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Quarterly Activities Report
September 2020

Kurnalpi Project (100% KGM)

The Kurnalpi project is located approximately 85km north-east of Kalgoorlie with easy road access. It has been subject to extensive historic small scale gold mining and a number of companies have completed extensive work on this project previously. A series of small to moderate size mineral resources have been defined in the project area and KalNorth is focusing on exploration to define additional resources to increase the potential for development.

During the Quarter, the Company continued reviewing exploration potential and targets which were identified from previous works and further drilling programmes will be planned accordingly. Other than desktop studies, no substantive exploration activities were undertaken at the Kurnalpi Project during the Quarter.

Lindsays Project (100% KGM)

During the Quarter, the Company continued to hold the Lindsays project under care and maintenance and in compliance with environmental regulations which will allow any future mining activity to resume immediately.

The Company continued its strategic review of the project and continues to engage with several interested parties to redevelop or divest the project.

Exploration Expenditure

Cash outflows on exploration and evaluation activity in the September 2020 quarter amounted to approximately $128k (approximately $15k in the previous quarter) reflecting the settlement of outstanding liabilities from the previous quarter.

Related party payments

During the quarter ended 30 September 2020, a total of $20,795 was paid to related parties of the Company with respect to Directors fees including superannuation.

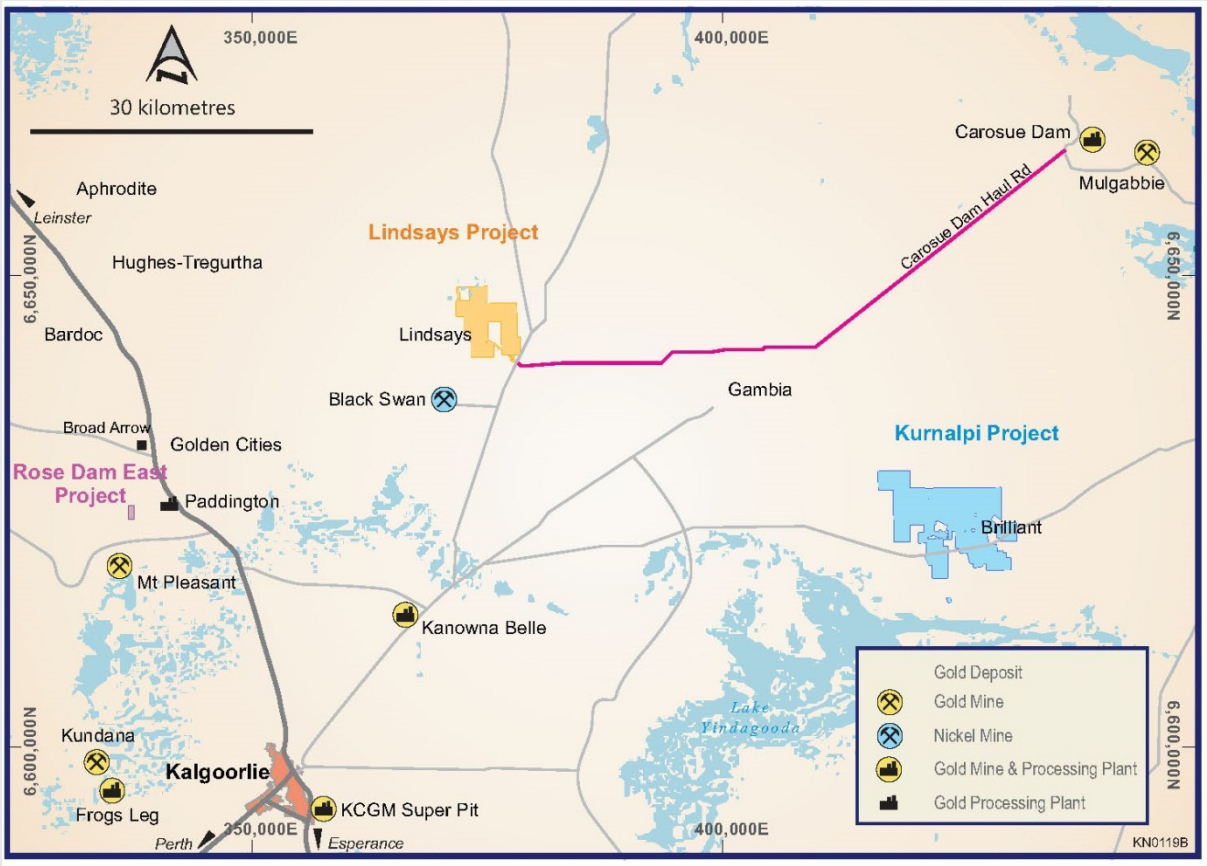
Authorised for release by Jiajun (Jerry) Hu, Executive Chairman under delegated authority from the Board of Directors

For further information please contact

Jiajun (Jerry) Hu
Executive Chairman and Company Secretary
Email: info@kalnorthgoldmines.com

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Location map of KalNorth projects showing roads and local processing plants

About KalNorth Gold Mines Limited

KalNorth Gold Mines Limited (ASX Code: KGM) is a gold exploration company based in Kalgoorlie, Western Australia (WA). The Company's core suite of tenements, all 100% owned, are located some 50 to 80km north-east of the world renowned gold mining town of Kalgoorlie, WA. There are currently two main gold projects each with resources within the KGM holding: Kurnalpi and Lindsays (collectively the KalNorth Field).

Competent Person Statement-Exploration Results and Mineral Resources

The information in this report that relates to exploration results is based on, and fairly represents information and supporting documentation prepared by Mr Lijun Yang, a Competent Person who is a member of Australian Institute of Geoscientists. Mr Yang is a consultant to the Company. Mr Yang has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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 Yang consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

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Tenement Holdings and Movements

Mining Tenements and Beneficial Interest Held as at the end of the September 2020 Quarter

Tenement	Holder	Status	Project	Interest %
E28/2256	Shannon Resources Pty Ltd	Live	Kurnalpi	100
E28/2541	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0007	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0066	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0072	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0076	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0084	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0089	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0090	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0092	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0113	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0374	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0375	Shannon Resources Pty Ltd	Live	Kurnalpi	100
P28/1350	KalNorth Gold Mines Ltd	Live	Kurnalpi	100
P28/1351	KalNorth Gold Mines Ltd	Live	Kurnalpi	100
P28/1352	KalNorth Gold Mines Ltd	Live	Kurnalpi	100
P28/1353	KalNorth Gold Mines Ltd	Live	Kurnalpi	100
P28/1354	KalNorth Gold Mines Ltd	Live	Kurnalpi	100
M28/0377	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0379	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0380	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0381	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0382	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0383	Shannon Resources Pty Ltd	Live	Kurnalpi	100
M28/0384	Shannon Resources Pty Ltd	Live	Kurnalpi	100
L27/0082	KalNorth Gold Mines Ltd	Live	Lindsays Find	100
L27/0084	KalNorth Gold Mines Ltd	Live	Lindsays Find	100
P27/2406	KalNorth Gold Mines Limited	Live	Lindsays Find	100
M27/0034	KalNorth Gold Mines Ltd	Live	Lindsays Find	100
M27/0169	KalNorth Gold Mines Ltd	Live	Lindsays Find	100
M27/0486	KalNorth Gold Mines Ltd	Live	Lindsays Find	100
P28/1335	KalNorth Gold Mines Ltd	Live	Kurnalpi	100
E27/0524	Ardea Resources Limited	Live	Binti Binti	100% Au rights

Shannon Resources Pty Ltd and Lusitan Prospecting Pty Ltd are wholly owned subsidiaries of the Company.

Tenements Pegged / Acquired during the September 2020 Quarter

Nil.

Tenements Relinquished / Disposed during the September 2020 Quarter

Tenement	Holder	Status	Project	Interest %
P28/1282	Shannon Resources Pty Ltd	dead	Kurnalpi	0

None of the mineral interests listed above are the subject of any farm-in / farm-out or joint venture arrangements.

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