



ASX ANNOUNCEMENT

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UPDATE ON DRILL PROGRAMME AT THE COMMONWEALTH PROJECT, NSW

Drill programme extended by a further 500 m (6 holes)

Extension of Induced Polarisation (IP) Survey planned

Down-hole geophysical survey completed: results awaited

First assays expected shortly

Following encouraging indications of sulphide mineralisation in a number of drill holes, Impact Minerals Limited (IPT:ASX) has decided to complete a further 500 m of RC and diamond drilling, for a total of 3,000 m, in its maiden drill programme at its 100%-owned Commonwealth Project near Orange in New South Wales.

The drill programme is testing a number of targets identified by Impact for high-grade gold-silver base metal mineralisation at the project's Main Shaft, Commonwealth South and Silica Hill prospects as well as the Coronation Trend.

A total of 1,800 m of drilling has been completed so far. Progress has been slower than planned mainly because of excessive water flow in a number of RC holes that prevented them reaching target depth. These holes are being completed by diamond drilling which is slower than RC drilling.

The sulphide mineralisation intersected in the drill holes shows a good correlation with Induced Polarisation anomalies identified by Impact in a small ground geophysical survey over Main Shaft Commonwealth South and Silica Hill. These anomalies are open along strike both to the north and south. Accordingly it is planned to extend the survey in both directions.

In addition, given the correlation of the IP anomalies with sulphide mineralisation, further survey lines are warranted along the Coronation Trend and the Doughnut Prospect where significant soil geochemistry anomalies indicate potential for disseminated sulphide mineralisation associated with copper-gold skarn and porphyry copper-gold deposits. The IP surveys are planned for September.

Down-hole MMR (SAM) and EM surveys have been completed on Impact's first two diamond drill holes. Initial indications are that the MMR technology has successfully identified the mineralisation at Main Shaft and Commonwealth South and the technique shows promise for the identification of new targets at depth. Interpretation of the data is in progress.

First assay results are expected shortly, following unscheduled delays at the laboratory.

A detailed update on the programme will be provided when these assays become available.



A handwritten signature in black ink, reading 'Michael G Jones'.

Dr Michael G Jones
Managing Director

The review of exploration activities and results contained in this report is based on information compiled by Dr Mike Jones, a Member of the Australian Institute of Geoscientists. He is a director of the company and works for Impact Minerals Limited. He has sufficient experience which is relevant to the style of mineralisation and types of deposits 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 (the JORC Code). Mike Jones has consented to the inclusion in the report of the matters based on his information in the form and context in which it appears.