

28 April 2020

ASX Announcement

OAKDALE SIGNS BINDING ACQUISITION OF CROWN PGE-NICKEL-COPPER PROJECT NEIGHBOURING JULIMAR DISCOVERY IN YILGARN, WA

HIGHLIGHTS

- The Crown PGE-Nickel-Copper Project is located circa 8km from Chalice Gold Mines (ASX: CHN) Julimar Complex and is contiguous with Chalice tenure that incorporates the growing discovery.
- Crown comprises a 93km² exploration license underlain by an extensive network of magnetic structures similar to those that host Julimar.
- The area, only 60-70km northeast of Perth, has been demonstrated by Chalice to be an entirely new PGE-Nickel-Copper province with the potential for multiple Julimar analogues and extensions.

Oakdale Resources Limited (ASX: OAR) (“Oakdale” or “the Company”) announces that a Binding Acquisition Agreement has been executed to acquire 100% of Australian Precious Minerals Pty Ltd (APM), holder of the **Crown PGE-Nickel-Copper Project** (Crown, the Project) held within the exploration asset E70/5406, located within the Yilgarn Craton and approximately 70km north east of Perth, Western Australia.

The Crown PGE-Nickel-Copper Project covers a series of prominent magnetic structures similar to and extending from the Chalice Gold Mine’s Julimar Complex, and which have not been drill tested. The map below (Figure 2) displays APM’s tenement (left) and its magnetic anomalism, and the Julimar tenement to the right with location of discovery hole marked.

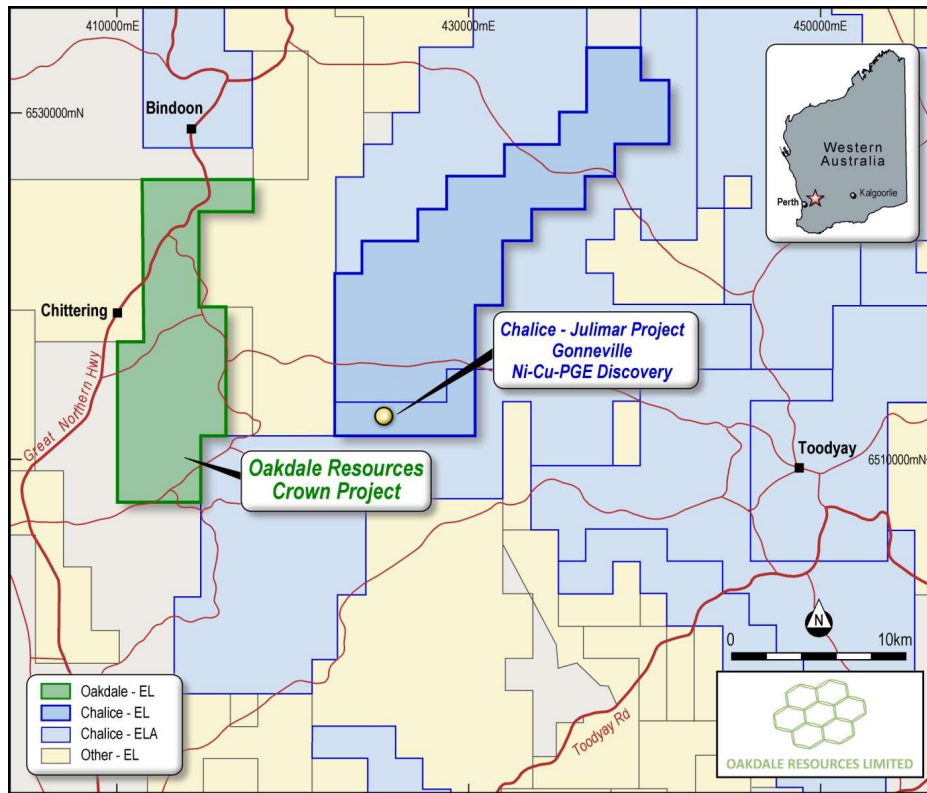


Figure 1: Location of Australian Precious Minerals tenement in relation to Chalice Gold Mine tenements

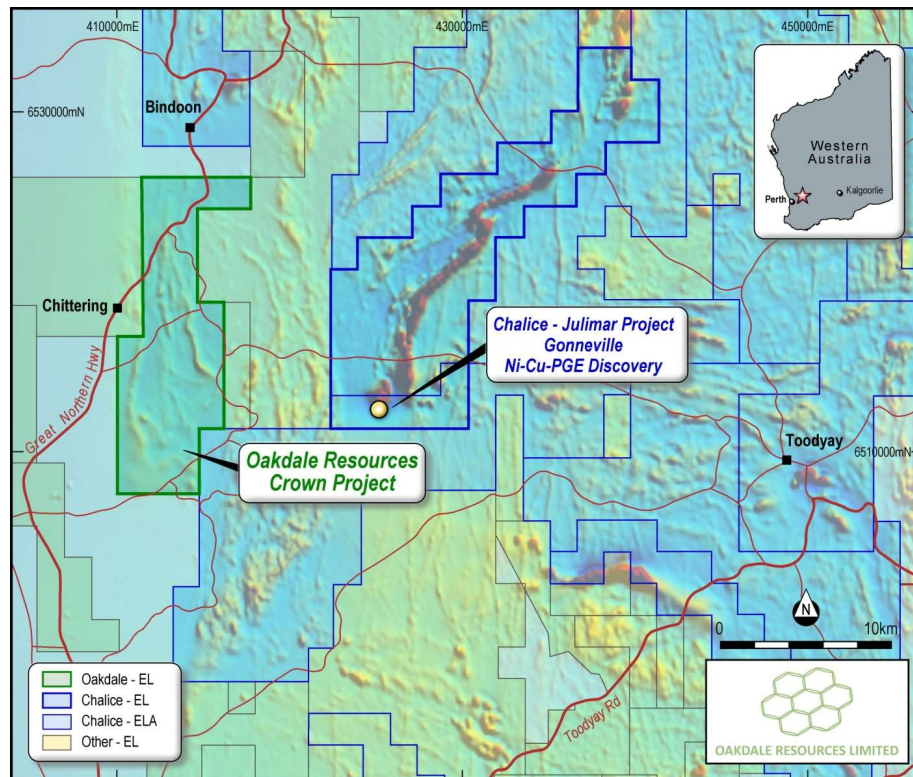


Figure 2: Crown PGE-Nickel Copper Project shown to the left of the Julimar discovery hole

Geological Setting Discussion

The Crown Project is situated less than 8km from the Julimar Discovery and adjoins Chalice tenure that is the site of Chalice's recent high grade, broad intervals of PGE-Nickel-Copper mineralisation.

The exploration project E70/5406 is currently under application and is expected to be granted within 12 weeks.

Crown lies within the western edge of the Yilgarn Craton. The basement geology is poorly explored and previously misunderstood, with the GSWA failing to identify the intrusive complex, instead having interpreted the Julimar site as granitic.

The Chalice exploration successfully tested the potential of a mafic-ultramafic layered intrusive complex based on high resolution magnetics, and considered it prospective for platinum group elements, nickel and copper despite not ever having been explored for these metals.

Chalice's broad PGE and nickel-copper intervals, which remain open in all directions, point to a regional scale discovery that may extend far beyond its initial lateral delineation, whilst geological analogues such as the Jinchuan Nickel Mine in China demonstrate what may be found beneath disseminated sulphide zones.

Considering the presence of analogous magnetic structures on trend from Julimar, the open nature of the Julimar Discovery, the close proximity to new high grade assays, and the absence of previous drilling, APM believes that Crown has potential to host an extension or repeat of a similar polymetallic orebody.

Following settlement of the acquisition, Oakdale will begin access discussions with landowners and conduct airborne and geochemical exploration.

These exploration initiatives will be designed to pinpoint the most prospects drill targets. Drilling will commence upon project grant and drill permits.

Oakdale views acquiring APM and Crown as transformative for the company and will become fully funded on completion of capital raising detailed below to conduct aggressive exploration of this exciting new asset.

Acquisition Terms

The acquisition of APM and the Crown Project will be settled through issuing the Vendors fully paid ordinary Oakdale shares (subject to shareholder approval) as follows:

- 35,000,000 fully paid ordinary shares in Oakdale on receiving Oakdale's shareholder approval.
- 27,000,000 fully paid ordinary shares in Oakdale on the granting of the tenement application.
- 27,000,000 fully paid ordinary shares in Oakdale on the granting of the drilling program approval by the WA Mines Department.

Capital Raising – Share Placement and Rights Issue

The Company is conducting a share placement to professional and sophisticated investors and launching a Rights Issue to raise capital for exploration, project development, working and other capital requirements.

The Placement will raise up to \$140,329 ("Placement") through placing 70,164,686 shares at an issue price of \$0.002 per share, with 1 free attaching listed options (OARO) for every 2 shares subscribed, with an expiry date 31 December 2021 and \$0.04 exercise price. The options will be issued subject to shareholder approval.

Oakdale will also offer existing shareholders a pro rata non-renounceable entitlement offer (Rights Issue) on the same terms as the Placement. The Company is currently finalising the terms of the Rights Issue and will announce the terms and timetable (including a record date) in due course.

The Placement is made without a prospectus or other disclosure document as an exempt issue to sophisticated and professional investors only. It is noted that a Cleansing Notice will be issued for the purpose of Section 708A(5)(e) of the Corporations Act to remove any trading restrictions on the sale of the shares issued by the Company.

Oakdale Resources Executive Chairman, Chris Gale commented, ***"This acquisition is exceptional value and puts Oakdale well and truly in strike of a significant PGE-Nickel-Copper-Gold project, given the location and geological setting in the Yilgarn. This is rich ground and we expect there will be multiple targets to uncover. We look forward to progressing this acquisition through approvals and into exploration."***

For further information please contact:

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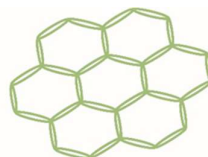
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Competent Person Statement:

The information in this announcement that relates to Exploration Results and general project comments is based on information compiled by Nicholas Revell, a Competent Person who is a Member of The Australian Institute of Geoscientists. Mr. Revell is a geologist consultant to Oakdale. Mr. Revell has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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. Revell consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

About Oakdale Resources Limited

Oakdale Resources is an ASX listed precious metals explorer and aspiring producer. Oakdale recently signed an option agreement to acquire Alpine Resources, which controls three gold exploration projects in Nevada, USA. The projects are in a region that hosts several multi-million-ounce gold deposits. Oakdale's Peruvian subsidiary Ozinca Peru SAC, owns a CIP Gold lixiviation plant, strategically located proximal to thousands of small gold miners in Southern Peru. Oakdale has also entered into a binding term sheet to acquire Australian Precious Minerals Pty Ltd, holder of the Crown PGE-Nickel exploration asset in Western Australia. Crown adjoins the Julimar polymetallic discovery.



OAKDALE RESOURCES LIMITED