



ASX Announcement

14 July 2020

**Kalamazoo
Resources Ltd**
ACN: 150 026 850
ASX: KZR

Head Office
Unit 3
328 Reserve Road
Cheltenham 3192
Victoria

Suite 7
8 Clive Street
West Perth 6005
Western Australia

Phone 1300 782 988

Fax +61 8 9481 8488

admin@kzr.com.au

kzr.com.au

KALAMAZOO INCREASES VICTORIAN GOLDFIELDS TENURE AT CASTLEMAINE GOLD PROJECT

Key Points

- New Exploration Licence EL007112 covering 22km² has been added to Kalamazoo's "Castlemaine Gold Project" – total project area now covers 310km²
- EL007112, referred to as "Queens", lies adjacent and to the east of Kalamazoo's EL006752 (Wattle Gully South)
- Queens spans the highly prospective Taradale Fault and immediately surrounds GBM Resources' Malmsbury Gold Project which is subject to a recent Joint Venture option with Novo Resources
- The Queens project area has known gold endowment and is considered highly prospective for high grade Fosterville-style mineralisation
- Kalamazoo considers that the Queens project area is under-explored as it has not been subjected to modern exploration techniques
- Exploration work will now be undertaken to generate high priority targets for future drill testing

Expansion of the Castlemaine Gold Project Area

Kalamazoo Resources Limited (ASX: KZR) ("Kalamazoo" or the "Company"), is pleased to advise that it has been granted Exploration Licence EL007112 adjoining the Company's Castlemaine Gold Project in the Bendigo Zone of Central Victoria.

The Castlemaine Gold Project now comprises three tenures, EL006679 ("Wattle Gully", ~70km²), EL006752 ("Wattle Gully South", 218km²) and EL007112 ("Queens", ~22km²) for a total area of 310km² (Figure 1). Like the rest of the Castlemaine Gold Project this new exploration licence area is considered under-explored as it has not been subjected to modern exploration in recent years and has had only received limited shallow drilling.

Recognising the potential of the Castlemaine Gold Project, which is adjacent to the new Queens tenure, Novo Resources Corp (“Novo”) (TSX-V: NVO; OTCQX:NSRPF) and Canadian investor Eric Sprott each made a strategic investment in Kalamazoo in January 2020¹. The new Queens project area is located immediately adjacent to Wattle Gully South, thus expanding the size and prospectivity of the Castlemaine Gold Project.

Kalamazoo’s Queens tenure straddles the highly prospective Taradale Fault and includes parts of the historic Drummond and Belltopper Hill goldfields which have proven high-grade gold endowment and numerous historical gold mine workings. Historical production records indicate that this area has already produced approximately 100,000 oz of high-grade gold from hard rock sources².

Of note, Queens surrounds GBM Resources Ltd’s (ASX: GBZ) Malmsbury Gold Project which is currently the subject of a Joint Venture option with Novo to explore for high grade Fosterville-style mineralisation. In the event the Joint Venture option is exercised, Novo can earn up to 60% in GBM’s Malmsbury Gold Project by issuing shares and incurring expenditure in the sum of \$11m over 4 years³.

The Malmsbury Gold Project is considered by Novo’s President and Chairman Dr. Quinton Hennigh to host one of the closest geological analogues to the high-grade Fosterville epizonal orogenic gold deposit approximately 50km to the north³.

Kalamazoo’s Chairman and CEO Luke Reinehr said today, *“The addition of valuable exploration tenure on the eastern border of our Castlemaine Gold Project is an important result for Kalamazoo and our shareholders. We consider this exploration licence area, which further covers the Taradale Fault, to be highly prospective due to its Fosterville style epizonal orogenic characteristics”.*

Next Steps

- Exploration will initially focus on the completion of low cost and low impact reconnaissance field mapping, soil sampling, ground geophysical surveys and structural geological modelling for the purposes of generating high priority targets for future drill testing
- All ground activities are being conducted in accordance with the Company’s COVID-19 policies and procedures with the commencement of any future drilling activities dependent upon State and Federal COVID-19 health guidelines and ERR permitting

¹ ASX: KZR 15 January 2020

² ASX: GBZ 24 June 2020

³ ASX: GBZ 31 March 2020

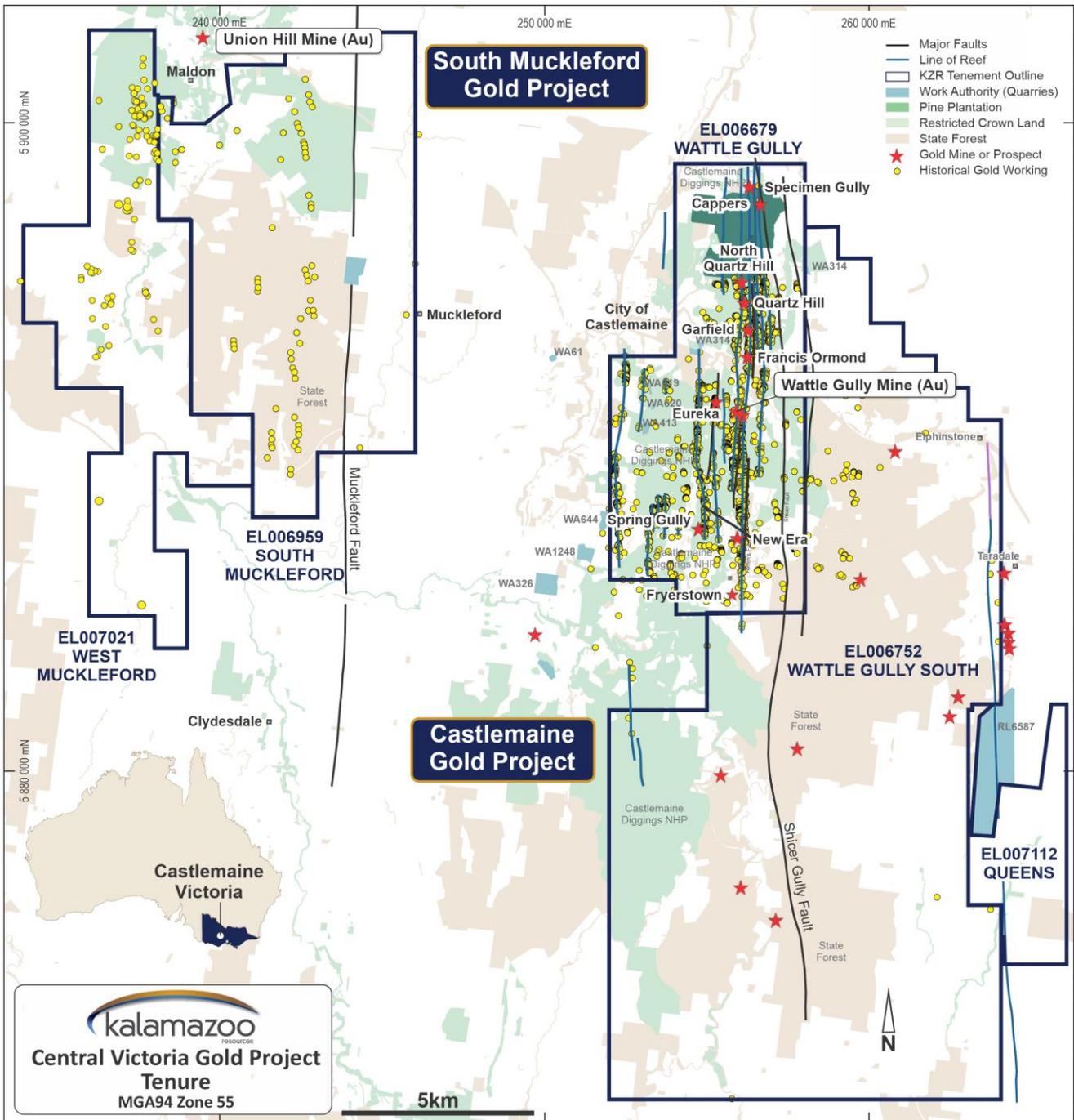


Figure 1: Location of the Castlemaine and South Muckleford Gold Project exploration tenements.

For further information, please contact:

Luke Reinehr
 Chairman / CEO
luke.reinehr@kzr.com.au

Victoria Humphries
 Investor Relations – NWR Communications
victoria@nwrcommunications.com.au

Response to COVID-19

Kalamazoo has been proactively managing the potential impact of COVID-19 and has developed systems and policies to ensure the health and safety of its employees and contractors, and of limiting risk to its operations. These systems and policies have been developed in line with the formal guidance of State and Federal health authorities and with the assistance of its contractors and will be updated should the formal guidance change. Kalamazoo's first and foremost priority is the health and wellbeing of its employees and contractors.

To ensure the health and wellbeing of its employees and contractors, Kalamazoo has implemented a range of measures to minimise the risk of infection and rate of transmission to COVID-19 whilst continuing to operate. All operations and activities have been minimised only to what is deemed essential. Implemented measures include employees and contractors completing COVID-19 risk monitoring, increased hygiene practices, the banning of non-essential travel for the foreseeable future, establishing strong infection control systems and protocols across the business and facilitating remote working arrangements, where practicable and requested. Kalamazoo will continue to monitor the formal requirements and guidance of State and Federal health authorities and act accordingly.

Competent Persons Statement

The information for the Victorian Projects is based on information compiled by Dr Luke Mortimer, a competent person who is a Member of The Australian Institute of Geoscientists. Dr Mortimer is an employee engaged as the Exploration Manager Eastern Australia for the Company 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 of Exploration results, Mineral Resources and Ore Reserves'. Dr Mortimer consents to the inclusion in this document of the matters based on his information in the form and context in which it appears.

Forward Looking Statements

Statements regarding Kalamazoo's plans with respect to its mineral properties and programs are forward-looking statements. There can be no assurance that Kalamazoo's plans for development of its mineral properties will proceed as currently expected. There can also be no assurance that Kalamazoo will be able to confirm the presence of additional mineral resources/reserves, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of Kalamazoo's mineral properties. The performance of Kalamazoo may be influenced by a number of factors which are outside the control of the Company and its Directors, staff and contractors.