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ASX/MEDIA RELEASE

AERIS RESOURCES LIMITED
(ASX: AIS)

DRILLING COMMENCES AT TORRENS PROJECT

Key Points:

- **Assembly of the work platforms and drill rig on Lake Torrens safely completed**
- **Drilling has commenced on the salt lake surface**
- **The first drillhole (TD7) is targeting a co-incident gravity / magnetic anomaly**

Aeris Resources Limited (ASX: AIS) (Aeris or the Company) is pleased to provide an update on its 70% owned Torrens Exploration Project in South Australia. Drilling activities within the Torrens Project commenced 21 January, marking a historic moment for Aeris and their joint venture partner Kelaray Pty Ltd (a wholly owned subsidiary of Argonaut Resources NL (ASX: ARE)). This drillhole marks the recommencement of on-ground exploration within the project area (EL5614) following an 11 year hiatus.

Mobilisation of the drill rig and equipment to the drill site on Lake Torrens was successfully completed without incident. Each of the nine work platforms were moved individually into position by helicopter and then bolted together to form a stable platform. The drill rig was disassembled into 16 components, each weighing less than 750kg, and flown separately to the work platform and reassembled.

The first drillhole, TD7 (see Figure 1), is targeting a coincident magnetic and gravity anomaly defined from the FALCON geophysical survey flown early in 2018. Drilling is taking place on the salt lake surface, some 1.5km from the western margin of Lake Torrens. TD7 is the first of between 8 to 10 drillholes planned in the Phase 1 drill program.

Aeris Executive Chairman, Andre Labuschagne said "The site team, including our contracting partners, have done an exceptional job in establishing, without incident, the drill platform on the salt lake surface during a period of very high temperatures. To be starting drilling again at this highly prospective exploration project, after an 11 year hiatus, is very exciting. What is also exciting for Aeris and its shareholders is that separate 28 geophysical anomalies have been identified on this tenement, so we have no shortage of drill targets."

Figure 1: Plan view of the Torrens project area highlighting geophysical anomalies interpreted from the 2018 FALCON geophysical survey. The phase 1 drill program will be targeting the most prospective of these anomalies.

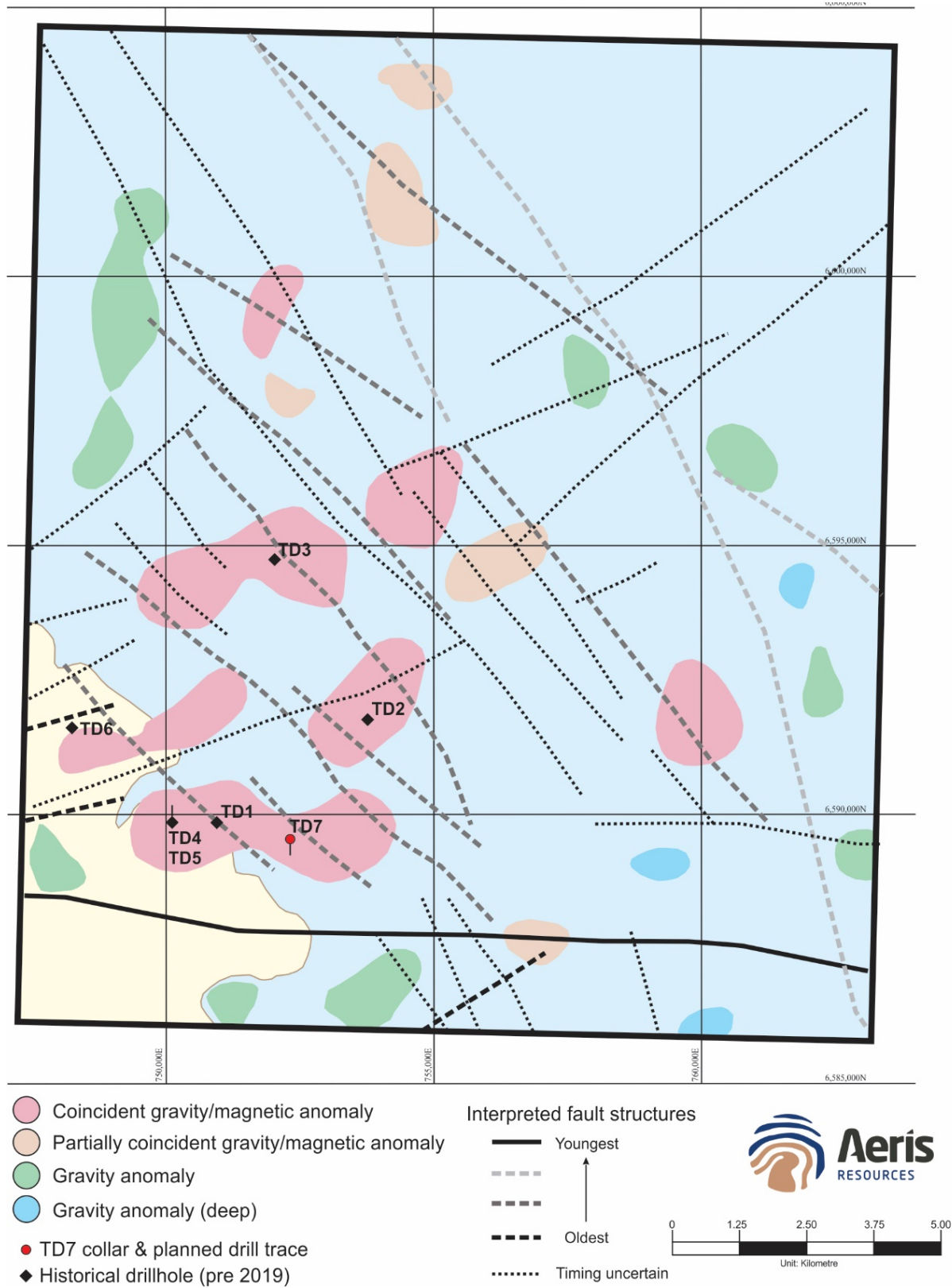


Figure 2: Helicopter transporting a section of the drill rig to the salt lake surface.

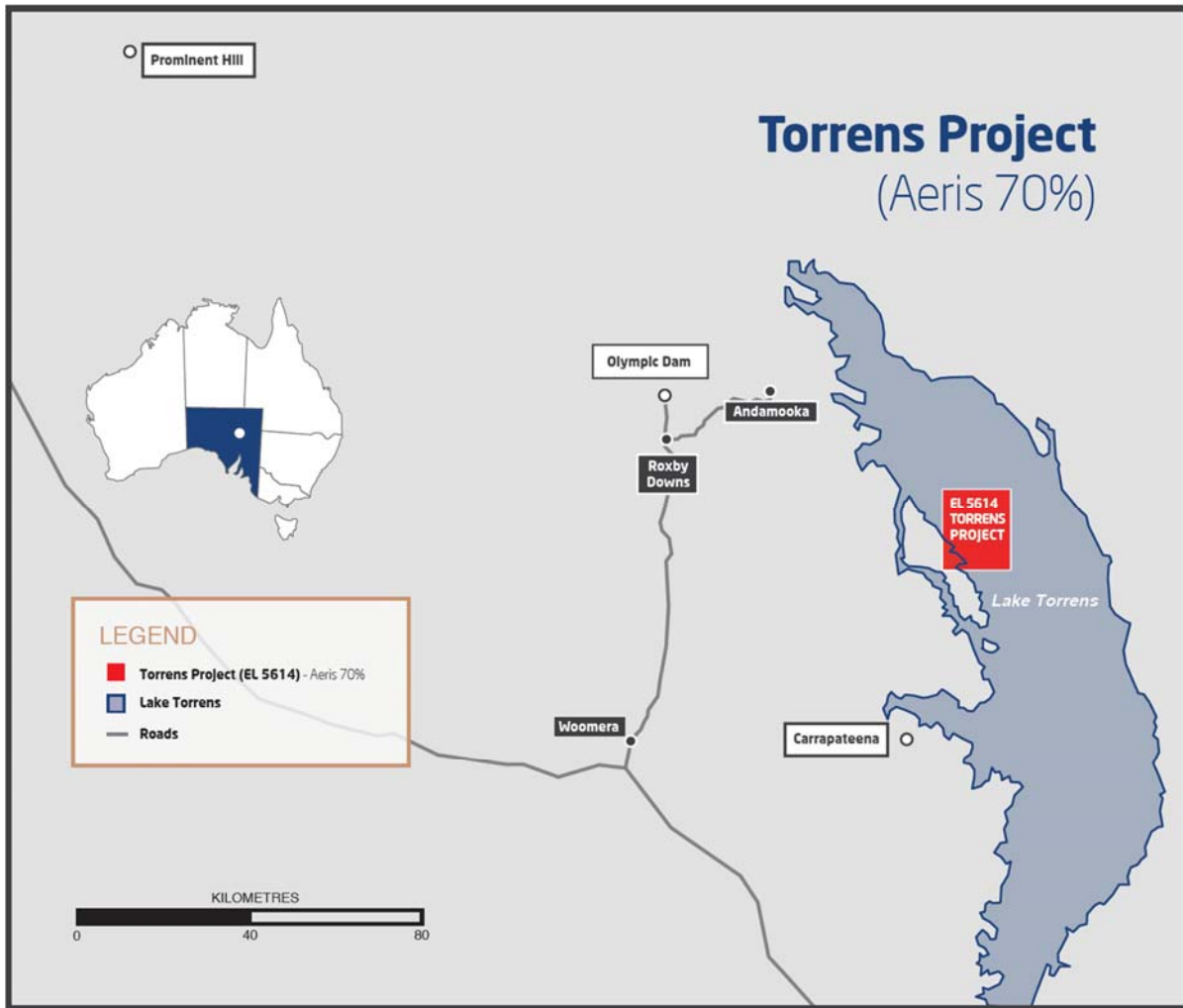


Figure 3: Drill rig on the drill platform on Lake Torrens



The Torrens Project

Figure 4: Map showing location of EL5614 (The Torrens Project)



The Torrens Project (EL5614), is a joint venture between Aeris Resources (70% interest) and Kelaray Pty Ltd (a wholly owned subsidiary of Argonaut Resources NL (ASX: ARE)).

Located within the Stuart Shelf region of South Australia, the Torrens Project lies 50 kilometres from Oz Minerals' Carrapateena deposit and 75 kilometres from BHP's Olympic Dam mine and covers a large magnetic and gravity anomaly with a footprint greater than Olympic Dam. The Torrens Anomaly is a large regionally significant coincident magnetic and gravity anomaly with a footprint in excess 120km².

Within the Torrens Project area, geophysical modelling/interpretation has identified 28 geophysical anomalies based on gravity and magnetic geophysical datasets. Limited drilling, totalling 6 drill holes between 1977 and 2008, defined a large magnetite dominant with lesser hematite alteration system interpreted to form the distal component of a large IOCG system. Zones of anomalous copper mineralisation ($\geq 0.1\%$ Cu) were intersected from several drill holes with the most significant mineralised zone associated with TD2 (246m @ 0.1% Cu).

ENDS

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Competent Persons Statement – Exploration Results

The information in this report that relates to Exploration Results is based on information compiled by Bradley Cox, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. Bradley Cox is a full time employee of Aeris Resources. Bradley Cox 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'. Bradley Cox consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

About Aeris

Aeris Resources Limited is an established mining and exploration company listed on the Australia Securities Exchange (ASX: AIS).

The Company's flagship asset, the Tritton Copper Operations (Tritton) in New South Wales, produced 26,686 tonnes of copper in FY2018 and is targeting production of 24,500 tonnes of copper in FY2019. Tritton includes multiple underground mines (Tritton and Murrawombie) and a 1.8 million tonne per annum processing plant. Tritton also has a pipeline of advanced mining projects and a highly prospective tenement package covering 2,160km², on which to date over 750,000 tonnes of copper has been discovered.

The Company also has 70% of the exciting Torrens Exploration Project (Torrens) in South Australia. Torrens is defined by a coincidental magnetic and gravity anomalous zone with a footprint larger than Olympic Dam. Stage 1 diamond drilling program, targeting IOCG style mineralisation, commences in Q1 2019.

Aeris' Board and Management team is experienced in all aspects of mining and corporate development. The Company has a clear vision to become a mid-tier, multi-operation company – delivering shareholder value through an unwavering focus on operational excellence.