

HILL 800 GOLD PROSPECT – DRILLING TO COMMENCE

Minerals explorer **Carawine Resources Limited** (“Carawine” OR “the Company”) (ASX:CWX) is pleased to announce diamond drilling will soon commence at its Hill 800 gold prospect following the receipt of final regulatory approvals.

Preparatory work for the first phase of drilling, comprising 20 holes for approximately 3,000 metres has begun at the prospect, which is part of Carawine’s Jamieson gold and base metal exploration project in north eastern Victoria (Figure 1).

The drilling program will concentrate on confirming the interpreted model and orientation of the gold mineralisation and exploring the system’s strike and depth extents. This includes targeting the significant Induced Polarisation (IP) anomaly down-plunge from shallow mineralisation and the conductor target beneath the system, both identified from re-processing of historic geophysical data by Carawine (see ASX announcement dated 12 February 2018).

Carawine Managing Director David Boyd said the drilling program represents a significant milestone for the Company and is a credit to the exploration team who achieved all regulatory approvals on time, allowing the program to begin on schedule.

“We have secured two diamond drill rigs and put significant effort into planning and drill site preparation,” Mr Boyd said. “The program will mark the first time this high-grade gold target is drilled in the correct orientation with diamond drill core, which will significantly increase the chance of exploration success and allow for rapid and effective evaluation of both the mineralisation and the compelling geophysical targets at depth.

“The high-grade gold mineralisation at Hill 800 is a key exploration target for us. We have high expectations for our first program and we’re looking forward to begin drilling as soon as siteworks are complete.”

Hill 800 is a volcanic-hosted massive sulphide (VHMS) gold-copper system with many similarities in host rock, age and mineralisation style to the 1.5Moz Henty gold deposit in western Tasmania. Previous drilling at Hill 800 returned exceptional high-grade gold results, including:

- **33m @ 4.31g/t Au**, from surface (HEC1)
- **13m @ 10.9g/t Au**, from surface (HEC13), *including 3m @ 38.8g/t Au* from surface
- **23.4m @ 4.56g/t Au**, from 0.5m (HED1)
- **25m @ 4.72g/t Au**, from 3m (HEC45), *including 1m @ 24.0g/t Au* from 16m
- **21m @ 4.04g/t Au**, from 76m (HEC49), *including 1m @ 20.9g/t Au* from 80m
- **23m @ 4.13g/t Au**, from 86m (HEC48), and;
- **7m @ 22.1g/t Au**, from 184m (HED1), *including 1m @ 28.9g/t Au* from 184m *and 1m @ 122g/t Au* from 188m

(Down hole widths, may not represent true thickness, see ASX release dated 12 February, 2018 and Carawine’s IPO Prospectus announced on 12 December, 2017, for further details)

About the Project

Carawine is earning a 100% interest in the Jamieson project, located on unrestricted crown land within a geological province known as the Mt Useful Slate Belt (Figure 1). The region was founded on gold mining in the 1850s and a number of gold mines have operated or are currently in production in the region, including the A1 Mine near Gaffney’s Creek, and the Morning Star mine near Woods Point.

The project covers a “window” of Cambrian-aged volcanic rocks of similar age to the Mt Read Volcanics in western Tasmania, a world-class VHMS district. The discovery to date of two VHMS-style systems on the tenement confirms the outstanding potential of the project. Typically, deposits of this style occur in clusters often defining significant mining camps. Gold-rich VHMS deposits are particularly attractive given their high-grade and polymetallic nature.

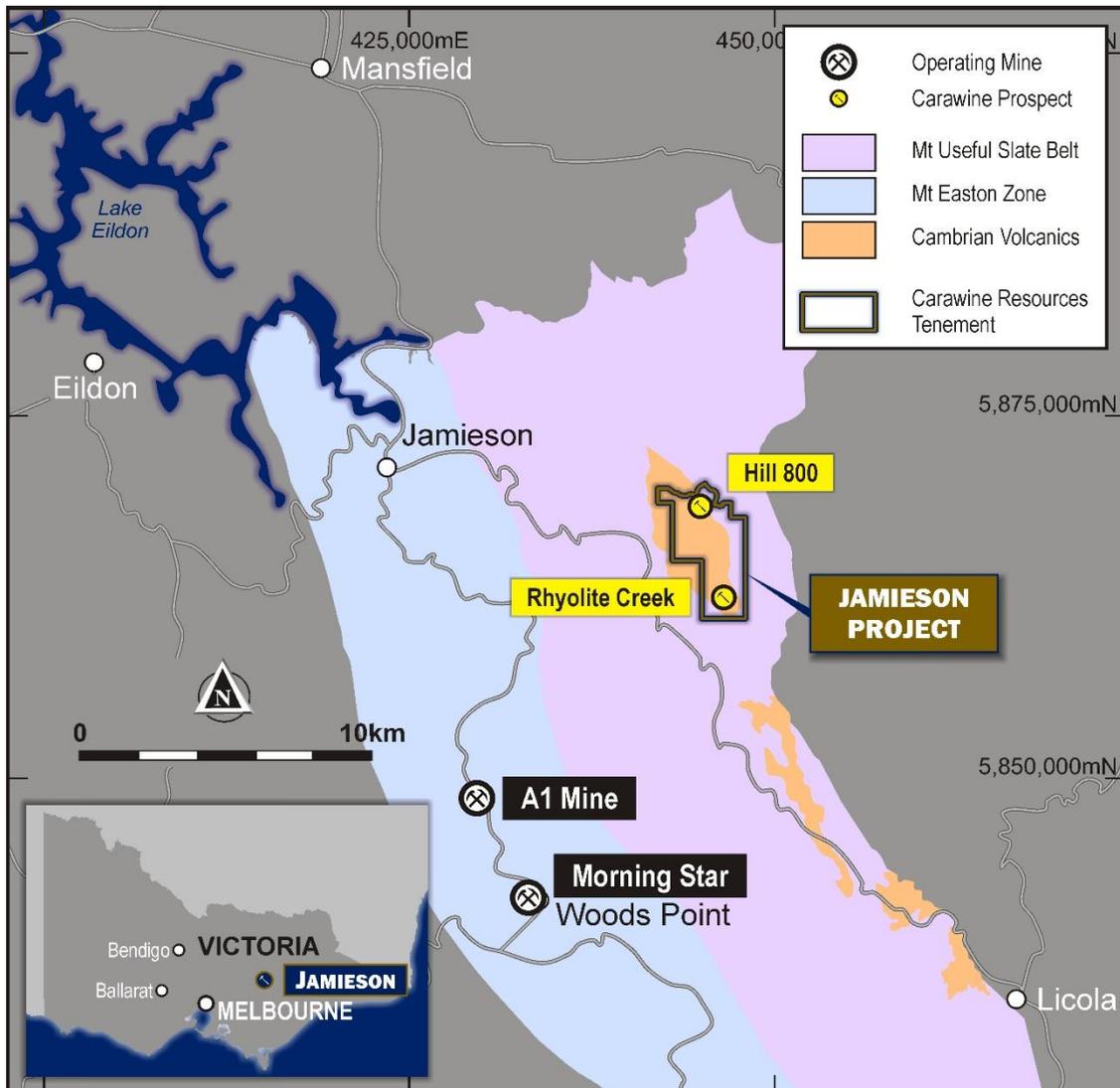


Figure 1: Jamieson project location.

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COMPLIANCE STATEMENTS

PREVIOUSLY REPORTED INFORMATION

This announcement includes information that relates to Exploration Results prepared and first disclosed under the JORC Code (2012). The information was extracted from the Company's previous ASX Announcements as follows:

- Hill 800 prospect: "Large IP Anomaly at Hill 800 Gold Deposit" 12 February 2018
- Prospectus: "Carawine IPO Prospectus" 12 December 2017

Copies of these are available from the ASX Announcements page of the Company's website: www.carawine.com.au

The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements. The Company confirms that the form and context in which the competent person's findings are presented have not been materially modified from the relevant original market announcements.

FORWARD LOOKING AND CAUTIONARY STATEMENTS

Some statements in this announcement regarding estimates or future events are forward-looking statements. They include indications of, and guidance on, future earnings, cash flow, costs and financial performance. Forward-looking statements include, but are not limited to, statements preceded by words such as "planned", "expected", "projected", "estimated", "may", "scheduled", "intends", "anticipates", "believes", "potential", "predict", "foresee", "proposed", "aim", "target", "opportunity", "could", "nominal", "conceptual" and similar expressions. Forward-looking statements, opinions and estimates included in this report are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Forward-looking statements are provided as a general guide only and should not be relied on as a guarantee of future performance. Forward-looking statements may be affected by a range of variables that could cause actual results to differ from estimated results, and may cause the Company's actual performance and financial results in future periods to materially differ from any projections of future performance or results expressed or implied by such forward-looking statements. So there can be no assurance that actual outcomes will not materially differ from these forward-looking statements.

ABOUT CARAWINE RESOURCES

Carawine Resources Limited is an exploration company whose primary focus is to explore for, and ultimately develop, economic gold, copper and base metal deposits within Australia. The Company has four gold, copper, cobalt and base metal projects, each targeting high-grade deposits in well-established mineralised provinces throughout Australia.

JAMIESON PROJECT (Au-Cu, Zn-Au-Ag)

The Jamieson Project is located near the township of Jamieson in the central eastern Victorian Goldfields and comprises granted EL5523, covering an area of 34 km² and containing the Hill 800 gold and Rhyolite Creek zinc-gold-silver prospects. In June 2017, the Company entered into the Jamieson Agreement to earn an interest of 100% in the Jamieson Project.

Hill 800 was discovered by New Holland Mining NL (New Holland) in 1994, following sampling of outcropping gold-rich gossans, with drilling returning results with significant widths and high gold grades. The deposit is a volcanic-hosted massive sulphide (VHMS) gold-copper system with similar host rock, age and mineralisation style to the 1.5Moz Henty gold deposit in Western Tasmania. The Rhyolite Creek Prospect, located about 5km south of Hill 800, was discovered in 2008, with diamond drilling intersecting a zone of strong alteration and sulphide mineralisation returning high grade zinc, gold and silver from an interpreted seafloor VHMS system.

OAKOVER PROJECT (Cu-Co)

Located in the highly prospective Eastern Pilbara region, the Oakover Project comprises seven granted exploration licences and eight exploration licence applications with a total area of about 3,260km², held 100% by the Company. The Oakover Project is centred on the Proterozoic Oakover Basin, prospective for copper, cobalt, manganese and iron. At Western Star the Company is developing a significant carbonate-hosted copper target. Numerous additional historic copper and cobalt prospects will be evaluated along with the area's potential for significant manganese, and to a lesser extent, iron mineralisation.

PATERSON PROJECT (Au-Cu, Cu-Co)

The Paterson Project, situated in the Paterson Province at the eastern edge of the Pilbara Craton, is dominated by Proterozoic age rocks of the Rudall Metamorphic Complex and the overlying Yeneena Supergroup. The Paterson area is host to the Telfer Au-Cu deposit, and the Nifty and Maroochydore stratabound Cu-(Co) deposits. Carawine's Paterson Project comprises five exploration licence applications over an area of about 989km² across four regions: Lamil Hills, Trotman South, Red Dog and Baton.

FRASER RANGE PROJECT (Ni-Cu-Co)

The Fraser Range Project includes the Red Bull, Bindii, Big Bullocks and Similkameen tenements, prospective for magmatic nickel-sulphide deposits such as that at the Nova nickel-copper-cobalt operation. Carawine has a joint venture with Independence Group NL (IGONL), who currently hold a 51% interest in the Tenements and can earn an additional 19% interest by spending \$5 million by 2021. As a dedicated nickel explorer with a long term commitment to the region, the Company considers IGO is well placed to carry the Project forward, providing the Company with significant exposure to exploration success in the Fraser Range.

ASX Code:	CWX	Market Capitalisation:	A\$12.7 million
Issued shares:	55 million	Cash (at 31 December, 2017):	A\$6.4 million