

Kingston to become a gold producer with acquisition of the Mineral Hill Mine in NSW

Acquisition delivers immediate gold production, cash-flow and outstanding gold and copper exploration upside in a Tier-1 mining district

Key Points:

- Kingston enters binding agreement to acquire the Mineral Hill Mine from US-based Quintana MH Holding Co LLC for up to A\$22.7M (US\$17.0M) in cash and shares.
- Located 65km north of Condobolin in NSW, Mineral Hill has extensive gold and copper Resources, a long production history, a recently upgraded 400ktpa CIL circuit, and an existing flotation plant.
- Gold tailings on site are currently being processed through the CIL circuit, which will deliver immediate gold production for Kingston.
- Tailings processing forecast to deliver gold production of 40,000oz at AISC of A\$1,550-1650/oz over 29 months¹, with positive free cash-flow expected in early 2022.
- Reserves of 71,163oz Au and a Resource base of 469,217oz Au Equivalent underpin Kingston's intent to establish initial mined production following conclusion of the tailings project.
- Outstanding exploration potential with multiple targets located within the Mining Licence hosting high-grade historic drilling results to be followed up.
- The Project comes with a highly prospective regional tenement package and is strategically located within a resource-rich region with a skilled local workforce.
- The mine re-opening will provide local employment and business opportunities for the surrounding townships within the Lachlan Shire.
- The acquisition is consistent with Kingston's stated objective of becoming a substantial gold producer in the Asia-Pacific region. The transition to production and strengthened balance sheet will also enhance its ability to advance the 3.8Moz Misima Gold Project in PNG.
- Transaction to be funded through an institutional placement raising \$14.0 million and a A\$4.0 million Share Purchase Plan.

Kingston Resources Limited (ASX: **KSN**) (**Kingston** or the **Company**) is pleased to announce that it has entered into a binding agreement (**Share Purchase Agreement** or **SPA**) with US-based Quintana MH Holding Co. LLC (**Quintana**) to acquire a 100% interest in the Mineral Hill Mine (**Mineral Hill**), located in central NSW (the **Transaction**).

¹ This production target is supported by the TSF Ore Reserve of 1.81Mt at 1.13g/t for 43,000oz Au



The acquisition represents a unique opportunity for Kingston to accelerate its transition to an operating mining company. The Mineral Hill Mine includes two processing circuits, current gold production, a number of developed polymetallic deposits and extensive exploration upside.

With first gold poured in September, Mineral Hill is currently ramping up production from the processing of existing tailings. Production is forecast to total 40,000 ounces at an average all-in sustaining cost (AISC) of A\$1,550-1,650/oz over 29 months. The operation is expected to deliver positive free cash-flow by early 2022.

The tailings processing operation will provide a solid foundation for Kingston to unlock the broader potential of the Mineral Hill asset, with minimal capital required to access several production-ready open pit and underground deposits. These near-term production opportunities include the Pearse and Pearse North deposits, the Southern Ore Zone and the Parkers Hill deposit. In addition, there are a large number of advanced exploration targets across the broader tenement package which the Company intends to pursue aggressively.

Kingston has an exploration and development program in place from which it intends to re-establish mine production from the existing reserve and resource base following completion of the tailings processing operation anticipated in late 2023.

Under the terms of the acquisition, Kingston has agreed to pay Quintana a combination of upfront cash and shares, deferred cash payments, and a 2% royalty over production. The consideration is comprised of:

- US\$1.0m (A\$1.3m) upfront cash
- US\$8.0m (A\$10.7m) upfront equity
- Deferred consideration based on the following milestones:
 - US\$1.5m (A\$2.0m) cash payment upon production of 15,000oz of gold
 - US\$2.0m (A\$2.7m) cash payment upon production of 22,500oz of gold
 - US\$3.5m (A\$4.7m) cash payment upon production of 30,000oz of gold
 - US\$1.0m (A\$1.3m) cash payment upon the earlier of production of 37,500oz of gold or the 31 December 2023
- A 2% NSR over future mine production from the Mineral Hill project area

Kingston intends to fund the Transaction through a A\$14.0 million placement (Equity Raising) and a A\$4.0 million Share Purchase Plan (see details below). The proceeds of the Equity Raising, together with existing cash reserves of approximately A\$5 million, will be used to complete the acquisition, fund associated transaction costs and environmental bonds, provide working capital to continue the ramp-up in gold production, and fund the planned aggressive near-term exploration and development program. The funds raised will also contribute to the ongoing development activity at the Company's Misima Gold Project.

Shareholder approval will be required in respect of the issuance of the consideration shares to Quintana – see details below. Accordingly, the acquisition of Mineral Hill is dependent on obtaining shareholder approval as well as customary terms and conditions. The company intends to defer its AGM from 25 November 2021 to 14 December 2021 to incorporate the shareholder approval required. A Supplementary NOM is expected to be distributed shortly with further details.

Kingston Resources Managing Director, Andrew Corbett, said: *“The acquisition of Mineral Hill is a unique opportunity for Kingston shareholders. We are very excited to be able to acquire a fully-developed gold and copper project in a Tier-1 location that has recently restarted operations with immediate gold production. The attractive deal metrics, near-term cash-flow and significant gold and copper exposure make for a fantastic*

strategic fit with our cornerstone asset, the 3.8Moz Misima Gold Project in PNG. Misima is a large-scale, long-life and low-cost development project which, combined with the near-term production profile and extensive exploration opportunities at Mineral Hill, provides Kingston with an ideal platform for growth.”

“Mineral Hill has a strong history of high-grade gold and copper production, a number of advanced brownfields exploration targets, an existing resource base and infrastructure which is expected to enable a low capital-intensity restart of existing development opportunities.

“The initial production will come from the re-processing of tailings on site, which is expected to be followed by a restart of both open pit and underground mining operations. The acquisition comes with an established operational team on site and a well-established mine plan, which means we can move forward quickly and efficiently at Mineral Hill while still progressing the Misima Definitive Feasibility Study and approvals program.

“Mineral Hill successfully operated from 1989 to 2004, producing 396koz of gold and 33kt of copper. Since the original mine closure in 2004, there has been limited exploration despite a number of outstanding drill results. We see exploration at Mineral Hill as one of the key pillars for our aspiration to become a leading diversified mid-tier gold and base metal producer in the Asia-Pacific region. Strategically, the processing plant is ideally located within the Cobar Basin to take advantage of both internal and external near-mine opportunities.”

Quintana Minerals President & COO, Xavier Ochoa, said:

“The Mineral Hill mine has had a significant operating history. Since 2018, when Quintana took over the property, our Australian operating team has accomplished excellent work to bring the mine back into operation in a staged manner with the CIL plant now fully refurbished and in commissioning to re-process onsite tailings with a high gold content. This same competent operating team, once the tailings re-processing is fully ramped up, will be capable of advancing to the next stage to capitalize on the significant mineral endowment of Mineral Hill by developing the known Pearce, Pearce North and Parker’s Hill open pits and various underground ore deposits, as well as exploring the site.

“Naturally for Quintana, being a US-based Company with operations in North America, having the opportunity to partner with an Australian-based operating company like Kingston through the sale of Mineral Hill and continuing as a stakeholder, through shares and royalties, will see a mutually beneficial opportunity to realize the full upside and potential of the asset.”

Immediate focus for Mineral Hill

Following completion of the Transaction, which is expected to occur in mid-to-late January 2022 the immediate focus will be to complete the production ramp up of the CIL circuit for the tailings re-processing. The current tailings mine plan involves the treatment of 1.7-1.8Mt @ 1.1g/t Au over 29 months, recovering 40,000oz of gold at an AISC of A\$1550-1650/oz.

The production ramp-up is expected to take four months, targeting nameplate production early 2022. The targeted tailings throughput rate is 750,000tpa.

In addition, exploration drilling will commence within two months of completion focusing on the Pearce open pit targets and the Southern Ore Zone (SOZ) underground targets. The aim will be to provide an updated Resource base to underpin mine feasibility work and approvals to ensure an immediate transition to open pit and/or underground feed at the completion of the tailings reprocessing.

Tailings Re-Processing

The Mineral Hill TSF 1 project is designed to mine and treat 1.81Mt at 1.13g/t Au tailings predominantly from TSF1 with a projected recovery of approximately 61% LOM, producing approximately 40,000 recovered ounces of gold. The mine plan has subdivided TSF1 into seven production cells that will be sequentially mined in 2m flitches; using hydraulic Dragflow pumps mounted on excavators that have material pushed to them by a small dozer. The system is designed to deliver a sustained 100t of solids to the plant per hour. There are 44 personnel currently on site to support the operation, reflecting a full ramp up of employees to run the mining and processing operations.

Overview of Mineral Hill and Past Production History

The Mineral Hill mine (Figure 1) is located 65km north of Condobolin in central NSW and comprises 20 granted Mining Leases enclosed by a single Exploration Licence, EL1999. The tenement package covers a total area of some 340km² with additional exploration tenure adjacent to the primary project area (Walkers Hill Tenement EL8334). The Project is a 2-hour drive from either Dubbo or Parkes, both of which are serviced by daily flight options from Sydney.

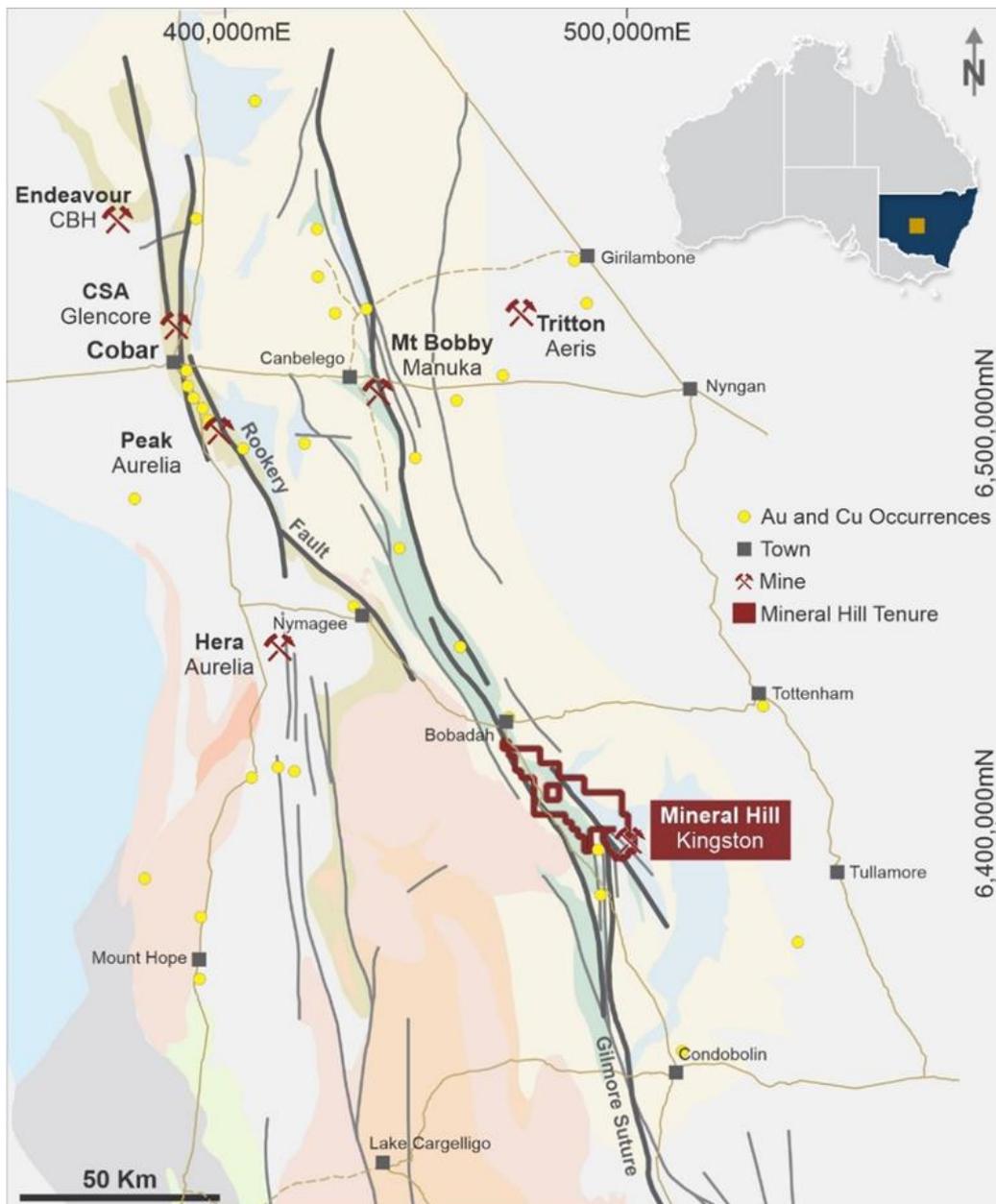


Figure 1. Mineral Hill Mine (100%) 516km SW of Sydney NSW in Cobar Basin.

The Project lies in the western portion of the Lachlan Fold Belt at the juncture of two regionally important structures – the Gilmore Suture and the Lachlan Transfer Zone. Mineral Hill is an extensive geological system containing a number of high-grade, low-tonnage ore bodies.

The Mineral Hill Mine is an historic operating mine site which was placed on care and maintenance in 2016. The site consists of a number of exploration and development opportunities including several historic small open pit and underground operations and a number of exploration targets.

The area was first explored in 1894. The Project has been operated sporadically since that date, including most recently by Kimberley Metals Limited (KBL) in 2008, which undertook high-grade gold mining at the Pearse open pit, as well as the Parkers Hill and the Southern Ore Zone underground operations. The Project was subsequently acquired by Quintana in 2016 out of administration and placed on care and maintenance until the decision to advance the tailings re-processing operation was made in 2020.

Gold exploration and development, through the existing reserves at Pearse and Pearse North, the tailings re-processing project, and the extensive exploration portfolio, remain the core of the operations at the Project. In addition to gold, the Project offers exposure to other precious and base metals, including copper, zinc, lead and silver within several of the exploration and development targets.

The planned exploration and development program that Kingston intends to undertake is aiming to bring Pearse, Pearse North into production initially upon conclusion of the tailings re-processing. This would then be followed by the Southern Ore Zone. The Resource base across these operations totals 2.2Mt.

The Project hosts existing infrastructure, including an existing processing plant (Figure 2), access to grid power and public roads, which will help accelerate a restart to mining production delivering on Kingston's stated aims of becoming a gold producer.



Figure 2. Site infrastructure includes a 350ktpa flotation and 400ktpa CIL circuit.

Mineral Hill Production History

Under the ownership of ASX-listed Triako Resources Limited (1989-2005), 2.1Mt ore was treated at an average grade of 6.4g/t Au and 1.1% Cu, for the recovery of 20,000 tonnes of copper and 360,000 ounces of gold.

KBL acquired the project in 2009 and resumed production in September 2011. As at June 2016, KBL's production at Mineral Hill totalled 12,498t copper, 3,566t lead, 1,472t zinc, 34,507oz gold and 615,160oz silver. Mineral Hill closed under KBL Mining in mid-2016, a result of a high debt burden and the mining operation being impacted by a pit wall failure and weather event at the Pearse open pit mine, this combination of factors resulted in KBL being placed into administration.

Exploration

In terms of modern exploration, Mineral Hill is considered highly under-explored and, while subject to extensive historical drilling, the recent discoveries of Pearse and Red Terror have highlighted the significant shallow potential with just 2% of drill-holes testing beyond 350m below surface. The average drill-hole depth is just 90m.

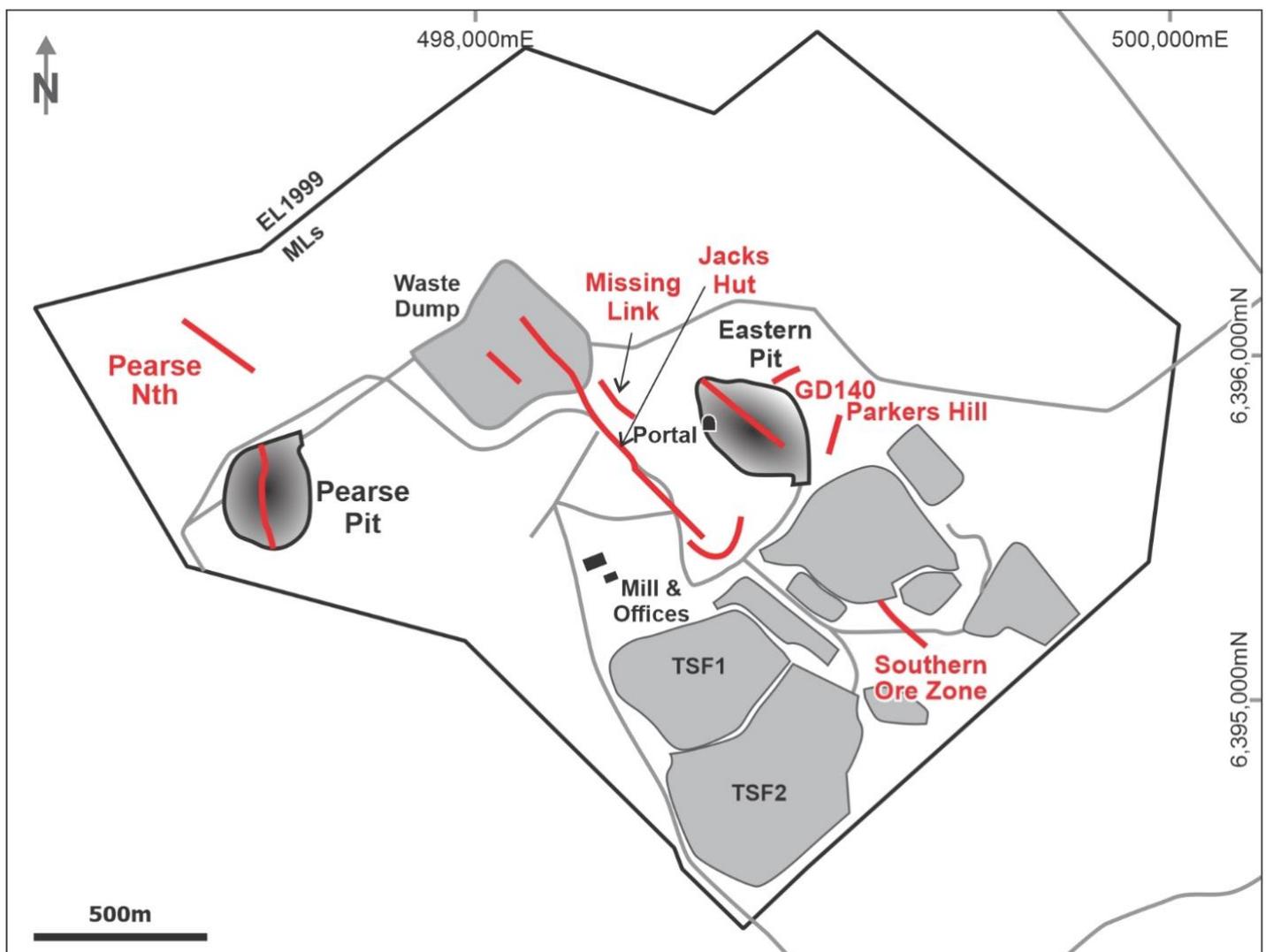


Figure 3. Highly prospective brownfields exploration targets within the existing Mining Leases.

Mineral Hill has been explored from surface and underground since the early 1960's with 248 kilometers of drill holes completed using diamond drilling and reverse circulation as the dominant drilling methodology.

Selected significant intercepts are presented below to highlight the tenor of ore grade intercepts within and proximal to the recognized ore zones, and as drill hole intercepts that infer extension potential of mineralised structures. Intervals are length weighted and calculated based on gold and copper grades with a lower cut-off of 0.3g/t Au and 0.3% Cu. Internal waste, defined as an interval without a value greater than at least one of the cut-off values, is included up to a maximum length of 2m

Southern Ore Zone (SOZ): Re-commencing underground mining of the SOZ precious and base metal lodes is anticipated to contribute medium-term ore feed. Drilling highlights at SOZ include:

- 37.7m @ 2.20g/t Au, 0.9% Cu, 69.8g/t Ag, 1.7% Pb, 0.4% Zn, from 12mdh KUSOZ072A
- 50.7m @ 1.28g/t Au, 2.2% Cu, 112.9g/t Ag, 15.9% Pb, 8.9% Zn, from 142mdh KUSOZ053
- 34m @ 3.46g/t Au, 0.8% Cu, 4.1g/t Ag, 0.3% Pb, 0.2% Zn, from 354mdh TMH221
- 17.5m @ 3.57g/t Au, 2.0% Cu, 8.7g/t Ag, 0.2% Pb 0.3% Zn from 313mdh TMH239A
- 35.2m @ 1.63g/t Au, 1.3% Cu, 4.8g/t Ag, 0.1% Pb, 0.2% Zn from 301.5mdh TMH218
- 14.75m @ 1.30g/t Au, 1.4% Cu, 8.1g/t Ag from 391.5mdh TMH222
- 21.1m @ 0.97g/t Au, 1.4% Cu, 8.9g/t Ag, 0.1% Pb, 0% Zn from 388.8mdh TMH237

A number of additional high priority exploration targets have been identified by the Company and include:

Pearse Corridor is a highly prospective, yet underexplored zone defined by an extensive As-Sb-Au soil anomaly and hosting JORC 2012 Resources and Ore Reserves with in the Pearse and Pearse North open pit deposits. Drilling highlights include:

Pearse (partially mined)

- 18m @ 3.15g/t Au, 265.7g/t Ag from 105m - KMHRC054
- 13m @ 2.64g/t Au, 65g/t Ag from 100m - KMHRC029

Pearse North

- 6m @ 9.08g/t Au, 46.3g/t Ag from 108m - KMHRC085
- 8m @ 4.07g/t Au, 86.7g/t Ag from 125m - T356
- 20m @ 1.80g/t Au, 64.0g/t Ag from 53m - KMHRC171
- 17m @ 4.50g/t Au, 9.0g/t Ag from 4m - KMHRC161
- 13.1m @ 3.70g/t Au, 43.0g/t Ag from 54.3m - KMHDD032
- 15.6m @ 13.30g/t Au, 114.0g/t Ag from 19m - KMHDD030

Jacks Hut comprises vein-style and stockwork copper mineralisation. The open pit target is adjacent to the high-grade breccia core mined by Triako Resources Ltd yielding 11.9kt copper and 80koz gold. Drilling highlights include:

- 49m @ 1.81% Cu, 3.3g/t Ag, 0.76g/t Au from 24m - KMHRC159
- 30m @ 1.09% Cu, 2.7g/t Ag, 0.15g/t Au from 62m - KMHRC150
- 28m @ 0.99% Cu, 2.4g/t Ag, 0.19g/t Au from 22m - KMHRC158

Missing Link has the potential to be a structural repeat to the North-East of Jacks Hut and may be incorporated into a Jacks Hut open pit concept. Drilling highlights include:

- 8m @ 9.13g/t Au, 7.2g/t Ag from 22mdh - GMH27

- 21m @ 2.41g/t Au, 0.6g/t Ag from 39mdh - TMH125
- 22.1m @ 1.80g/t Au, 1.0g/t Ag from 45mdh - TMH204
- 21m @ 5.30g/t Au, 2.0g/t Ag, 1.28% Cu from 58mdh - KMHRC138

Parkers Hill is immediately adjacent to the Eastern Ore Zone (EOZ), historically mined from underground, however, Kingston is considering the potential of open pit mining. Parkers Hill contains a JORC 2004 Resource and will be a focus to upgrade to JORC 2012 and commence scoping studies on a potential open pit operation. Drilling highlights include:

- 31m @ 0.9% Cu, 0.6% Pb, 0.7% Zn, 5g/t Ag, 0.80g/t Au from 105m - KMHRC148
- 10.4m @ 2.2% Cu, 2.3% Pb, 0.6% Zn, 33g/t Ag, 0.60g/t Au from 67.2m - KUPH095
- 10.1m @ 0.5% Cu, 2.1% Pb, 2.2% Zn, 13.2g/t Ag, 0.80g/t Au from 73.2m - KUPH097

GD140 is a gold/silver target adjacent to the historically mined EOZ underground. Gold mineralisation is associated with quartz veining <25cm thick with low sulphide content. Drilling highlights include:

- 25m @ 1.33g/t Au from 55mdh - 4246
- 12m @ 5.00g/t Au, 3.4g/t Ag from 58mdh - 4100
- 9m @ 3.25g/t Au from 68mdh - 4244
- 40m @ 0.55g/t Au, 0.6g/t Ag from 56mdh - TMH155
- 25m @ 0.66g/t Au, 3.2g/t Ag from 83mdh - KMHRC136

Conceptual Undercover Structural Targets – a number of early-stage conceptual exploration targets have been developed through an inferred structural architecture. These are largely related to untested zones beneath sequences of cover and include the Ashes West Graben, Q Fault Skarn and Parkers Hill East Anomaly.

Processing Plant

Existing CIL (Carbon-in-Leach) plant infrastructure has been recently upgraded and refurbished ahead of commencing the tailings processing.

Under the configuration adopted for the tailings re-processing the plant capacity is rated at approximately 750,000tpa. The historic capacity of the flotation and CIL circuits was approximately 350,000tpa and 400,000tpa. The flotation circuit was capable of treating both gold and base metal sulphide ore and produced gold, copper, lead and zinc concentrates. The CIL circuit was added to lift gold recoveries and produced gold dore in 2016.

The crushing, grinding, and flotation circuit is currently on care and maintenance and will require refurbishment before hard rock processing can recommence.

Reserves and Resource

Mineral Resources for the Mineral Hill Mine have been compiled for five separate ore bodies within the Mine Lease area. Ore Reserves have been estimated for three deposits at TSF, Pearse and Pearse North.

Mineral Hill Resources have been estimated as **5.9Mt @ 1.20g/t Au, 23.5g/t Ag, 0.7% Cu, 1.0% Pb, and 0.6% Zn for 229Koz Au, 4,461Koz Ag, 43Kt Cu, 60Kt Pb, and 35Kt Zn** (Table 1).

Mineral Hill Mine Ore Reserves for TSF, Pearse and Pearse North have been estimated as **2.1Mt @ 1.40g/t Au, 5g/t Ag for 71Koz Au and 346Koz Ag** (Table 2).

Existing Mineral Resources and Ore Reserves provide a solid foundation for Kingston to unlock the potential of the Mineral Hill asset, with minimal capital required to access several production-ready open pit and underground deposits.

Mineral Resources and Ore Reserves for Pearse, Parkers Hill and the Southern Ore Zone have been adjusted for mining depletion using the production wireframes created by the site survey department at the time of mining¹.

The Southern Ore Zone (SOZ) and Tailings Storage Facility (TSF; Tails Reprocessing Project) have been prepared in accordance with JORC Code 2012 and are current. Parkers Hill and Pearse Mineral Resource Estimates that have been prepared by a Competent Person in accordance with the JORC Code 2004 and have not been updated to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported. Work needed to ensure accord with JORC 2012 consists of verifying the assumptions and geological model presented in the original estimate, and potentially a program of targeted drilling. It is anticipated that much of the future work programs will be focused on establishment of the underlying geological and structural model, and metallurgical studies to increase the confidence in predicted recoveries as well as mining optimisation studies.

Table 1: Consolidated Mineral Resources for Mineral Hill Mine^{1,2,3}

Deposit	Total										
	Tonnes Mt	Au (g/t)	Ag (g/t)	Cu (%)	Pb (%)	Zn (%)	Au (Koz)	Ag (Moz)	Cu (Kt)	Pb (Kt)	Zn (Kt)
TSF	1.86	1.13					67				
Pearse	0.14	4.82	149				22	0.68			
Pearse North	0.30	2.70	26				26	0.25			
SOZ	1.78	1.79	18	1.2	1.2	1.0	102	1.02	20	22	18
Parkers Hill	1.84	0.19	43	1.3	2.1	0.9	11	2.52	22	38	17
TOTAL	5.91	1.20	23	0.7	1.0	0.6	229	4.46	43	60	35

Table 2: Ore Reserves for Mineral Hill Mine^{1,2,3}

	Proved			Probable			Total				
	Tonnes (Mt)	Au (g/t)	Ag (g/t)	Tonnes (Mt)	Au (g/t)	Ag (g/t)	Tonnes (Mt)	Au (g/t)	Ag (g/t)	Au (Koz)	Ag (Koz)
TSF				1.81	1.13		1.81	1.13		43	
Pearse				0.08	5.12	85	0.08	5.12	85	14	227
Pearse North	0.06	2.30	17	0.12	2.60	22	0.18	2.50	21	15	119
TOTAL	0.06	2.30	17	2.02	1.38	5	2.07	1.41	5	71	346

Table 3: Measured Component of Mineral Hill Mine Mineral Resources

	Measured ³					
	Tonnes (Mt)	Au (g/t)	Ag (g/t)	Cu (%)	Pb (%)	Zn (%)
TSF						
Pearse	0.14	4.82	149			
Pearse North	0.07	2.40	19			
SOZ	0.49	2.03	12	1.2	0.6	0.4
Parkers Hill						

TOTAL	0.70	2.63	40	0.8	0.4	0.3
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Table 4: Indicated Component of Mineral Hill Mine Mineral Resources

Indicated³						
	Tonnes (Mt)	Au (g/t)	Ag (g/t)	Cu (%)	Pb (%)	Zn (%)
TSF	1.86	1.13				
Pearse						
Pearse North	0.21	2.90	30			
SOZ	0.69	1.63	22	1.1	1.7	1.4
Parkers Hill	1.79	0.19	42	1.3	2.1	0.9
TOTAL	4.54	0.92	21	0.7	1.1	0.6

Table 5: Inferred Component of Mineral Hill Mine Mineral Resources

Inferred³						
	Tonnes (Mt)	Au (g/t)	Ag (g/t)	Cu (%)	Pb (%)	Zn (%)
TSF						
Pearse						
Pearse North	0.03	2.00	16			
SOZ	0.60	1.79	18	1.3	1.3	1.1
Parkers Hill	0.05	0.20	48	0.7	1.8	2.4
TOTAL	0.67	1.68	20	1.2	1.3	1.2

- 1- The Ore Reserve and Mineral Resources estimates were prepared by a Competent person in accordance with the JORC Code 2012 with exception of the Parkers Hill and Pearse Mineral Resource Estimates that have been prepared by a Competent Person in accordance with the JORC Code 2004 and have not been updated to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported. Pearse, Parkers Hill and the Southern Ore Zone Mineral Resource estimates and Ore Reserves have been adjusted by mining depletion using the production wireframes created by the site survey department at the time of mining. These wireframes represent the mining activities at these deposits to the best of Kingston's knowledge although they are not to be viewed as complete or accurate in their entirety and therefore mining depletion may be revised when Kingston is able to produce revised determinations on more complete data and verification thereof.
- 2- Mineral Resources are reported inclusive of Ore Reserves
- 3- Rounding to significant figures may cause minor computational discrepancies

Equity Raising

The acquisition and associated transaction costs will be funded through an institutional placement (**Placement**) for which Kingston has secured binding commitments from institutional and sophisticated investors totalling \$14.0 million. Alongside the Placement, a Share Purchase Plan will be offered to existing eligible shareholders targeting a raise of up to A\$4.0 million.

Canaccord Genuity (Australia) Limited acted as Lead Manager in relation to the Placement.

The issue price of A\$0.20 per share for both the Placement and the Share Purchase Plan represents a:

- 16.7% discount to the closing price of Kingston shares of A\$0.24 on 15 November 2021 being the last trading day prior to release of this announcement; and a
- 12.1% discount to the 10 day VWAP prior to the release of this announcement.

Under the Placement, Kingston will issue 70 million new fully paid ordinary shares. It is anticipated that 41,554,019 shares will be allotted under Listing Rule 7.1, and 28,445,981 will be allotted under Listing Rule 7.1A. The shares are expected to be issued on or around 22 November 2021. Further details of the Placement issue are set out in the Appendix 3B lodged by the Company today.

Shareholder approval for the issuance of consideration shares to Quintana and to ratify the above Placement pursuant to Listing Rule 7.4 will be considered at the Company's Annual General Meeting (**AGM**) which is expected to be held on 14 December 2021.

Funds raised under the Placement will primarily be used to fund the acquisition of Mineral Hill, associated environmental bonds, and transaction costs, and the planned exploration and development program at Mineral Hill. Funds will also be utilised to advance feasibility studies and approvals programs at Kingston's Misima Gold Project in PNG, as well as for general working capital purposes.

Share Purchase Plan

The Share Purchase Plan (SPP) will be offered to existing eligible shareholders, being those shareholders that are residents in Australia or New Zealand that held Kingston shares as at 7:00pm (AEDT) on Wednesday, 17 November 2021. Eligible shareholders will be invited to participate in the SPP at the same issue price as the Placement (A\$0.20 per share). The SPP will provide eligible shareholders the opportunity to increase their holding by up to A\$30,000 without incurring any brokerage or transaction costs. The SPP is targeted to raise a maximum A\$4.0 million and is not underwritten.

Kingston may increase or decrease the size of the SPP and/or scale back applications under the SPP at its discretion. Any scale-back will be applied to the extent and in the manner, Kingston sees fit, which may include taking into account a number of factors such as the size of an applicant's shareholding at the record date for the SPP, the extent to which the applicant has sold or purchased shares since the record date, whether the applicant may have multiple registered holdings, the date on which the application was made, and the total applications received from eligible shareholders. Further information regarding the SPP (including terms and conditions of the SPP) will be provided to eligible shareholders in the SPP offer booklet, which will be made available to eligible shareholders shortly. Eligible shareholders wishing to participate in the SPP will need to apply in accordance with the instructions in the SPP offer booklet. Participation in the SPP is optional.

At the time of allotment under both the Placement and SPP, New Shares issued under the offers will rank pari-passu with existing shares.

Share Purchase Plan Timetable

Event	Date
Record Date	17 November 2021
Opening Date	22 November 2021
Closing Date	16 December 2021
Announcement of SPP results	20 December 2021
Issue of New Shares	23 December 2021
Quotation of Shares on ASX	23 December 2021
Despatch of Holding Statements	24 December 2021

The above timetable is indicative only and is subject to change. All dates and times are AEST. Subject to the requirements of the Corporations Act, the ASX Listing Rules and any other applicable laws, Kingston reserves the right to amend this timetable at any time, including extending the closing date of the Share Purchase Plan period or accepting late applications, either generally or in particular cases, without notice. Any extension of the closing date will have a consequential effect on the issue date of the New Shares. The commencement of quotation of New Shares is subject to confirmation from ASX. The information in this announcement does not constitute financial product advice and does not take into account the financial objectives, personal situation or circumstances of any shareholder. If you are in any doubt as to how to proceed, please contact your financial, tax or other professional adviser.

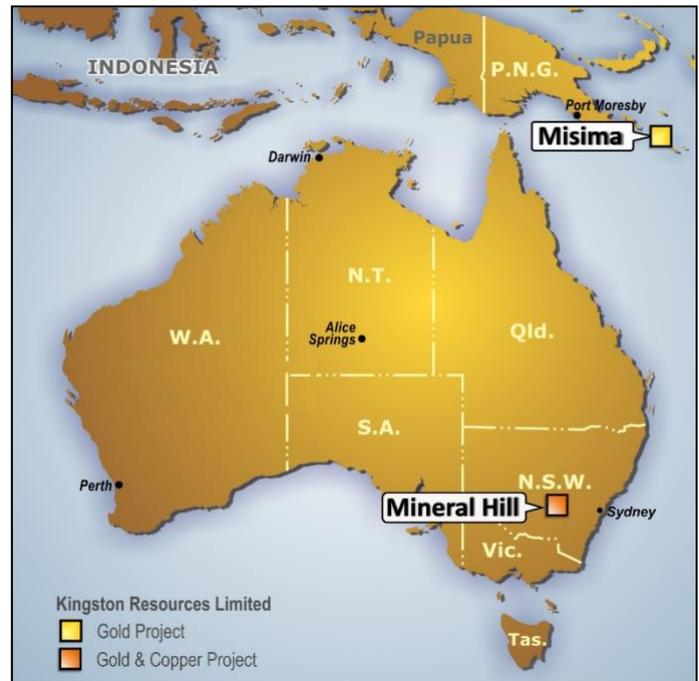
Investor Presentation

Further details of the Transaction and the Equity Raising are detailed in the investor presentation released on the ASX platform today.

This release has been authorised by the Kingston Resources Limited Board. For all enquiries please contact Managing Director, Andrew Corbett, on +61 2 8021 7492.

About Kingston Resources

Kingston Resources is a metals exploration company which is focused on exploring and developing the world-class Misima Gold Project in PNG. Misima hosts a JORC Resource of 3.8Moz Au and an Ore Reserve of 1.35Moz. Misima was operated as a profitable open pit mine by Placer Pacific between 1989 and 2001, producing over 3.7Moz before it was closed when the gold price was below US\$300/oz. Kingston has concluded a Pre-Feasibility Study for Misima and is continuing to advance development activities. The Misima Project also offers outstanding potential for additional resource growth through exploration success targeting extensions and additions to the current Resource base. Kingston's interest in Misima is held through its PNG subsidiary Gallipoli Exploration (PNG) Limited.



The Misima Mineral Resource and Ore Reserve estimate outlined below was released in an ASX announcement on 24 November 2020 and 15 September 2021. Further information relating to the resource is included within the original announcement.

Resource Category	Cut-off (g/t Au)	Tonnes (Mt)	Gold Grade (g/t Au)	Silver Grade (g/t Ag)	Au (Moz)	Ag (Moz)
Indicated	0.3	97.7	0.79	4.3	2.5	13.4
Inferred	0.3	71.3	0.59	3.8	1.4	8.7
Total	0.3	169	0.71	4.1	3.8	22.1
Reserve	Cut-off (g/t Au)	Tonnes (Mt)	Gold Grade (g/t Au)	Silver Grade (g/t Ag)	Au (Moz)	Ag (Moz)
Probable	0.3	48.3	0.87	4.2	1.35	6.48

Misima JORC 2012 Mineral Resource & Ore Reserve summary table

Competent Persons Statement and Disclaimer

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr. Stuart Hayward BAppSc (Geology) MAIG, a Competent Person who is a member of the Australian Institute of Geoscientists. Mr. Hayward is an employee of the Company. Mr. Hayward has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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. Hayward confirms that the information in the market announcement provided is an accurate representation of the available data and studies for the material mining project and consents to the inclusion in this report of the matters based upon the information in the form and context in which it appears.

The Competent Person signing off on the overall Ore Reserves Estimate is Mr John Wyche BE (Min Hon), of Australian Mine Design and Development Pty Ltd, who is a Fellow of the Australasian Institute of Mining and Metallurgy and who has sufficient relevant experience in operations and consulting for open pit metalliferous mines. Mr Wyche consents to the inclusion in this report of the matters based upon the information in the form and context in which it appears.

Kingston confirms that it is not aware of any new information or data that materially affects the information included in all ASX announcements referenced in this release, and that all material assumptions and technical parameters underpinning the estimates in these announcements continue to apply and have not materially changed.