

ASX ANNOUNCEMENT / MEDIA RELEASE

20 August 2018

ASX: PRX

Capstan Prospect Diamond Drilling Underway

HIGHLIGHTS

- Diamond drilling is underway at the Capstan Prospect
- Two 500m holes testing 4.5km long, 750m wide trend of gold anomalism

Prodigy Gold NL ('Prodigy Gold') is pleased to announce that diamond drilling has commenced at the Capstan Prospect within the Company's 100% owned Bluebush Gold Project.

Prodigy Gold Managing Director Matt Briggs said: *"There are few, if any, other companies in Australia with a greenfields project of this calibre or scale as we see at Capstan. We have defined gold anomalism across 8km¹ with multiple trends up to 4.5km long and 750m wide². The aircore drilling has exceeded our expectations including anomalous intersections 21m wide², and end of hole results of 4g/t Au³.*

The next phase of exploration is now underway. Diamond drilling will assist in understanding the geological architecture of the Capstan Prospect prior to the commencement of RC drilling."



Figure 1. Diamond drill rig at the Capstan Prospect commencing bedrock drilling

¹ ASX Announcement 21 November 2017

² ASX Announcement 9 July 2018

³ ASX Announcement 2 August 2018

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Large scale gold anomalism was first recognised at the Capstan Project in aircore drilling during November last year (ASX Announcement 21 November 2017). The Prodigy Gold team has worked aggressively to complete two subsequent phases of infill aircore drilling and define multiple gold trends of up to 4.5km long and 750m wide (ASX Announcement 9 July 2018). The success of the recent aircore programs has given the Company the confidence to bring forward diamond drilling into the largest trend at Capstan. Two diamond drillholes of up to 500m each are planned to be drilled two kilometres apart and will provide high quality structural information to guide future RC drilling. The Company will receive funding from the Northern Territory Government as part of the Resourcing the Territory initiative.

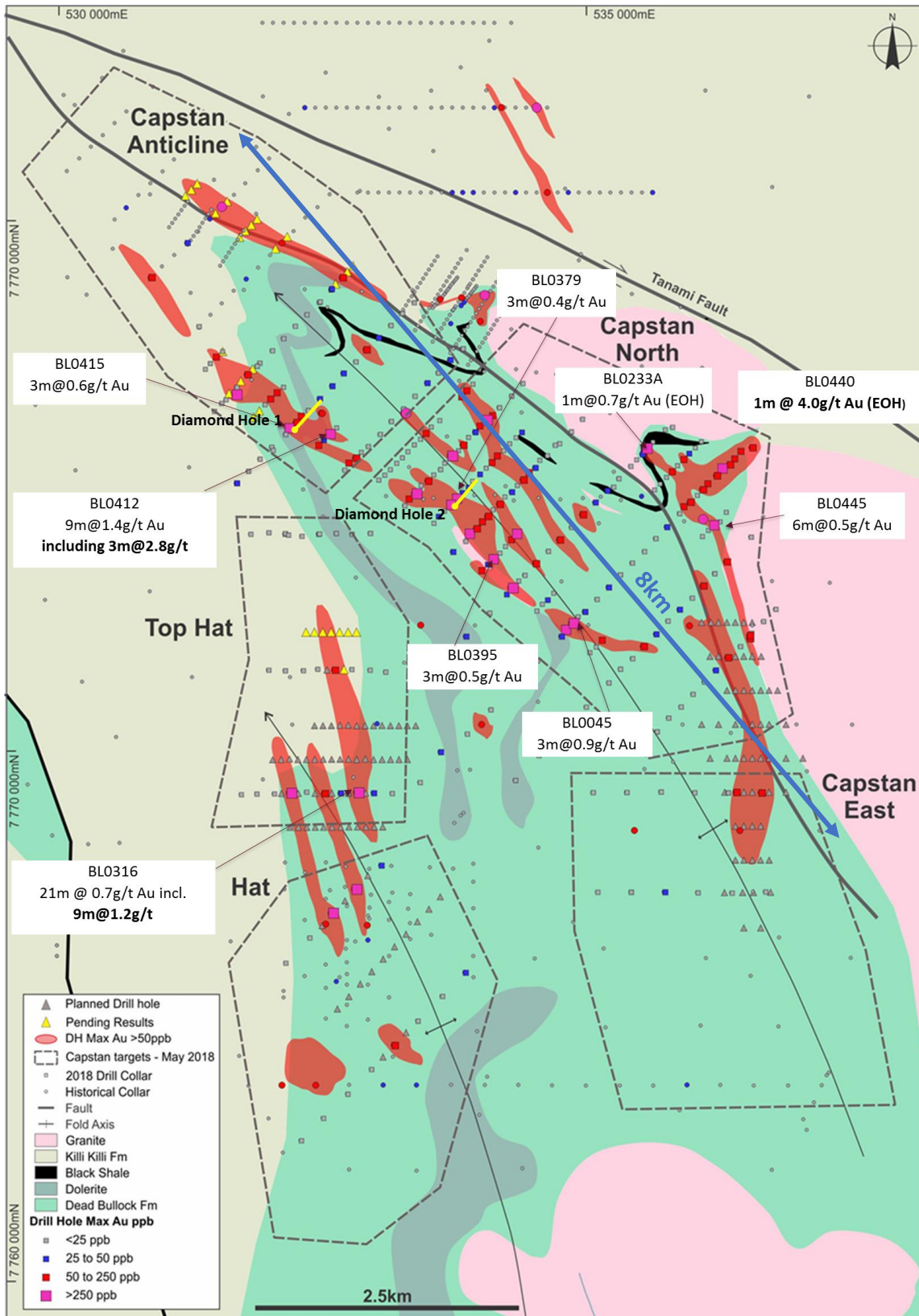


Figure 2. NTGS co-funded diamond drilling collars (positions in yellow)

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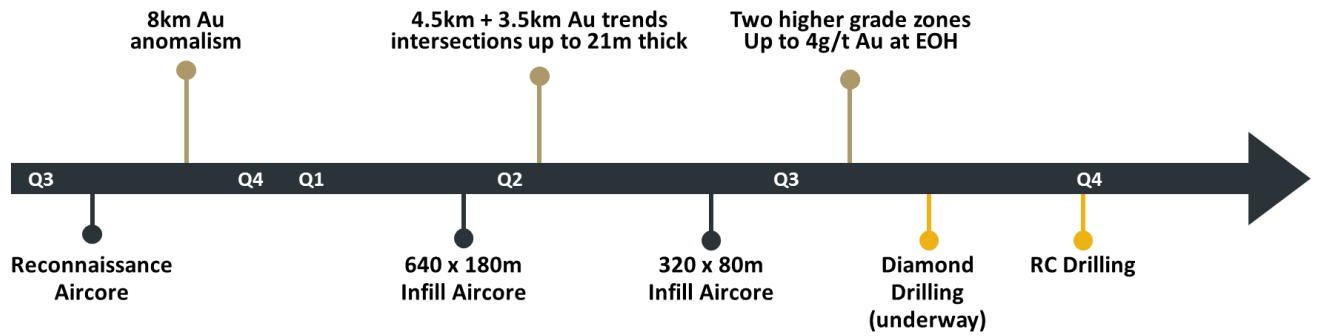


Figure 3. Rapid advancement of the Capstan Prospect

Matt Briggs
Managing Director

About Prodigy Gold

Prodigy Gold has a unique greenfields and brownfields exploration portfolio in the proven multi-million ounce Tanami Gold district. The Company is aggressively implementing its exploration strategy including:

- drilling targets at the Bluebush Project, including the Capstan 8km long bedrock gold anomaly
- drilling of extensions to the shallow gold Resources at Suplejack
- systematic evaluation of high potential early stage targets
- joint ventures to expedite discovery on other targets

Relevant Announcements

02/08/2018	Capstan Infill Aircore - 3m at 2.8g/t Au & 1m at 4.0g/t Au
09/07/2018	Final Capstan aircore results further extend gold anomalies
12/06/2018	New bedrock gold target identified in Capstan aircore holes
05/06/2018	Capstan aircore results confirm large scale gold anomalism
26/03/2018	Capstan Drilling Program Commenced
14/12/2017	Bluebush Reconnaissance Drilling Aircore Results
21/11/2017	Capstan Aircore Program Confirms Large Scale Gold Anomalism

Competent Person's Statement

The information in this announcement relating to exploration targets and exploration results are based on information reviewed and checked by Mr Matt Briggs who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Briggs is a full time employee of Prodigy Gold NL and has sufficient experience which is relevant to the style of mineralisation 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 Exploration Results, Mineral Resources and Ore Reserves". Mr Briggs consents to the inclusion in the documents of the matters based on this information in the form and context in which it appears.

Forward Looking Statements

This announcement may contain certain "forward-looking statements" which may not have been based solely on historical facts, but rather may be based on the Company's current expectations about future events and results. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have reasonable basis. However, forward looking statements are subjected to risks, uncertainties, assumptions and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward looking statements. Readers should not place undue reliance on forward looking information. The Company does not undertake any obligation to release publicly any revisions to any "forward-looking statements" to reflect events or circumstances after the date of this announcement, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.

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