

ASX ANNOUNCEMENT

17 September 2018

Torrens Joint Venturers Agree Stage One Drilling Program

The board of Argonaut Resources NL (ASX: ARE) (*Argonaut* or the *Company*) is pleased to announce that the Management Committee of the Torrens Joint Venture has resolved to proceed with Stage One of a major drilling program at Torrens in South Australia.

Stage One will involve 8-10 drill holes to depths of 700-1,500m targeting priority drill targets. Parties to the Joint Venture, Aeris Resources Ltd (ASX: AIS) and Argonaut, have committed sufficient funding for the 2019 financial year to complete this work.

This drilling program will be the first phase of a multi-phase program that is expected to take 18-24 months and comprise 20-30 deep drill holes. Preparations are well advanced, and the Joint Venture will announce a commencement date once the timing of certain logistical matters is confirmed.

Argonaut's subsidiary, Kelaray Pty Ltd, has resigned as manager of the Joint Venture and Aeris' subsidiary, Straits Exploration (Australia) Pty Ltd, is now manager.

"The Road to drilling at the giant Torrens target has been a long one and agreement on the operational program and budget is the final step. Shareholders can now expect rapid progress towards drilling and the excitement that this drilling program will bring", Lindsay Owler, CEO and Director.

Reimbursement of Past Expenditure

Aeris has agreed to reimburse Argonaut \$840,000 for Joint Venture expenditure made in gaining access to Torrens for the planned drilling.

Lindsay Owler
CEO and Director

ARGONAUT RESOURCES NL