

ASX Announcement

18 March 2020

ASX: KIN

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PLACEMENT TO FUND CURRENT DRILLING AT THE CARDINIA GOLD PROJECT

Highlights:

- Placement to raise \$2.64 million completed at \$0.045 per share a 9.8% premium to Kin's last traded price.
- Strong support from Kin's four existing major shareholders which have all participated.
- Funding will be directed towards an accelerated Phase II drilling program currently underway at the Cardinia Gold Project to follow-up recent new discoveries.
- Significant step-out aircore drilling underway at Cardinia Hill and will progress to the Comedy King and Lewis East discoveries.
- Program of 5,000m of RC drilling across Cardinia Hill, Comedy King, Lewis East and Black Chief commencing later this month.

Kin Mining NL (ASX: KIN or Company) is pleased to advise of the completion of a Placement to support the exploration activity now underway at the Cardinia Gold Project (CGP) near Leonora in Western Australia. The current Phase II drilling follows the successful December 2019 exploration program.

Aircore (AC) drilling conducted by KTE Mining Services has recommenced at Cardinia Hill to extend the recent new discovery along strike to both the north and the south, as well as a large area of prospective stratigraphy to the west (see Figure 1). At the completion of drilling at Cardinia Hill, a comprehensive step out program is planned at Comedy King and Lewis East. Up to 22,000 metres of AC drilling has been planned.

A program of up to 5,000m of Reverse Circulation (RC) drilling is also planned to commence in late March and will focus on delineating the new areas of gold mineralisation discovered in the December 2019 drilling. RC drilling will be conducted by Swick Mining Services and is planned at Cardinia Hill, Comedy King, Lewis East and Black Chief.



Figure 1: Aircore drilling currently underway at Cardinia Hill targets within the Cardinia Gold Project

Commenting on the Placement and current CGP drilling, Managing Director Andrew Munckton said:

“The Board determined the Placement was prudent to provide near-term funding certainty with minimal risk, maintain exploration momentum and continue to advance the current strategy of seeking to add higher value ounces to the Cardinia Gold Project.

“Having the continued support of our existing shareholders to rapidly progress step-out and infill drilling of the new gold discoveries made in December 2019 is very encouraging, particularly in light of the volatile equity market conditions. The Company believes this is a strong endorsement of the potential these new areas have to transform the CGP and materially grow the current 945koz¹ Mineral Resource.

“We are now focussed on completing the drill program safely and reporting the results to all shareholders during the first half of the June quarter 2020.”

Details of the Placement

Kin has undertaken to complete a Placement to raise a total of \$2.64 million through the issue of 58.667 million ordinary fully paid shares (Shares) priced at \$0.045 per share, a 9.8% premium to the last traded price of Kin shares on 13 March 2020.

The Placement will be completed (in part) by the issue of 42.667 million Shares to Kin’s existing four major shareholders: Delphi Unternehmensberatung AG (Delphi UA), Harmanis Holdings, Mostia Dion and the Canci Group. The issue of these Shares is expected to be completed on 23 March and begin trading on 24 March 2020.

Kin has also agreed to issue a further 16.000 million Shares to Delphi UA to fund the Phase II exploration program. The issue of these Shares is expected to take place on or around 23 April 2020 once Delphi UA is permitted to increase its shareholding in accordance with Chapter 6 of the Corporations Act.

The issue of all Shares under the Placement will be completed within Kin’s existing capacity under ASX Listing Rule 7.1.

Funds will be used to progress the current Phase II exploration program consisting of AC and RC drilling at a range of targets and recent discoveries at the CGP (see Table 1).

Table 1. Use of Proceeds

Activity	Budget (\$'000)
Phase II exploration	1,940
General working capital	700
Total	2,640

-ENDS-

Authorised by the Board of Kin Mining NL

For further information, please contact:

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About Kin Mining NL

Kin Mining NL (ASX: KIN) is a West Australian based gold development and exploration company. Kin’s key focus is its 100% owned Cardinia Gold Project (CGP) located in the highly prospective North-Eastern Goldfields region of Western Australia. The CGP has a 945koz¹ gold Mineral Resource defined in both oxide and deeper primary mineralisation with considerable potential to grow this resource with further drilling.

¹The company confirms that it is not aware of any new information or data that materially affects the information included in the ASX Announcement of 17 February 2020 “CGP Mineral Resource Estimate Upgrade to 945koz”, and that all material assumptions and technical parameters underpinning the estimates in that announcement continue to apply and have not materially changed. See Table 2 below.

Cardinia Gold Project: Mineral Resources: February 2020															
Project Area	Resource Gold Price (AUD)	Lower Cut off (g/t Au)	Measured Resources			Indicated Resources			Inferred Resources			Total Resources			Date Announced
			Tonnes (Mt)	Au (g/t Au)	Au (k Oz)	Tonnes (Mt)	Au (g/t Au)	Au (k Oz)	Tonnes (Mt)	Au (g/t Au)	Au (k Oz)	Tonnes (Mt)	Au (g/t Au)	Au (k Oz)	
Mertondale															
Mertons Reward	\$2,000	0.5				0.8	2.30	60	0.4	1.01	15	1.2	1.86	74	17-Apr-19
Mertondale 3-4	\$2,000	0.5				1.2	1.99	75	0.4	1.36	20	1.6	1.82	95	17-Apr-19
Tonto	\$2,000	0.5				1.6	1.19	63	0.8	1.30	32	2.4	1.23	95	17-Feb-20
Mertondale 5	\$2,000	0.5				0.4	1.84	24	0.4	1.36	18	0.8	1.60	42	17-Feb-20
Eclipse	\$2,000	0.5							0.7	1.00	22	0.7	1.00	22	17-Feb-20
Quicksilver	\$2,000	0.5							1.1	1.11	39	1.1	1.11	39	17-Feb-20
Subtotal Mertondale						4.0	1.72	222	3.8	1.17	145	7.9	1.45	367	
Cardinia															
Bruno	\$2,000	0.5				0.9	1.02	28	1.9	1.28	78	2.8	1.20	106	09-Jul-19
Lewis	\$2,000	0.5	0.4	1.04	12	3.6	0.93	108	1.0	1.06	33	4.9	0.97	153	09-Jul-19
Kyte	\$2,000	0.5				0.3	1.57	16	0.0	1.30	2	0.4	1.54	18	17-Apr-19
Helens	\$2,000	0.5				0.7	2.18	47	0.2	1.83	14	0.9	2.09	61	17-Apr-19
Fiona	\$2,000	0.5				0.5	1.41	24	0.2	1.29	7	0.7	1.38	31	17-Feb-20
Rangoon	\$2,000	0.5				0.5	1.26	20	0.3	1.07	11	0.8	1.19	31	17-Feb-20
Hobby	\$2,000	0.5							0.1	2.10	8	0.1	2.10	8	17-Feb-20
Subtotal Cardinia			0.4	1.04	12	6.5	1.17	244	3.8	1.27	153	10.6	1.20	409	
Raeside															
Michaelangelo	\$2,000	0.5				1.1	2.03	72	0.4	2.15	26	1.5	2.06	98	17-Feb-20
Leonardo	\$2,000	0.5				0.4	2.38	30	0.1	1.92	9	0.5	2.26	39	17-Feb-20
Forgotten Four	\$2,000	0.5				0.1	2.11	7	0.1	1.97	6	0.2	2.04	14	17-Feb-20
Krang	\$2,000	0.5				0.3	1.85	16	0.0	1.71	2	0.3	1.84	17	17-Feb-20
Subtotal Raeside						1.9	2.08	125	0.7	2.05	43	2.5	2.07	168	
TOTAL			0.4	1.04	12	12.4	1.49	591	8.3	1.28	341	21.0	1.40	945	

Table 2. Mineral Resource Estimate Table February 2020

Mineral Resources estimated by Jamie Logan of Kin Mining NL, and reported in accordance with JORC 2012 using a 0.5g/t Au cut-off within A\$2,000 optimisation shells