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30 OCTOBER 2020

# SEPTEMBER 2020
# QUARTERLY ACTIVITIES REPORT

Dampier Gold Limited (**Dampier, DAU or Company**) (ASX:DAU) is pleased to report on activity for the 3 month period ended 30 September 2020, together with key subsequent events. It has been another highly productive and rewarding quarter, during which the Company has added significant shareholder value, aggressively advancing its exploration on the Credo Well Gold Project (**Credo**), the Zuleika Shear Paradigm East Project (**Paradigm East**), the Browns Dam Project **(Browns Dam),** the Goongarrie Gold Project (**Goongarrie),** the Menzies Gold Project (**Menzies)** and the Company's litigation against Vango Mining Limited (**Vango**). Gold assay results from recent drilling campaigns have been exceptional at several project areas, in particular at Paradigm East as described herein.

*APPOINTMENT OF Ms ANNIE GUO AS MANAGING DIRECTOR*

*On 9 October 2020, the Company appointed Ms Annie (Hui) Guo as Managing Director to drive Dampier's growth through exploration and development. Ms Guo is highly qualified and experienced with more than 20 years in the mining and resources sector in the area of project evaluation, project finance, acquisition and mergers with a primary focus on gold. The Board welcomes Ms Guo to this role and looks forward to working with her and her vision in growing the Company.*

## ISSUED CAPITAL

Ordinary shares: 284,960,540
Market Capitalisation: ~$20M
Cash: $1.4M

## DIRECTORS

**Mr Malcolm Carson**
Executive Chairman
**Ms Annie Guo**
Managing Director
**Mr Peiqi Zhang**
Non-Executive Director

## CONTACT

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**Highlights for the quarter were:**

- **Commenced and completed Phase 1 (RC) and follow-up Phase 2 (AC) drilling on the Zuleika Shear Paradigm East Project with spectacular results including 24m @ 6.39g/t Au, including 4m @ 34.74 g/t Au.**
- **Discovery of a new gold zone at Browns Dam with over 2km strike.**
- **Follow-up soil program on the Credo Gold Project confirmed the presence of anomalous gold in the predicted high-grade corridor between Credo Well North and Credo Well.**
- **Completed auger drilling on the Goongarrie Gold Project, which confirmed anomalous gold and nickel values.**
- **Completed an auger drilling program on the Menzies Gold Project, assay results are pending.**
- **Continued to pursue Vango Mining Limited (ASX:VAN) for substantial damages, costs and an order requiring the transfer of Dampier's beneficial interest already earned in the K2 Gold Project.**

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## Location Dampier projects

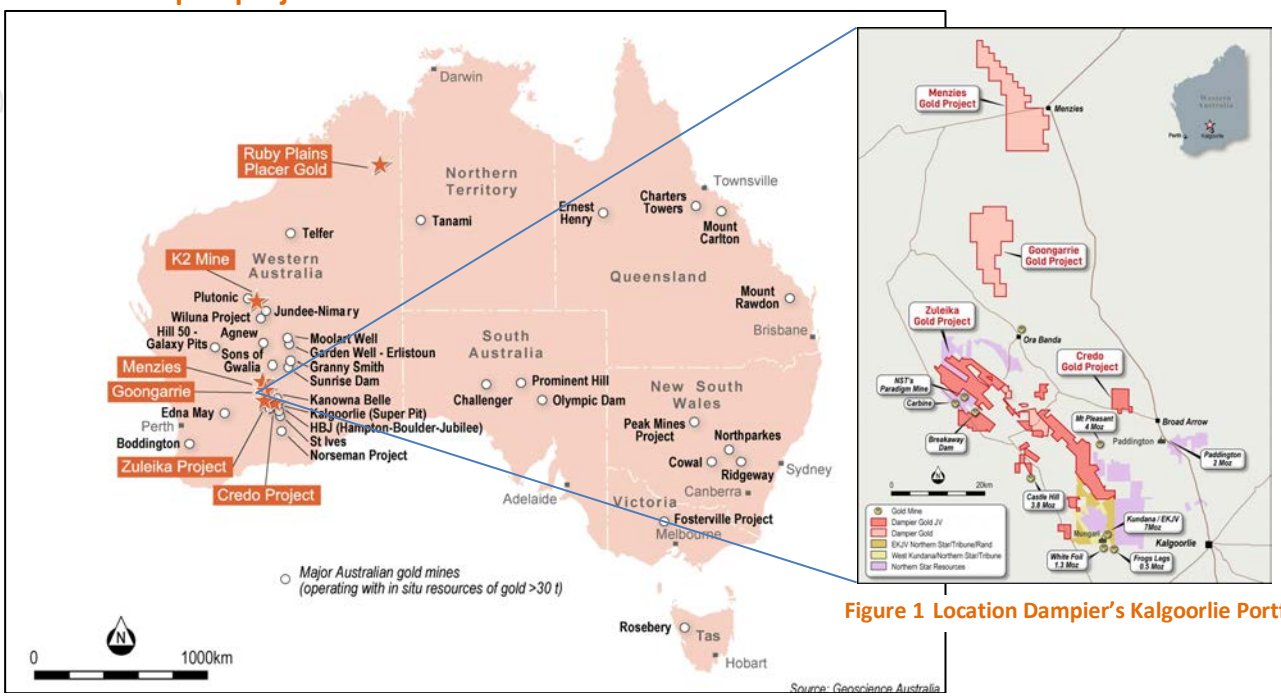



Figure 1 Location Dampier's Kalgoorlie Portfolio

## Completed Phase 1 and Phase 2 drilling at Paradigm East on the Zuleika Shear

On 28 October, Dampier announced the results from its Phase 2 drilling at Paradigm East, which forms part of the Zuleika Gold Joint Venture with Torian Resources Limited (Zuleika Gold Project). The Phase 2 follow-up aircore drilling program was completed at the end of September and comprised 21 holes for a total 1,055m of drilling and generated spectacular results.

The Zuleika Gold Project sits within the gold rich Kundana/Ora Banda district of the Kalgoorlie Goldfield and consists of an extensive land holding (223sqkm, see Figure 1) along significant regional structures within highly prospective stratigraphy which has been the host to more than 20 million ounces of gold production over the last 30 years (still producing), with scope for more discoveries.

Exceptional intercepts within the composite sampling were (see Figure 1):

- √ **24m @ 6.4 g/t Au from 28m incl 4m @ 34.7 g/t Au from 32m in DPEAC0021**
- √ **8m @ 2.2 g/t Au from 48m incl 4m @ 3.3 g/t Au from 48m in DPEAC0004**[1]

Other intercepts **>100ppb Au (0.1ppm Au)** were also returned from holes DPEAC0010 and 11, **which confirm anomalous gold** and suggests the presence of further mineralisation yet to be discovered.

Further significant intercepts from the extension drilling included:

- 8m @ 0.36 g/t Au from 52m in DPEAC0008
- 6m @ 0.20 g/t Au from 44m in DPEAC0007
- 4m@ 0.71 g/t Au from 32m in DPEAC0017 and 4m @ 0.31 g/t Au from 40m

The confirmation of the mineralised zone is considered to be indicative of a significant mineralised system produce high grade gold zones. Figure 2 shows the location of Dampier's RC and AC drill holes and outlines three interpreted mineralised zones along 700m of strike, namely:

- Paleochannel gold within the transported overburden
- Broader supergene gold within the weathered zone
- Primary gold within steeply dipping shears

[1] *Refer: DAU ASX Ann. 28/10/2020*

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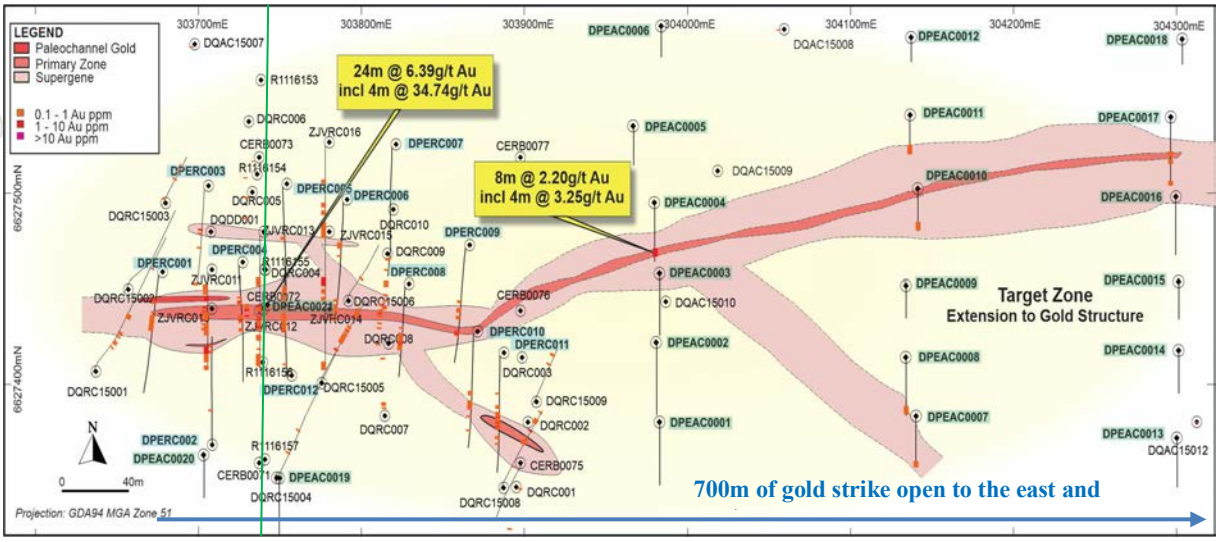



**Figure 2 Paradigm East Phase 1 (RC) and Phase 2 (AC) drilling results showing 3 interpreted mineralised zones**

A typical Kalgoorlie Goldfields weathered stratigraphic profile is shown in the long section presented in Figure 3.

This profile consists of transported soil, weathered fresh rock (clay) and fresh rock, together with an interpreted supergene (secondary) mineralised zone in an interpreted wine glass structural effect. Supergene gold is typically course grained and nuggety and overlies or is near-to the primary gold host rocks (neck of wine glass).

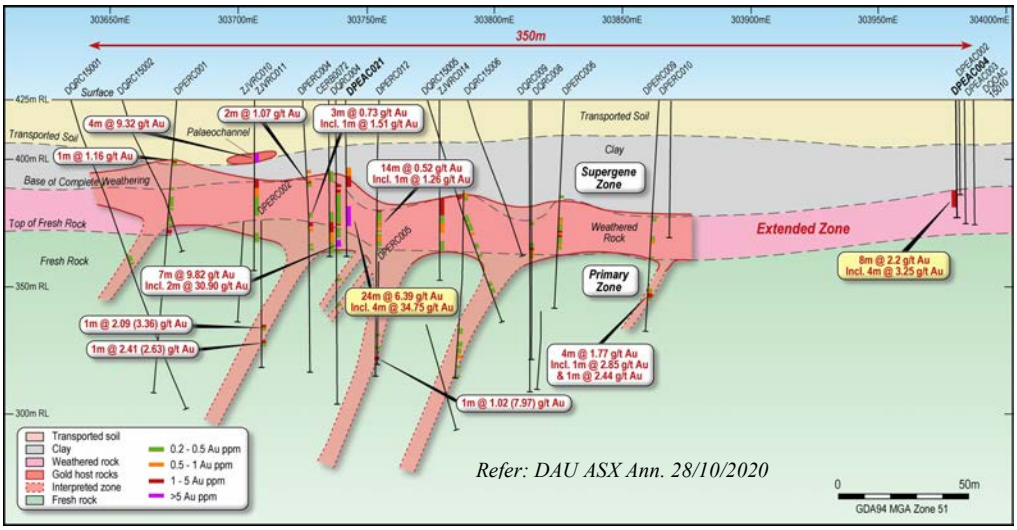



**Figure 3 Paradigm East long section (6627435mE) supergene mineralised zone in interpreted wine glass**

## Discovery of new gold zone at Browns Dam on Zuleika Shear over 2km of strike

On 15 October, Dampier announced the results from its Phase 1 Aircore drilling on the Zuleika Shear, Browns Dam Gold Prospect. Best intercepts within the 4m composite sampling were **5m of 3.1 g/t Au** from 38m Including **1m @ 6.60 g/t Au, repeat 7.01 g/t Au** from 42m and **1m @ 5.23 g/t Au** from 39m in DBDAC0026 and **2m of 0.85 g/t Au** and **4m of 0.68 g/t Au** from 51m, including **17m of 0.33 g/t** from 40m in DBDAC0027.

Numerous high-level gold anomalies of greater than **50ppb Au** were intersected within a 120m wide anomalous zone and 6 holes intersected anomalous gold above **100ppb**, over a broader 300m wide anomalous zone (see Figure 3).

The drilling was designed to test a zone of interpreted ultramafics along the Zuleika Shear, a major regional gold host. Historically there was only minor drilling within the area. Dampier's interpretation of the geophysics identified several complex structural zones and potential flexures along the main Zuleika trend, which drilling was designed to test.

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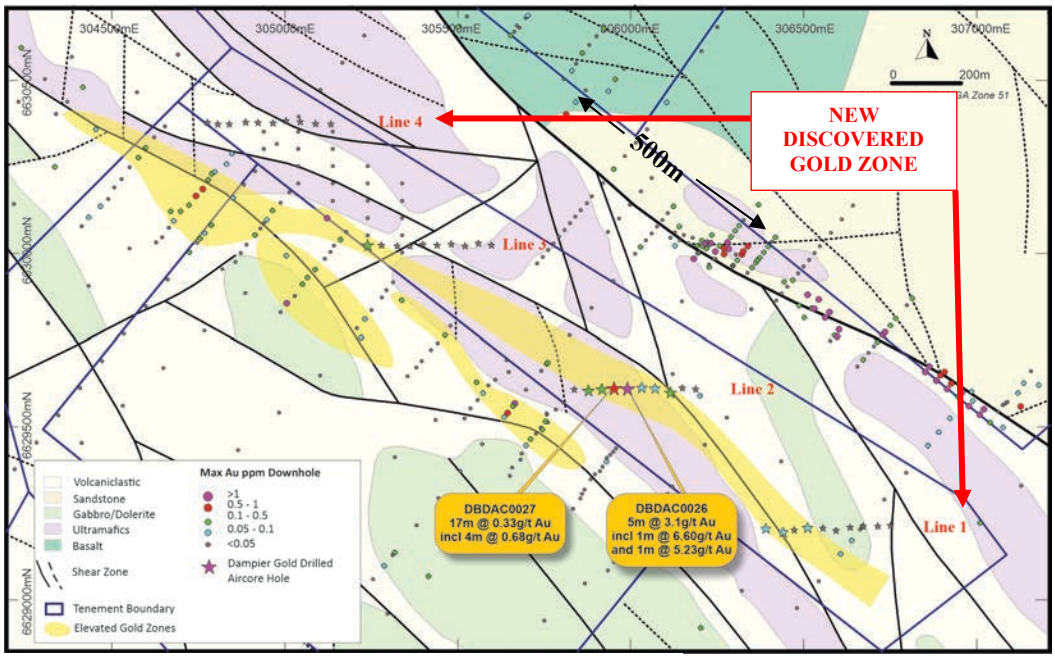



Figure 4 Browns Dam Aircore drilling results and new gold zone

## Credo Gold Project soils confirm anomalous gold zone in a "high grade gold corridor"

On 7 October Dampier announced the results of a soil sample orientation program with assays to an accuracy of 1 ppm, 0.001 ppb. The soil results confirmed the existence of an anomalous zone oriented north east – south west between Credo North West and Credo Well oriented north east – south west and parallel to the Credo mineralised systems and open **2.5km** to the south east. The anomalous structure is >200m wide cross cutting the high grade corridor and open to the south west. (see Figure 5)

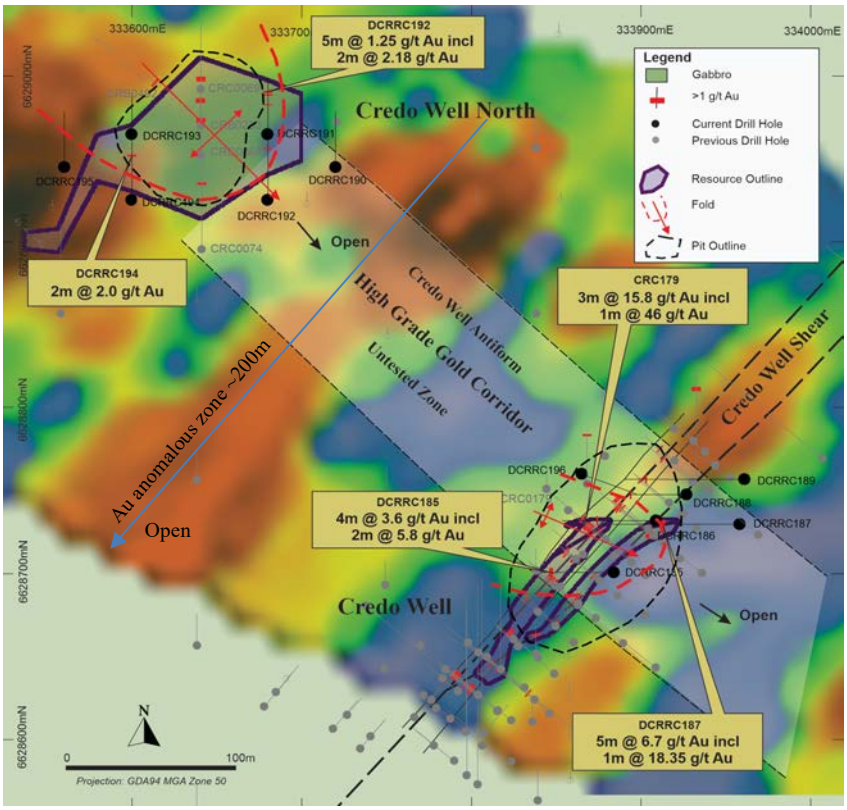



Figure 5 Soil anomalies super imposed on the high-grade corridor and pit outlines

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## High grade gold and nickel Values at Goongarrie Gold Project

On 12 October, Dampier announced the results from a Stage 2 auger drilling program which returned high nickel and gold values including 405 ppm for nickel and **90ppb, 16ppb, 15ppb, 11ppb, 10ppb** for gold, interpreting a background gold reading of 4ppb.

The auger soil results have identified several gold anomalies some of which overlie magnetic responses which coincide with the underlying granitic and mafic/ultramafic rocks. The soils information has provided lithological and structural targets to be further tested by aircore and reverse circulation drilling. (see Figure 6 and 7)

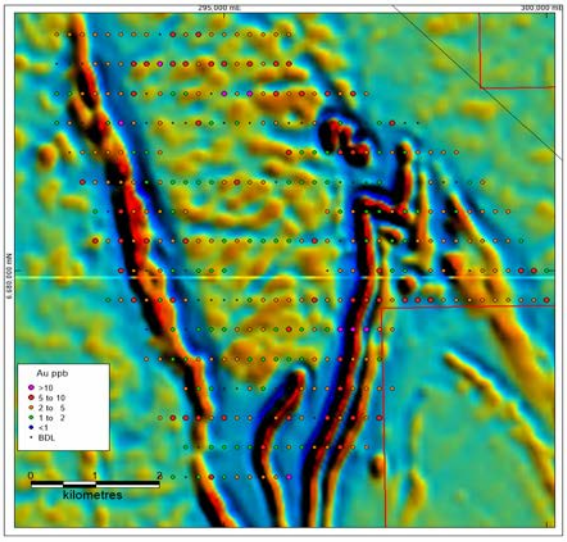



Figure 6 Goongarrie auger drill results

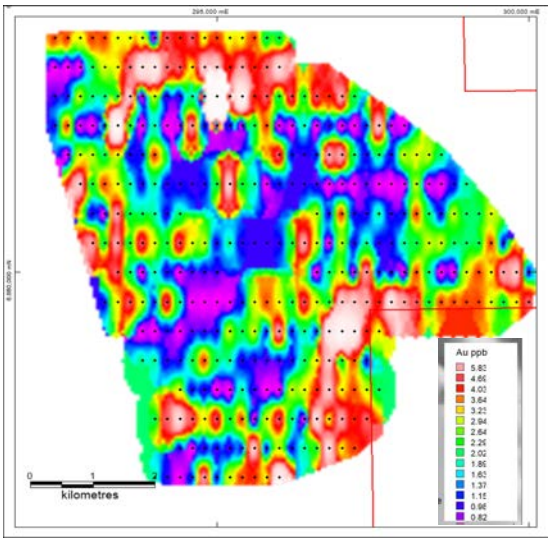



Figure 7 Goongarrie auger drill results on magnetics

## Menzies Gold Project

On 6 August, Dampier announced that the Company would undertake on-ground exploration on its Menzies Gold Project (Menzies) **in August**. The program being a 545 auger soil geochemical sampling program in lightly explored exploration terrain to test the granite-greenstone stratigraphy obscured by pervasive transported cover. (see Figure 8)

The program was delayed due to heavy rainfall in the area. Assay results are pending.

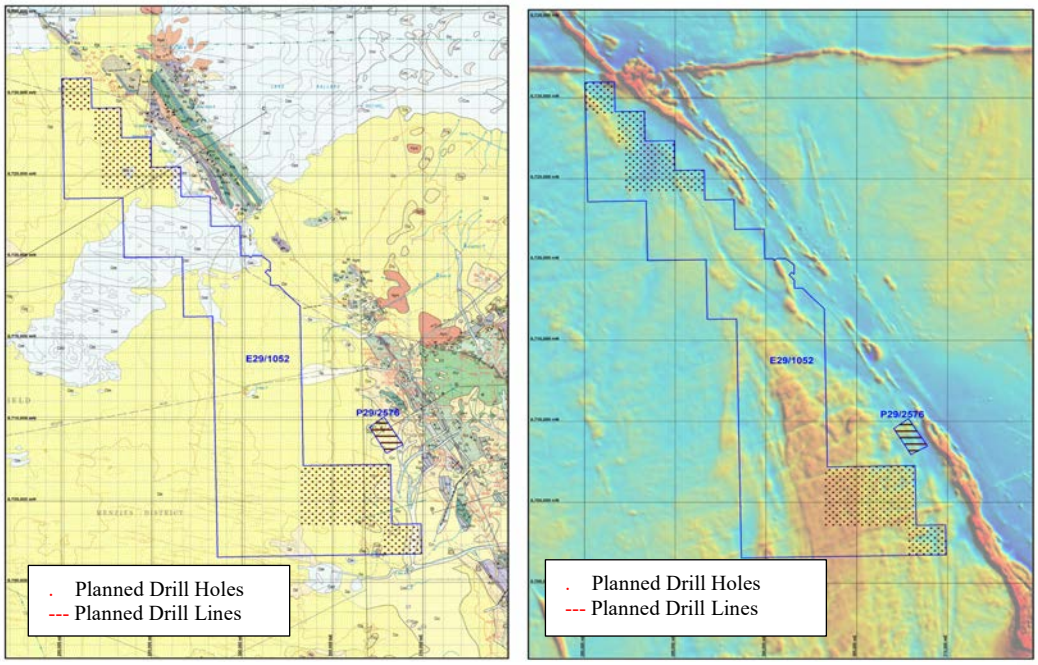



Figure 8 Menzies auger program on E29/1052, on regional geology and magnetic imagery

## Dampier's continues with its litigation against Vango re K2 Gold Project

On 3 August, the Company confirmed that it had commenced proceedings in the Supreme Court of Western Australia against Vango Mining Limited and Dampier (Plutonic) Pty Ltd seeking substantial damages, costs and an order requiring the transfer of Dampier's beneficial interest earned pursuant to the K2 Project Farm-in-Joint Venture Binding Term Sheet.

The court required the parties to provide discovery by 10 September 2020, with inspection of discovered documents by 18 September 2020. A court mediation conference is to be listed in the fourth quarter of this year.

If the dispute cannot be resolved at mediation, consistent with its desire to expedite the resolution of the court proceedings of this substantial matter, Dampier will seek to have it listed for trial in early 2021.

**Malcolm Carson**
**Chairman**

**Competent Persons Statement**
*Mr Malcolm Carson has compiled information in this report from information and exploration results supplied to Dampier Gold Limited. Malcolm Carson has sufficient experience that is relevant to the style of mineralisation, the type of deposits under consideration and to the activity that he is undertaking and qualifies as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results ("JORC Code"). Mr Carson is a Member of the Australian Institute of Mining and Metallurgy (AusIMM) and Australian Institute of Geoscientists (AIG) and is a Director of Dampier Gold Limited and Allegiance Coal Limited. Mr Carson consents to the inclusion in the report the matters based on the information in which it appears.*

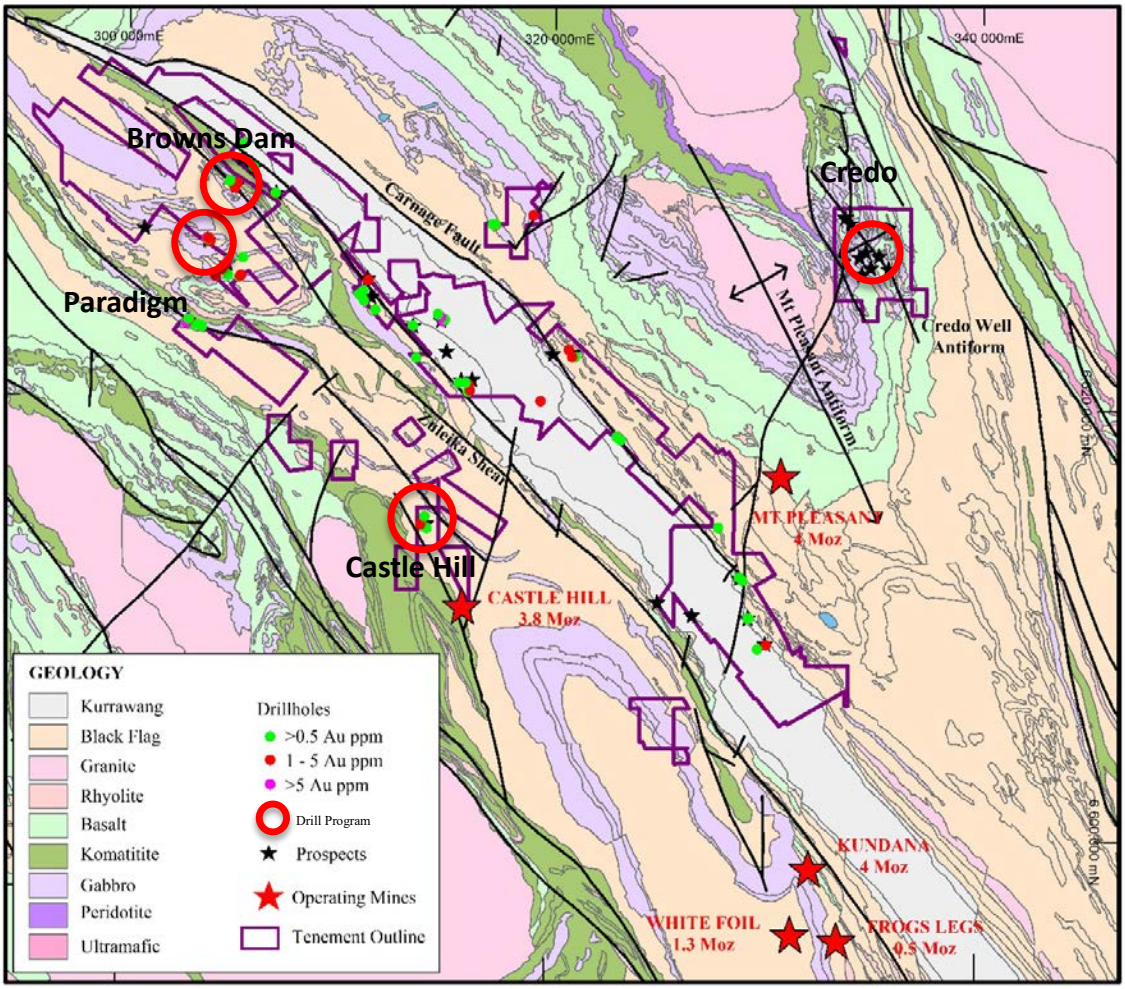
**PAYMENTS TO RELATED PARTIES:**

During the quarter a total of $137,710 was paid to related parties of the Company as follows:

- $18,000 for director's fees
- $13,000 paid to a director for office rent
- $106,710 for the provision of director's full-time services including superannuation

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Location of Dampier priority projects Zuleika Shear and Credo

## TENEMENT HOLDING

| Tenement ID | Status | Location | ~Area Ha | #Blocks |
|---|---|---|---|---|
| E29/1051 | Live | oongarrie Wes | 15747 | 5624 |
| E29/1052 | Live | Menzies West | 17192 | 6140 |
| E80/5143 | Live | Ruby Plain | 55028 | 19653 |
| E80/5144 | Live | Ruby Plain | 6810 | 2432 |
| E80/5161 | Pending | Ruby Plain | 15895 | 5677 |
| E80/5162 | Live | Ruby Plain | 6481 | 2315 |
| E80/5291 | Live | Ruby Plain | 3239 | 1157 |
| E80/5292 | Live | Ruby Plain | 4535 | 1620 |
| E80/5293 | Live | Ruby Plain | 1296 | 463 |
| E80/5294 | Live | Ruby Plain | 1943 | 694 |
| E80/5295 | Live | Ruby Plain | 9383 | 3351 |
| P16/3223 | Live | Zuleika | 170 | 61 |
| P16/3224 | Live | Zuleika | 111 | 40 |
| P16/3225 | Live | Zuleika | 192 | 69 |
| P16/3226 | Live | Zuleika | 197 | 70 |
| P16/3227 | Live | Zuleika | 197 | 70 |
| P16/3228 | Live | Zuleika | 197 | 70 |
| P16/3229 | Live | Zuleika | 199 | 71 |
| P16/3236 | Live | Zuleika | 180 | 64 |
| P16/3237 | Live | Zuleika | 172 | 61 |
| P16/3238 | Live | Zuleika | 175 | 63 |
| P16/3268 | Pending | Zuleika | 123 | 44 |
| P16/3270 | Pending | Zuleika | 186 | 66 |
| P16/3269 | Pending | Zuleika | 180 | 64 |
| P24/5434 | Pending | Zuleika | 48 | 17 |
| P16/3274 | Pending | Zuleika | 148 | 53 |
| P16/3275 | Pending | Zuleika | 140 | 50 |
| 27 | | | 140,164 | 50,059 |

| Name | Status | Project | ~Area Ha | #Blocks |
|---|---|---|---|---|
| M24/975 | Pending | Credo | 1589 | 568 |
| P24/4418 | Live | Credo | 155 | 55 |
| P24/4419 | Live | Credo | 133 | 48 |
| P24/4420 | Live | Credo | 150 | 54 |
| P24/4421 | Live | Credo | 160 | 57 |
| P24/4422 | Live | Credo | 131 | 47 |
| P24/4423 | Live | Credo | 106 | 38 |
| P24/4424 | Live | Credo | 104 | 37 |
| P24/4425 | Live | Credo | 137 | 49 |
| P24/4426 | Live | Credo | 128 | 46 |
| P24/4427 | Live | Credo | 85 | 30 |
| P24/4428 | Live | Credo | 120 | 43 |
| P24/4429 | Live | Credo | 150 | 54 |
| P24/4468 | Live | Credo | 46 | 16 |
| P24/4996 | Live | Credo | 86 | 31 |
| P24/5247 | Live | Credo | 9 | 3 |
| 16 | | | 3,289 | 1,175 |

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