

March 1, 2016

ASX Release

Kidman Resources Limited
ABN 88 143 526 096

Kidman signs binding agreement to acquire ~1Moz Mt Holland gold field in WA

Corporate Details:

ASX Code: KDR

Issued capital:

142.3M ordinary shares

Substantial Shareholders:

Capri 22.7m (15.97%)

Holdex Nominees 11.3m (7.94%)

Directors:

Non-Executive Chairman:

Peter Lester

Managing Director:

Martin Donohue

Non-Executive Director:

Brad Evans

Chief Operating Officer (COO):

Tony Davis

Chief Financial Officer (CFO):

Melanie Leydin

Company Secretary:

Justin Mouchacca

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Kidman Resources (ASX: KDR) is pleased to announce that it has executed a binding Share Sale Agreement for the acquisition of the ~1 million-ounce Mt Holland goldfield in WA.

This binding agreement is the next step in the process to acquire Mt Holland, following the previously-announced Non-Binding Heads of Agreement (see ASX release dated December 18, 2015) and clears the way for Kidman to unlock the value of this project for its shareholders.

Kidman has also appointed an Independent Expert to undertake a report on the transaction, which will be subject to Kidman shareholder approval. Kidman will provide an updated timetable in respect to the completion of the Independent Expert's report and the shareholder meeting in the near future.

Under the terms of the binding Share Sale Agreement, Kidman will initially pay \$2 million in cash upon shareholder approval and an additional \$1.5 million in either cash or Kidman stock (at Kidman's election) once certain conditions are met in relation to forfeiture claims that were lodged over some tenements prior to Kidman entering into the HOA.

The acquisition of the Mt Holland goldfield is consistent with Kidman's strategy to become a substantial Australian gold producer by acquiring projects with immediate or near term cashflow potential and strong potential for resource growth.

Mt Holland meets Kidman's acquisition criteria perfectly with an existing ~1 million-ounce Mineral Resource, significant scope to increase this inventory and access to existing infrastructure in the WA goldfields.

For further technical information on the Mt Holland project, please refer to Kidman's ASX release dated 18th December 2015.

Kidman Background

Kidman is a diversified resource company currently in production at the Burbanks Gold Mine near Coolgardie in WA, production commenced in the September quarter of 2015.

Kidman has also entered into a Binding Agreement to acquire the 1moz Mt Holland gold field near Southern Cross in WA. The company intends to upgrade the existing gold resource at Mt Holland with a budgeted 10,000m drilling program, followed by an update to the feasibility study with a view to commencing plant construction in 2017.

Kidman also owns advanced exploration projects in the Northern Territory (Home of Bullion – Cu, Au, Pb, Zn, Ag/Prospect D - Ni, Cu) and New South Wales.

In New South Wales the company has the Crawl Creek Project which is host to numerous projects such as Murrays (Au) Blind Calf (Cu, Au) and Three Peaks (Cu, Pb, Ag).

The company also owns the Brown's Reef project in the southern part of the Cobar Basin (Zn, Pb, Ag, and Cu)

For further information on the Company's portfolio of projects please refer to the website at:

www.kidmanresources.com.au

Media:

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