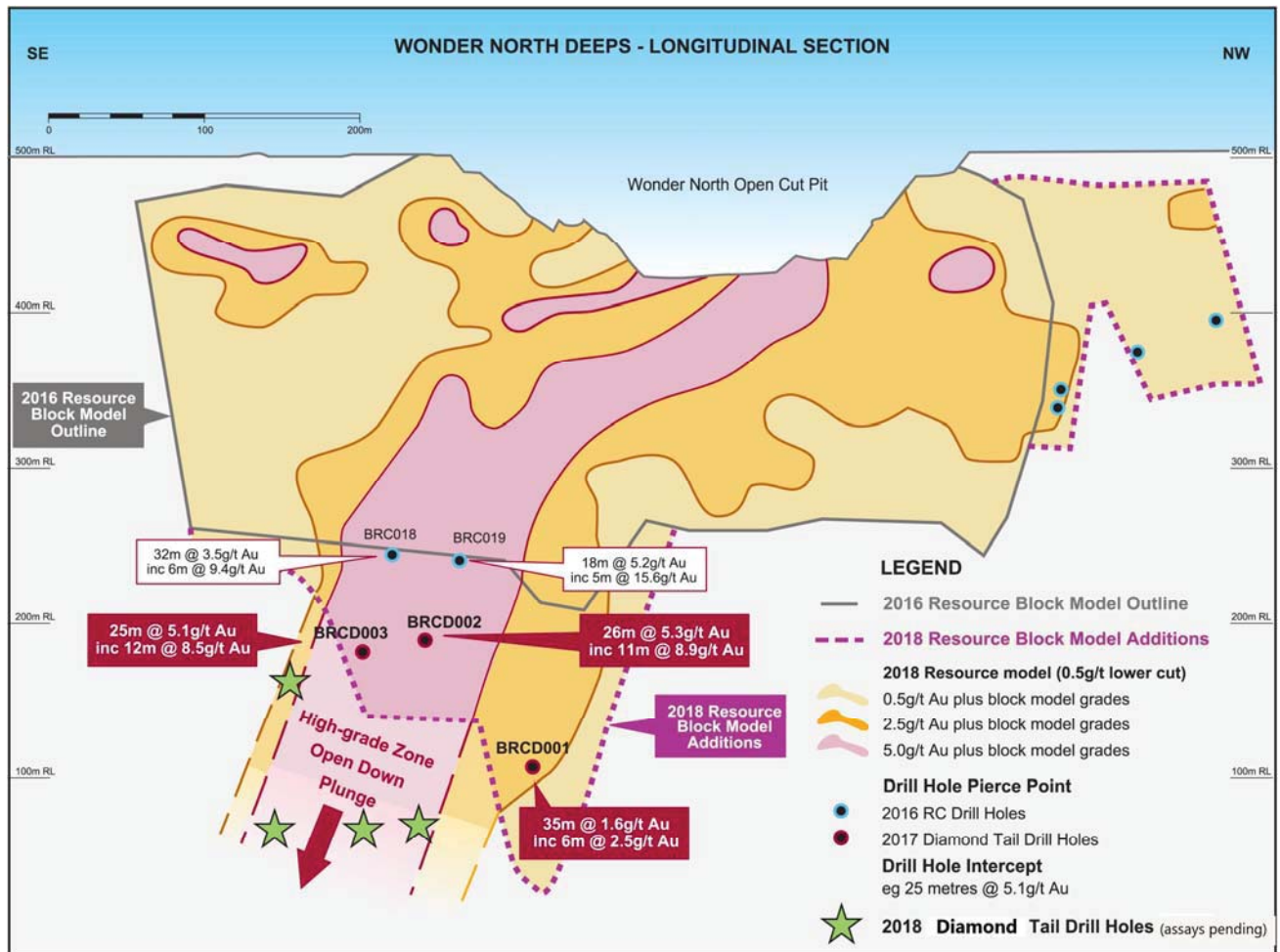
Following the release of assay results, the company intends to update the data base and the resource estimate at the Wonder North project. Results will also determine the extent of future drilling programs at this location.

**Jamie Sullivan**  
**Executive Director**  
**12 October 2018**

**Figure 2: Completed (Sept 2018) RC/Diamond Drill Hole Location Plan**



**Figure 1. Long Section of the Wonder North open showing the drill hole locations and pierce points for the recent drilling programs.**



### Bligh Resources Ltd Tenement Listing

Tenement	Location	Interest
M 37/514	Bundarra	100%
M 37/638	Bundarra	100%
M 37/350	Bundarra	100%
M 37/488	Bundarra	100%
M 37/513	Bundarra	100%
P 37/8382	Bundarra	100%
P 37/8384	Bundarra	100%
P 37/8386	Bundarra	100%
P 37/8383	Bundarra	100%
P 37/8385	Bundarra	100%

### About the Bundarra Gold Project

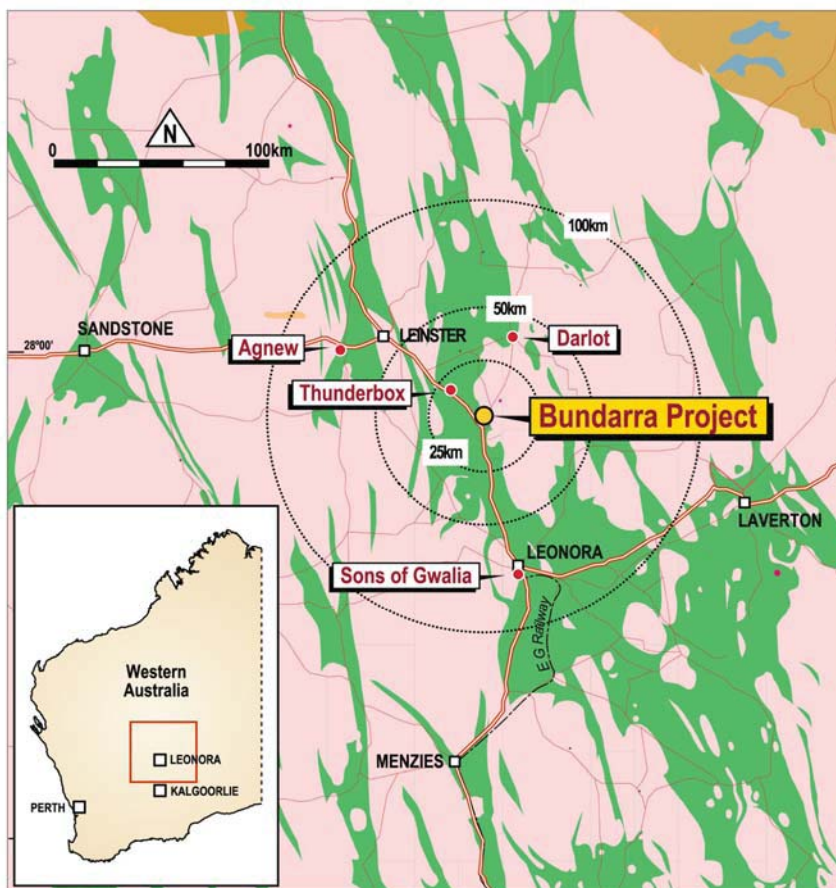
The Bundarra Gold Project lies within the Norseman-Wiluna greenstone belt of the Archaean Yilgarn Craton, approximately 65km north of Leonora in the Eastern Goldfields region of Western Australia.

The project covers an area of 26.57 km<sup>2</sup> and consists of five Mining Leases, five Prospecting Licences and one Miscellaneous Licences. To date, more than 6,675 holes have been drilled with an accumulated drill depth of more than 210,000m.

The Company has committed to further exploration programs aimed at expanding its gold resource inventory presently defined near to and beneath the existing open pits within the project area. The Company priority focus is to define additional high resource located below the Wonder North open pit. The mineralised structure at the Wonder North is a significant structure that extends from the base of the open pit to at least 350 metres. Diamond and RcC drilling has returned high grade results over 25 metre widths grading up to 5 g/t. Mineralisation remains open at depth and further drilling is underway to build on the high grade underground resource.

The project hosts a JORC 2012 compliant mineral Resources estimated to contain 8.2 million tonnes averaging 2.2 g/t Au for a total of 580,000 ounces of gold across five deposits. Refer to table 1.

Figure 3. Bundarra Project Location Plan



**Bundarra Gold Project**  
**2018 Mineral Resource Estimate (0.5 g/t Au Cut-off)**

Bundarra Project Mineral Resources, April 2018					
Deposit	Category	Volume '000 m <sup>3</sup>	Tonnes '000 t	Au g/t	Au '000 Oz
Celtic North	Indicated	70	200	2.4	20
	Inferred	390	1,060	2.0	70
	<b>Total</b>	<b>460</b>	<b>1,250</b>	<b>2.1</b>	<b>80</b>
Celtic South	Indicated	40	80	2.1	10
	Inferred	50	110	1.4	10
	<b>Total</b>	<b>80</b>	<b>190</b>	<b>1.7</b>	<b>10</b>
Wonder West	Measured	20	40	3.0	0
	Indicated	210	500	2.1	30
	Inferred	110	290	1.7	20
	<b>Total</b>	<b>340</b>	<b>830</b>	<b>2.0</b>	<b>50</b>
Wonder North	Measured	140	330	2.2	20
	Indicated	860	2,260	2.1	160
	Inferred	930	2,480	2.7	210
	<b>Total</b>	<b>1,930</b>	<b>5,060</b>	<b>2.4</b>	<b>390</b>
Blue Bush	Indicated	100	240	1.7	10
	Inferred	240	630	1.5	30
	<b>Total</b>	<b>340</b>	<b>870</b>	<b>1.5</b>	<b>40</b>
<b>Total Measured and Indicated:</b>		<b>1,430</b>	<b>3,650</b>	<b>2.1</b>	<b>250</b>
<b>Total Inferred:</b>		<b>1,720</b>	<b>4,580</b>	<b>2.2</b>	<b>330</b>
<b>Total:</b>		<b>3,150</b>	<b>8,200</b>	<b>2.2</b>	<b>580</b>

Notes:

1. Mineral Resources are based on JORC Code 2012 definitions.
2. A cut-off grade of 0.5 g/t gold has been applied.
3. Rows and columns may not add up exactly due to rounding.

The information in this report that relates to Mineral Resources is based on information compiled by Messrs Steve Rose & Dmitry Pertel whom are Fellows of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Rose & Pertel are full-time employees of CSA Global Pty Ltd and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they have undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Mr Rose & Dmitry consents to the inclusion of such information in this report in the form and context in which it appears.

The information in this report that relates to Exploration Results is based on information compiled by Mr Mark Gunther who is a member of The Australasian Institute of Geoscientists. Mr Gunther is a Principal Consultant with Eureka Geological Services. Mr Gunther has sufficient experience, which is relevant to the style of mineralization and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Gunther consents to the inclusion in the report of the matters based on information provided in the form and context in which it appears.

### Qualifying Statement

This announcement contains statements that use speculative words such as "potential", "encouraging", "prospective", "projected" and "target zones". Such statements are based on the current expectations and certain assumptions of Bligh Resources management & consultants, and are, therefore, subject to certain risks and uncertainties. While Bligh is confident of their interpretations there is no guarantee that high-grade gold mineralisation results will be returned.

## Appendix 5B

# Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

### Name of entity

Bligh Resources Limited

### ABN

83 130 964 162

### Quarter ended ("current quarter")

30 Sept 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (..3....months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(90)	(90)
(b) development	-	-
(c) production	-	-
(d) staff costs	-	-
(e) administration and corporate costs	(69)	(69)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(159)</b>	<b>(159)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	-
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

## Mining exploration entity and oil and gas exploration entity quarterly report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (..3....months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	-	-

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	-	-
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	-	-

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	222	222
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(159)	(159)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>63</b>	<b>63</b>

<b>5. Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1 Bank balances	63	222
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>63</b>	<b>222</b>

<b>6. Payments to directors of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1 Aggregate amount of payments to these parties included in item 1.2	41
6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2	

Salary and fee payments made to directors for the quarter.

<b>7. Payments to related entities of the entity and their associates</b>	<b>Current quarter \$A'000</b>
7.1 Aggregate amount of payments to these parties included in item 1.2	17
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

Equipment hire and shared services at normal commercial rates.



## Mining exploration entity and oil and gas exploration entity quarterly report

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
8.1 Loan facilities	1,000	1,000
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

Funding for resource drilling and working capital through loan agreement with major shareholder Zeta Resources Limited.

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Exploration and evaluation	500
9.2 Development	-
9.3 Production	-
9.4 Staff costs	42
9.5 Administration and corporate costs	78
9.6 Other (provide details if material)	-
<b>9.7 Total estimated cash outflows</b>	<b>620</b>

<b>10. Changes in tenements (items 2.1(b) and 2.2(b) above)</b>	<b>Tenement reference and location</b>	<b>Nature of interest</b>	<b>Interest at beginning of quarter</b>	<b>Interest at end of quarter</b>
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	L37/201 L37/210	Please refer to the Quarterly Activities Report – 30 June 2018. No changes to interests.	100% 100%	0% 0%
10.2 Interests in mining tenements and petroleum tenements acquired or increased	-	Please refer to the Quarterly Activities Report – 30 June 2018	-	-

