



Middle Island
RESOURCES LIMITED

Middle Island Resources Ltd
ACN 142 361 608
ASX code: MDI
www.middleisland.com.au

Capital Structure:
1,765 million ordinary shares
1 million unlisted options

Cash & Liquid Investments
\$2.7m (as at 21 February 2019)

Directors & Management:
Peter Thomas
Non-Executive Chairman
Rick Yeates
Managing Director
Beau Nicholls
Non-Executive Director
Brad Marwood
Non-Executive Director
Dennis Wilkins
Company Secretary

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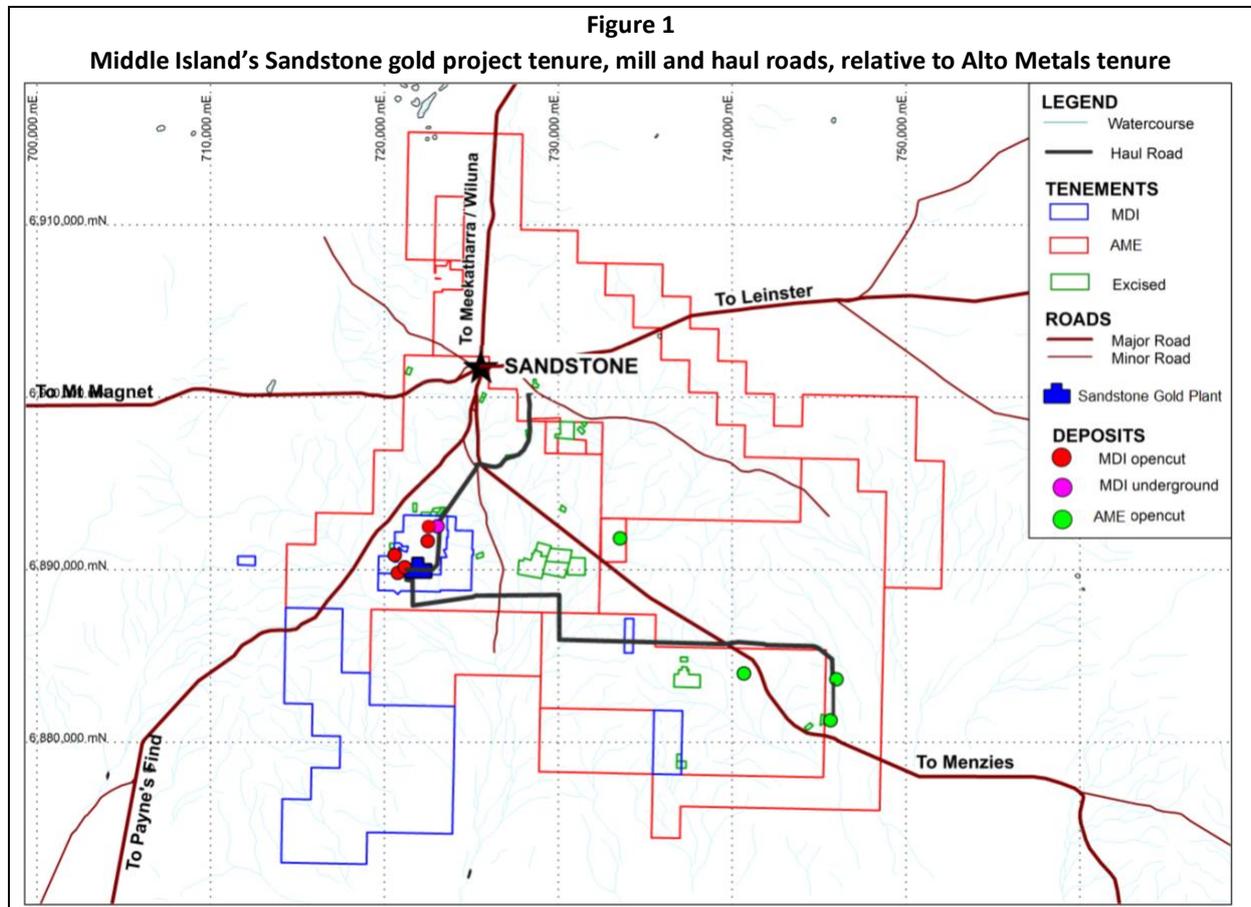
ASX Release – 25 February 2020

Stars aligning for Middle Island in record gold market

- Successful A\$2.8 million capital raising just completed, corner-stoned by prominent, new mining investor.
- Significant recent gold M&A activity in WA's Sandstone district:
 - Goldsea's takeover offer for Alto Metals (which company's project immediately surrounds Middle Island's Sandstone gold project & mill - Figure 1) at a 103% premium to the last traded Alto pre-bid share price.
 - WA mid-tier gold miner, Ramelius Resources' takeover offer for Spectrum Metals (comprising the Penny West deposit 90km to the south of Middle Island's Sandstone gold project) at a 52% premium to the last traded Spectrum pre-bid share price and a 2,080% premium to the 1 year MinesOnline Market Metrics Analysis average transaction value per resource ounce of gold.
- MDI's 100%-owned Sandstone gold project comprises 180km² and includes a fully permitted, 600,000tpa processing plant and all associated infrastructure on granted Mining Leases that pre-date Native Title.
- JORC 2004 & 2012 Indicated & Inferred Mineral Resources of 537,000oz gold.
- Current JORC 2012 Indicated & Inferred Mineral Resources of 123,000oz, and an underground *Exploration Target of 900,000oz to 1.5Moz gold.
- One of the largest gold drilling programs by a junior in Western Australia this year (~17,400m) in progress to define additional open pit Mineral Resources at 14 gold deposits and targets at Sandstone. Progressive drilling results to generate strong anticipated news flow.
- Updated Sandstone stand-alone PFS to be completed in mid-2020.
- PFS outcome and record A\$ gold price to underpin likely Sandstone mill recommissioning decision, with a genuine prospect of gold production prior to end 2020.
- Mill refurbishment costs of only A\$10.3m, with a 5-month recommissioning timeframe.
- Only gold processing plant for 150km; pursuing broader regional consolidation for long-lived production around a central processing hub; up to 15 stranded third-party deposits, hosting ~1.8Moz, identified within potential economic trucking distance.
- Optionality of new Barkly IOCG Super-Project in NT, comprising 3,253km² along the axis of the East Tennant Ridge, the potential of which has recently been identified via a A\$30m collaborative government research initiative as highly prospective for Tier 1 iron oxide-copper-gold (IOCG) targets.
- Significant, emerging, under-valued developer/explorer in an exceedingly, and increasingly, buoyant Australian gold market.



*** The potential quantity and grade of an Exploration Target is conceptual in nature, as there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource.**



AUTHORISED FOR RELEASE BY:

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Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, costs, dividends, production levels or rates, prices, resources, reserves or potential growth of Middle Island, industry growth or other trend projections are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward looking statements depending on a variety of factors.

Competent Persons' Statement

Information in this report relates to Exploration Targets, Exploration Results and Mineral Resources is based on information compiled by Mr Rick Yeates (a Member of the Australasian Institute of Mining and Metallurgy). Mr Yeates is a fulltime employee of Middle Island and has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration 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 Yeates consents to the inclusion in the release of the statements based on his information in the form and context in which they appear.