

Commencement of Zuleika Project Farm-in Joint Venture

Torian Resources Limited (**Torian** or the **Company**) is pleased to advise that Dampier Gold Limited (ASX:DAU) has elected to proceed to commence earning a farm-in interest on the Company's Zuleika Project on varied terms. The deal will ensure further significant cost saving measures to Torian whilst allowing the Company to participate in future exploration upside in the prolific Kalgoorlie Goldfields.

Non-Executive Chairman, Louie Simens, said: *"I am delighted that Dampier has satisfactorily completed its due diligence on the Zuleika Project and elected to proceed with the joint ventures at Credo Well and now at Zuleika. Dampier has just completed a 12-hole RC programme at Credo Well (ASX announcement 15 April 2020), and will now look to embark on a similar programme at Zuleika which present significant upside potential for Torian. We look forward to steady news flow from these projects and continuing to build on our great relationship with Dampier."*

Following a strategic review, the Company has been implementing major cash saving measures where possible. Significantly, these joint ventures in particular, will reduce the Company's annual tenement holding commitments whilst allowing it to ride the exploration upside on discovery in the prolific Kalgoorlie Goldfields. The Company agreed that Dampier will no longer provide a loan facility to Torian, ensuring Dampier can focus all its cash on exploration expenditure at the Zuleika project for the maximum upside in discovery potential to Torian's shareholders. Torian's Zuleika project lies north and partly along strike of several major gold deposits including Northern Star's (ASX: NST) 7.0Moz East Kundana Joint Venture and Evolution's (ASX: EVN) 1.8Moz Frogs Legs and White Foil deposits.

Additionally, this deal allows the Company to direct even more of its cash into the ground and test the walk-up targets identified at its primary focus. Namely, the Mt Stirling Gold Camp. With a large portion of background work having already commenced, we look forward to updating the market once the geological review is completed as announced on 15 April 2020.

The Mt Stirling Gold Camp sits adjacent to Red 5's tenure, which hosts the King of the Hills (KoTH) mine (Figure 1). Further field work at the Mt Stirling Gold Camp will be undertaken in the near term. The Company's aim is to systematically uncover the best prospects to provide a pipeline of drill targets at the Mt Stirling Gold Camp for the best opportunity for a Gwalia type discovery. A great deal of focus will be placed on the historical Diorite King and Queen mines within the Mt Stirling Gold Camp.

The Company is also in the process of tendering drill contracts. Over the course of the programme, a concerted effort will be made to keep our cost per discovery ounce as low as possible whilst adding tonnes.

We have simplified our focus with our priorities being clearly set on the Mt Stirling Gold Camp in the prolific Leonora Goldfields in addition to the joint ventured Zuleika and Credo Projects, located

Directors

in the prolific Kalgoorlie goldfields. These projects give the Company a clear motivation on three opportunities for a major re-rating, in the immediate, medium and over the long term. The Company is in a great position with positive newsflow forthcoming.”

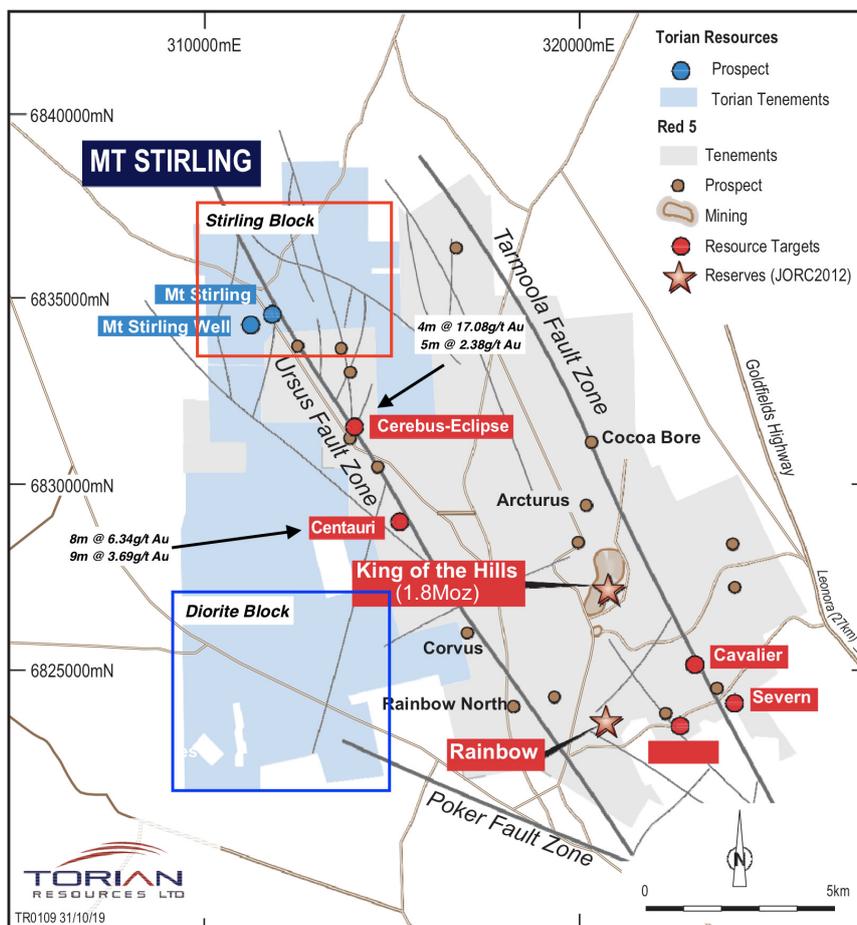


Figure 1. The land position will be divided into two blocks, 1) Stirling Block, and 2) Diorite Block.

Under the terms of the original agreement dated 4 October 2019, Dampier could acquire up to a 75% interest in the Zuleika Project by expenditure of \$4 million over a staged four-year period. The Company and Dampier have mutually agreed to vary certain terms of the Agreement as set out below:

Key Terms of the Varied Agreement

- Dampier can acquire up to a **75% interest in the Zuleika Project** by expenditure of **\$1 million over a 4-year period** in the following stages:
 - An initial 30% interest in the Zuleika Project by incurring expenditure of \$250,000 no later than 15 months from commencement;
 - A further additional 15% interest in the Zuleika Project by incurring additional expenditure of \$250,000 no later than 12 months following the initial stage farm-in;
 - A further additional 15% interest in the Zuleika Project by incurring additional expenditure of \$250,000 no later than 12 months following the second stage farm-in;
 - A final additional 15% interest in the Zuleika Project by incurring additional expenditure of \$250,000 no later than 12 months following the third stage farm-in;

- Dampier to no longer provide a \$500,000 loan facility to Torian;
- Torian no longer has a claw-back right to buyback 25% of the equity from Dampier; and
- All other material terms of the Agreement remain unchanged.

-Ends-

This announcement has been authorised for release by the Board.

Louie Simens

Non-Executive Chairman

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About Torian:

Torian Resources Ltd (ASX:TNR) is a gold exploration and development company with an extensive and strategic land-holding comprising eight projects and over 400km² of tenure in the Goldfields Region of Western Australia.

Torian's flagship project, Zuleika, is located along the world-class Zuleika Shear. The Zuleika Shear is the fourth largest gold producing region in Australia and consistently produces some of the country's highest grade and lowest cost gold mines. Torian's Zuleika project lies north and partly along strike of several major gold deposits including Northern Star's (ASX: NST) 7.0Moz East Kundana Joint Venture and Evolutions (ASX: EVN) 1.8Moz Frogs Legs and White Foil deposits.

Torian's other projects include the strategically located Mt Stirling and Malcolm Projects in the Leonora region (near Red 5's King of the Hills Project), where it recently completed updated Mineral Resource Estimates and preliminary scoping studies, and a suite of other projects in the Kalgoorlie region including Credo Well, Gibraltar and Mount Monger.