

March 14th, 2018

LUSHOTO EXPLORATION UPDATE

Highlights

- 52 Auger holes have now been planned for the Magamba Deposit. Drilling will commence at the end of the rainy season and when the tenements have been formally granted (scheduled for April 2018 weather permitting).
- High grade mineralisation has already been confirmed on Magamba with excellent levels of available alumina (54% average using a 40% cut-off) and very low levels of reactive silica (less than 1% average) and other deleterious elements including iron, silica, titanium
- 9 Test pits have also been excavated in 5 new deposits previously identified (see Diagram below) with channel samples collected from each of the pits. The samples have been submitted for analysis.
- With the large area covered by the tenements and Lindian's commitment to local relationships, the Company has undertaken a number of community meetings with relevant village representatives and ward authorities. Lindian has received positive feedback from the meetings to date.

Lindian Resources Limited (ASX: LIN) ("Lindian" or the "Company") is pleased to announce that the exploration campaign for 2018 is now well underway. The exploration activities have included excavation of pits and channel sampling in the newly identified deposits. A drilling program is scheduled to commence in April 2018.

Level 5 216
St Georges Terrace
Perth WA 6000
Australia

PO Box 7581
Cloisters Square PO
WA6850

T. +61 8 9486 7799
E. contact@lindianresources.com.au

Directors
Matt Bull
Steve Formica
Asimwe Kabunga

Company Secretary
Suraj Sanghani



ASX Code : LIN.AX

Enquiries regarding this
announcement can be
directed to :

Suraj Sanghani
T. +61 8 9486 7799



Pitting

Following the expansion of the Lindian exploration ground and mapping of 9 bauxite deposits a pitting program was initiated in early 2018. A total of 8 pits have been completed to date. The excavation of the pits aimed at studying the distribution of grade through the profile of the deposit. Each pit has been channel sampled with the samples submitted for analysis. Below is the map showing the position of the pits with respect to the bauxite deposits.

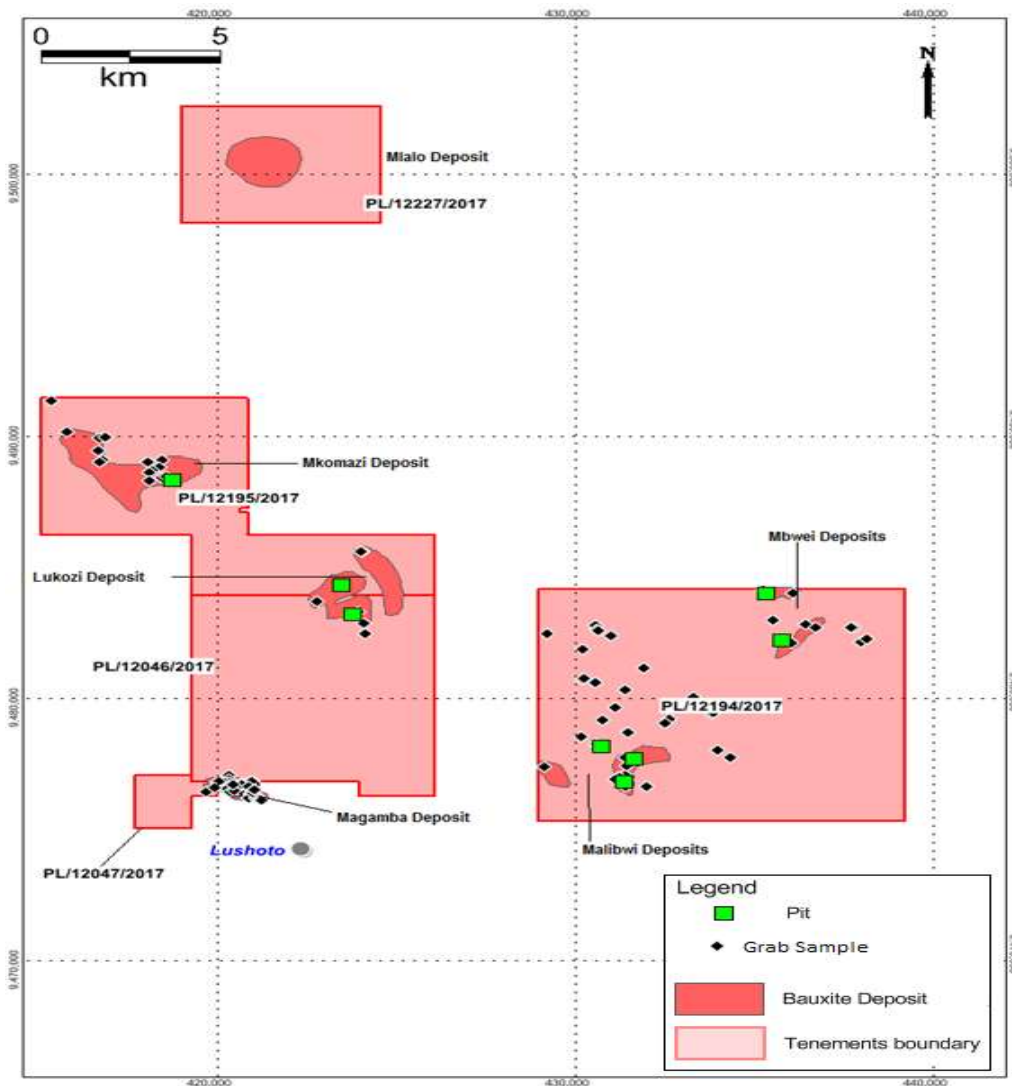


Figure 1. Map showing bauxite deposits and the excavated pits.

Auger Drilling program at Magamba

A total of 52 auger holes have been planned to cross cut the Magamba deposit. The holes have been planned at a grid of 200m by 80m. The auguring program is scheduled to commence in April 2018 at the end of the rainy season and in conjunction with the formal granting of the relevant tenements. Figure 2 below is a map showing the spatial distribution of the planned auger holes.

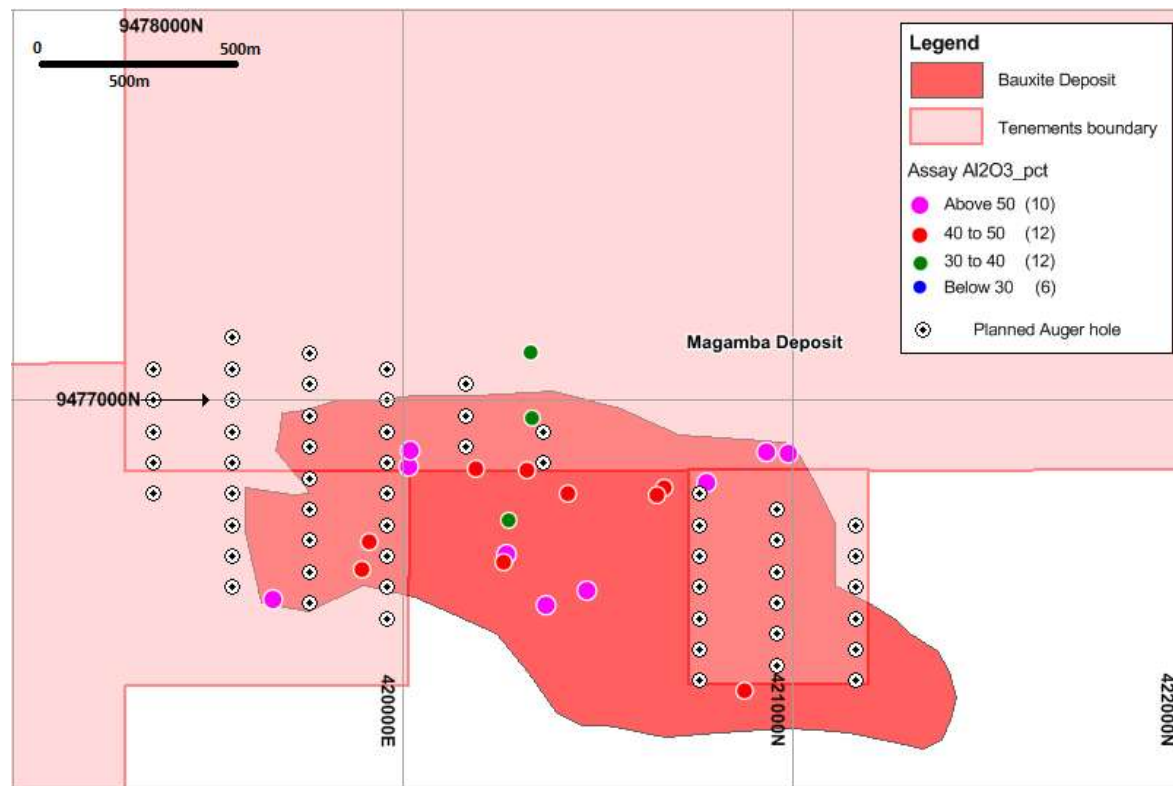


Figure 2. Map showing auguring program at Magamba deposit. Note: Lindian is in the process of finalising negotiations to acquire the additional tenements that comprise the total mineralised deposit area and looks forward to updating shareholders shortly. The Auger program could be extended to cover this area.

Lindian Chairman, Asimwe Kabunga, commented: “We are genuinely excited by the progress and results to date at Lushoto. The Company understands that there is a long way to go but hopefully the next set of assays and results will further confirm the outstanding results achieved to date. From the Company’s perspective, we think it is important to note that the nature of these cluster style bauxite deposits is not unique and they have formed the basis of many existing Bauxite operations around the world. Lindian is looking forward to updating shareholders as activity and results progress through the coming quarter”



Lushoto Bauxite Project Overview

The Lushoto Bauxite deposit was formed by deep weathering of metamorphic rocks of the Mozambique Belt that are exposed in Eastern Tanzania. The mineralisation is situated on plateaus within the Usambara Mountains that have been preserved from a time when mineralisation was more extensive in the area. Assay results to date show excellent levels of available alumina and very low levels reactive silica and other deleterious elements including Iron, Silica, Titanium. The presence of the Lushoto bauxite deposits were the subject of a University of Dar es Salaam report in 2003 which confirmed bauxite mineralisation of between 40-60% Al₂O₃ based on historical drilling data and surface geological mapping. The results of the recent sampling program undertaken were in line with the conclusions of the 2003 report and will greatly assist Lindian in obtaining a maiden JORC resource scheduled for Q2 2018.

For further information, please contact:

Matt Bull
Director

Email: matt@lindianresources.com.au
www.lindianresources.com.au

Competent Person Statement The information on the page that relates to Exploration Results is based on information compiled or reviewed by Mr Matt Bull, who is a director of Lindian Resources Limited. Mr Bull is a member of the Australian Institute of Geoscientists and has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Bull consents to the inclusion in this report of the matters based on information in the form and context in which it appears.