

## ASX ANNOUNCEMENT

26 July 2021

# MAJOR DRILLING CAMPAIGN COMMENCES AT HIGH-GRADE ABERCROMBY GOLD PROJECT

- Drilling has commenced at BMG's high-grade Abercromby Gold Project in the north-eastern Goldfields of Western Australia
- This follows the successful program in December 2020 and will focus on extension holes and infill drilling at the Capital Prospect, where wide intervals of high-grade gold have already been intersected
- Drilling will also include the initial testing of exciting new SAM geophysical targets
- 6,000m of drilling is planned, with initial assays anticipated in late August/early September

Western Australian gold explorer BMG Resources Limited (ASX: BMG) (**BMG** or the **Company**) is pleased to advise that the next phase of drilling has commenced at the Company's 100% owned Abercromby Gold Project in the north-eastern goldfields of WA.

Abercromby is one of BMG's three highly prospective, 100%-owned gold exploration projects in the Tier 1 mining jurisdiction of Western Australia. BMG's other projects are Invincible in the Central Pilbara and South Boddington in the State's Southwest.

The program comprises some 6,000m of planned drilling combined across eighteen diamond and reverse circulation (RC) holes, designed to further test the nature and continuity of known high-grade gold mineralisation at the Capital Prospect.

Drilling to date has recognised a number of gold zones or lodes at Capital with multiple thick high-grade gold intersections that include:

- **57.5m @ 5.73g/t Au** from 80m
- **30m @ 10.01g/t Au** from 164m
- **26m @ 6.07g/t Au** from 192m
- **36m @ 4.33g/t Au** from 100m
- **16m @ 3.64g/t Au** from 82m
- **37m @ 2.58 g/t Au** from 144m

Mineralisation in these gold zones is interpreted to be open in all directions with potential extensions to the north, south and at depth being of priority interest. For further details on these drill results, see our ASX Release dated 9 March 2021 *'Excellent New High-Grade Gold Intercepts at Abercromby'*.

BMG Managing Director Bruce McCracken said:

*“We’re very excited to be getting back out at Abercromby with this major, important field work that follows our maiden drilling campaign in December 2020.*

*“This 6,000m drilling program has been made possible thanks to our recently completed \$4 million capital raising, so I would like to take this opportunity once again to thank our investors for their participation and confidence in BMG.*

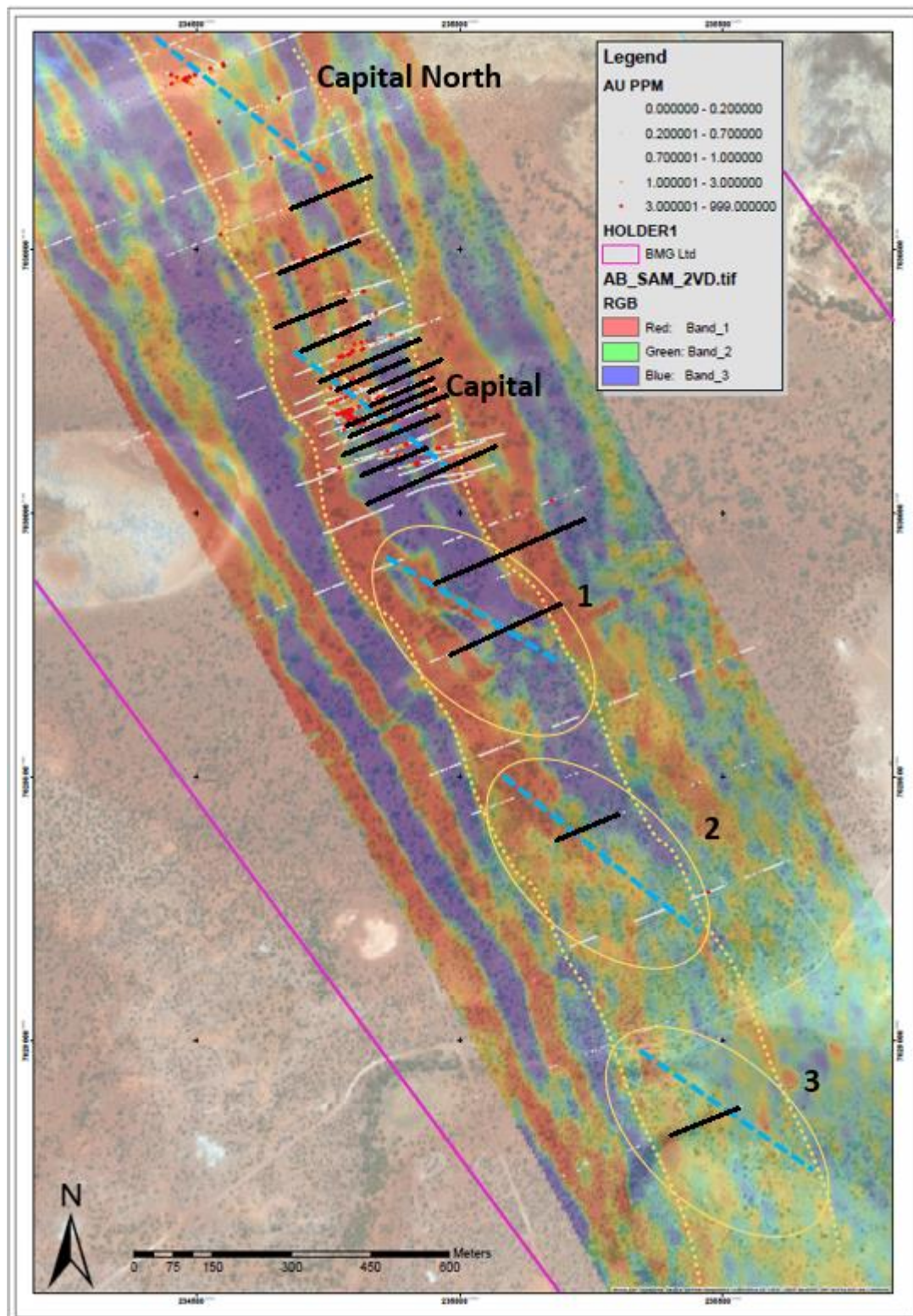
*“We look forward to bolstering our understanding of Abercromby through this campaign and to update the market as our results come to hand.”*

The next phase of drilling will focus on:

- testing the down-dip continuity of these existing strong drill results;
- testing extensions to the lodes already identified;
- further defining shoot control for multiple high-grade gold intercepts; and
- testing the depth continuity of the mineralisation with deeper diamond drilling.

The drill program will also include the initial testing of a number of exciting targets identified from the recently completed SAM geophysical survey (see ASX Release dated 15 July 2021 ‘*Multiple New Targets Identified by Geophysical Survey at High-Grade Abercromby Gold Project in WA*’).

The SAM survey mapped the structural corridor that hosts the known high-grade mineralisation at Capital with extensions to the mineralised trend interpreted along strike and at depth.



**Figure 1 – SAM survey colour derivative conductivity image (SAM MMC 2VD) over aerial photography showing interpreted structural trends (yellow dotted lines) and NW link structures (blue dashed lines) within the NNW trending Abercromby shear zone. Note drill hits coloured by grade. Proposed drill traverses shown as black lines**

The Company has engaged Orlando Drilling to undertake the drilling, with an RC currently operating on site.



**Figure 2 - Orlando RC Drill Rig operating at Abercromby Gold Project**

BMG anticipates that the drilling will be completed prior to the end of August, with initial assay results expected by late August/early September.

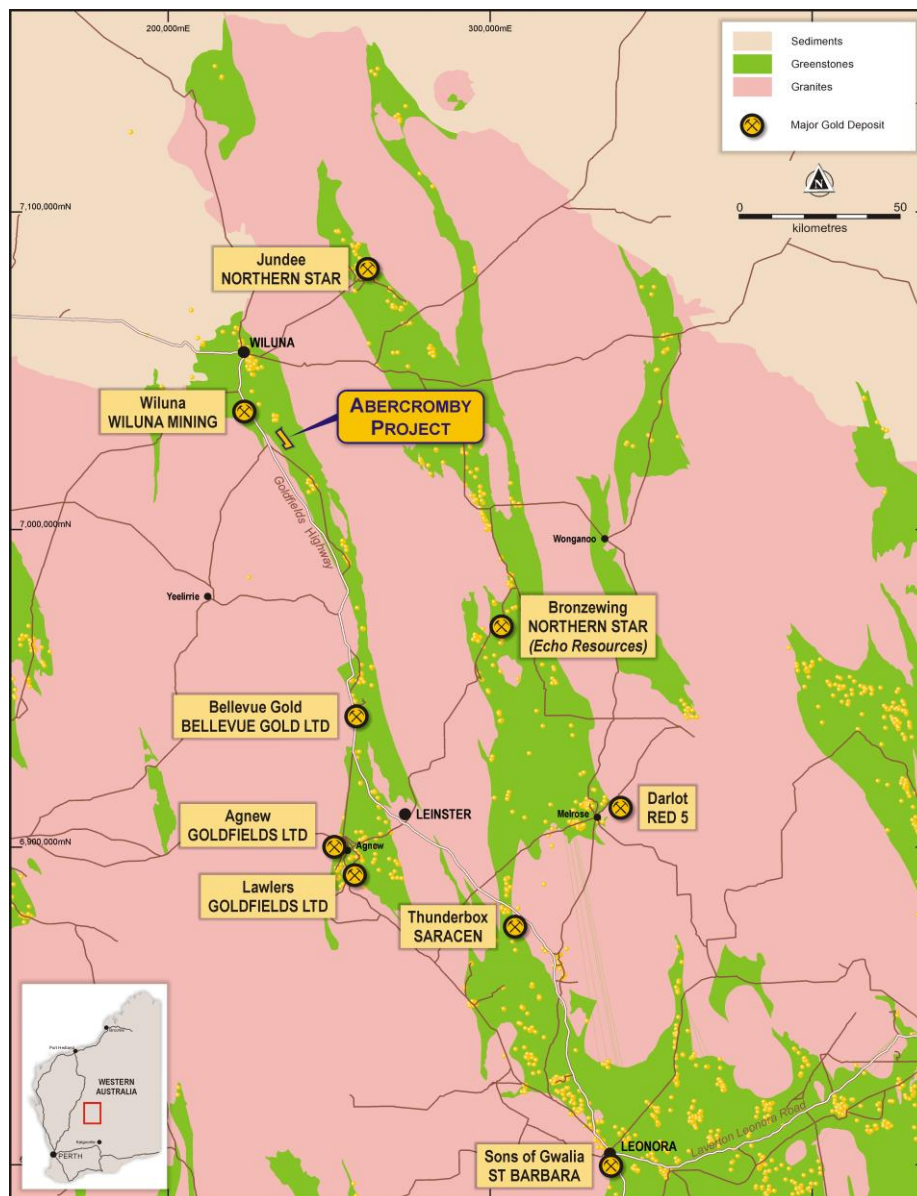
The Company will provide further updates as the drill program progresses.

### About the Abercromby Project:

The Abercromby Project is located on the Wiluna Greenstone Belt, one of Western Australia's most significant gold-producing regions with a gold endowment of +40Moz Au – second only to Kalgoorlie globally in terms of historic production.

The geology at Abercromby is very favourable for gold mineralisation, with historic drilling at Abercromby having intersected multiple thick intervals of high-grade gold mineralisation to confirm the presence of a large high-grade gold system.

BMG holds 100% of Abercromby, which comprises the gold and other mineral rights (ex-uranium) of two granted mining leases (M53/1095 and M53/336).



**Figure 3 – Map showing the regional location of the Abercromby Gold Project with other major gold projects in the region also highlighted.**



This announcement has been authorised for release by Bruce McCracken, Managing Director of BMG Resources Limited.

\*\*\*ENDS\*\*\*

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### Competent Person requirements

The information in this announcement that relates to Exploration Results was previously released by the Company in its ASX releases dated 17 August 2020 *"Transformational Acquisition: BMG to Acquire Three Outstanding Western Australian Gold Projects"*, 9 March 2021 *"Excellent New High-Grade Gold Intercepts at Abercromby"*, and 15 July 2021 *"Multiple New Targets Identified By Geophysical Survey At High Grade Abercromby Gold Project In WA"*. The Company confirms that it is not aware of any new information or data that materially affects the information in the previous release.

### Disclaimer

*Forward looking statements are statements that are not historical facts. Words such as "expects", "anticipates", "believes", "potential", "may" and similar expressions are intended to identify forward looking statements. These statements include, but are not limited to, statements regarding future production, resources and reserves and exploration results. All such statements are subject to risks and uncertainties many of which are difficult to predict and generally beyond the control of the Company, that could cause actual results to differ materially from those expressed in or implied by the forward looking statements. Investors should not construe forward looking statements as guarantees of future performance due to the inherent uncertainties therein.*