

MINING FLASHNOTE

Calidus Resources Ltd (CAI ASX)

12 April 2018

Stock Data

Share Price:	A\$0.043
Market Cap (M):	A\$55.3
EV (M):	A\$50.8

Price Chart



52 Week Range

A\$0.065	A\$0.043	A\$0.019
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Company Summary

Calidus Resources is the spin out of the Australian gold assets in Keras Resources. It is currently exploring the Warrawoona Gold district where it has consolidated a previously fragmented historic gold mining district.

MAIN SHAREHOLDERS HOLDING

Keras Resources	35.62%
Bank of Nova Scotia	3.63%
Eight Investment Partners	2.81%
Celtic Capital	1.45%
Buzz Capital Pty Ltd	1.15%

Source: Bloomberg

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Calidus Announces Drilling Extends Klondyke Gold Mineralisation a Further 2km to the East

Event

Calidus Resources ("Calidus") has announced significant RC drilling results from a further 12 RC drill holes along a reconnaissance traverse directly East of the company's Klondyke Gold Deposit. Calidus will be commencing a large resource infill and extension programme across the Klondyke Shear corridor in May 2018.

Highlight

Significant intercepts include:

- 18KLRC095 16m @ 2.34g/t from 136m
- 18KLRC099 10m @ 3.67g/t from 58m
- 18KLRC095 7m @ 4.58g/t from 175m
- 18KLRC096 6m @ 3.32g/t from 167m
- 18KLRC104 13m @ 1.24g/t from 104m
- 18KLRC104 2m @ 5.44g/t from 39m

Comment

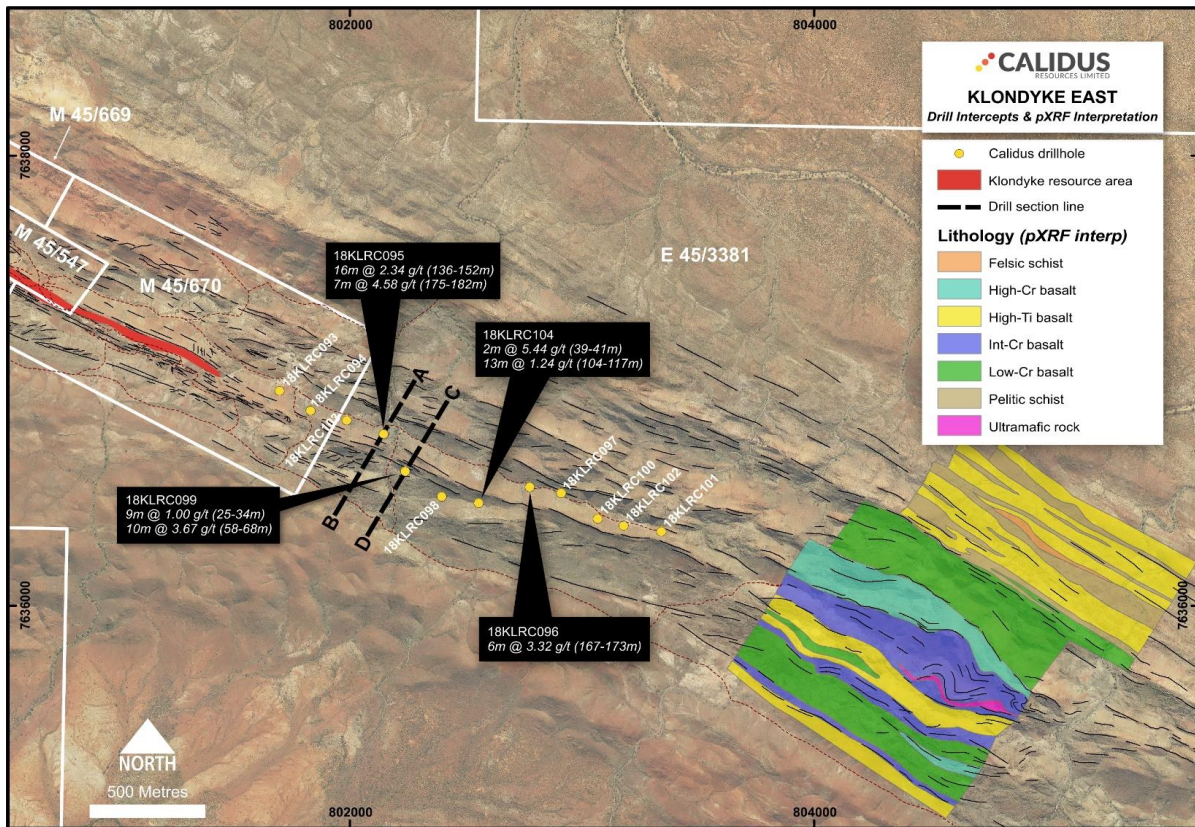
These are a good set of results, especially since they were reconnaissance holes, drilled to determine the continuance of the dominant Klondyke Shear which has now been proven to continue for at least a further 2km to the east of the existing resource.

The next step in exploration, the detailed field mapping and pXRF sampling has already been completed which will allow for infill and extensional drilling to commence in May. This work has already highlighted the fact that similar geology extends for a further 2km east of the latest drilling.

Further, a project-wide regional soil geochemistry programme is underway and an EIS co-funded deep drilling programme at Klondyke has commenced with the first hole nearing its target depth of 500m.

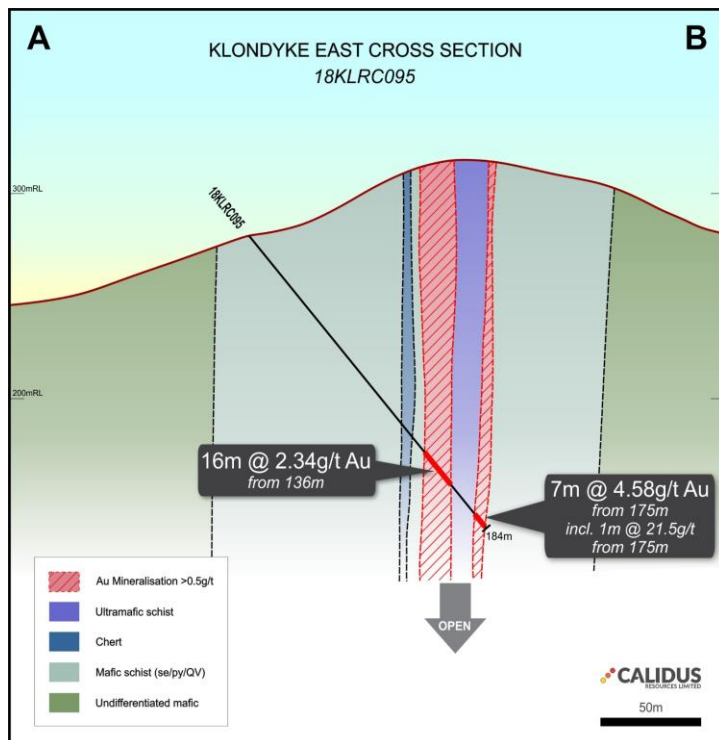
The current drilling has intercepted gold mineralisation over 2.6km for 654k resource ounces. Today's release shows that the system extends for a further 2km and potentially an additional 4km and we are only talking about extensions to the east. We await the results of the deep drilling with interest as this could potentially be a very big system.

Exhibit 1: Klondyke East drill hole plan



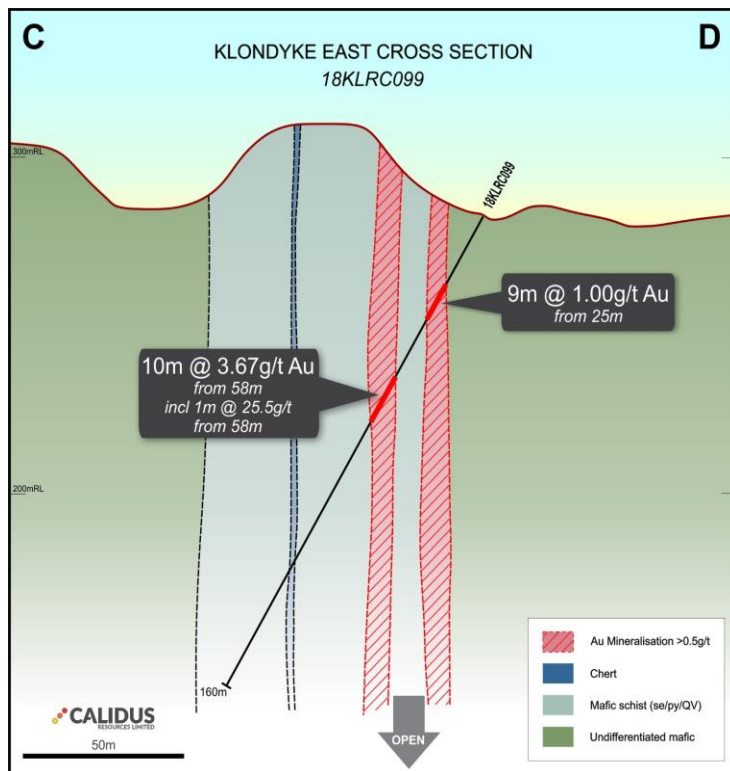
Source: Calidus Resources

Exhibit 2: 18KLRC095 Interpreted geological cross-section showing significant intercepts (100m local grid looking 210°)



Source: Calidus Resources

Exhibit 3: 18KLRC099 Interpreted geological cross-section showing significant intercepts, (100m local grid looking 030°)



Source: Calidus Resources

Research Disclosures

Peter Rose

Peter has 31 years' experience in equities as a resources analyst; he has been at Brandon Hill Capital for 10 years, after having spent 11 years with Deutsche Bank in Australia. Prior to this he spent 2 years with Prudential Bache and 6 years with James Capel. Peter's industry experience includes 16 years as a metallurgist, 3 years with De Beers in South Africa and 9 years in the uranium industry, six of which were spent at the Ranger Uranium mine. Peter holds a BSc degree in Applied Mineral Science from Leeds University UK and a Bachelor of Commerce from the University of South Africa. Peter is also a member of the Institute of Materials, Mining & Metallurgy and a chartered engineer.

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Research disclosure as of 12 April 2018

Company Name	Disclosure
Calidus Resources (ASX)	1, 2, 7, 8, 9

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