

ADDITIONAL LARGER DRILL RIG MOBILISED TO LONE PINE GOLD PROJECT

HIGHLIGHTS

- **An additional, larger diamond drill rig capable of drilling HQ3 core is currently being mobilised to the Lone Pine Gold Project for the ongoing drilling of the Lone Pine vein zone, with the aim of achieving a maiden JORC compliant resource estimate.**
- **Diamond drill holes LPDD01 to LPDD05 inclusive have been completed along the known strike length of the Lone Pine vein zone, demonstrating excellent geological continuity.**
- **These first five holes have been logged with samples dispatched to ALS for assay.**
- **The larger drill rig, equipped to drill HQ3 core (vs the present NQ) has been mobilised to improve core recoveries, particularly in the gold mineralised quartz vein zone.**
- **Due diligence continues on the King Solomon Mine, which the Company has the option to acquire from Jervois Mining Ltd.**
- **All assay results from the initial 5 hole program are expected in the next 2-3 weeks and will be reported when received.**

US focused gold explorer, Hawkstone Mining Limited (**ASX:HWK**) ("**Hawkstone**", the "**Company**") is pleased to announce the mobilisation of a larger diamond drill rig to continue the maiden drill program targeting high grade mineralisation at the Lone Pine Gold Project ("**Project**") in Idaho, USA.

Diamond drill holes LPDD01 to LPDD05 inclusive have been completed, geologically logged and samples dispatched to ALS for analysis. The Company is highly encouraged by the progress of the drill program to date and, with funding from the exercise of the unlisted options¹, has elected to mobilise a larger drill rig to enable a resource drill out.

Hawkstone Managing Director, Paul Lloyd, commented: *"We're very pleased with the geological continuity from the first 5 holes on the Lone Pine Gold Project. Although drilling and recovery problems have been encountered, the level of continuity has provided sufficient encouragement to mobilise a larger drill rig that will alleviate the problems and allow a drill out of a potential JORC compliant resource. The initial program has provided Hawkstone with an understanding of the Lone Pine's geology, which has enabled the decision to proceed with a drill out and mobilise a larger, more capable drill rig".*

Exploration to date has traced the Lone Pine vein zone at surface, over a total strike length of 600 metres².

¹ HWK ASX Announcement 14 July, 2020, Early Exercise of Options Raises \$1.77M to fund High Grade Gold Exploration

² HWK ASX Announcement 13 July, 2020, Lone Pine Gold Project Exploration Update

LONE PINE GOLD PROJECT

Drill holes **LPDD01 to LPDD05** and **Trenches 20-1 and 2** have intersected the vein zone where **interpreted (Figure 1)**. These holes have been logged and sampled with samples dispatched to ALS Laboratories for analysis.

With the drilling and trenching demonstrating excellent geological continuity over the 600m strike length of the vein zone, Hawkstone has decided to mobilise a larger drill rig capable of drilling HQ3 core (61.1mm diameter versus the current NQ core with a diameter of 47.6mm). The move to a larger diameter core size will improve core recoveries and also provide a larger sample size through the vein zone. Hawkstone plans for the drill rig to remain on site, drilling until the end of October 2020, with the aim of achieving a maiden JORC resource estimate on the Project.

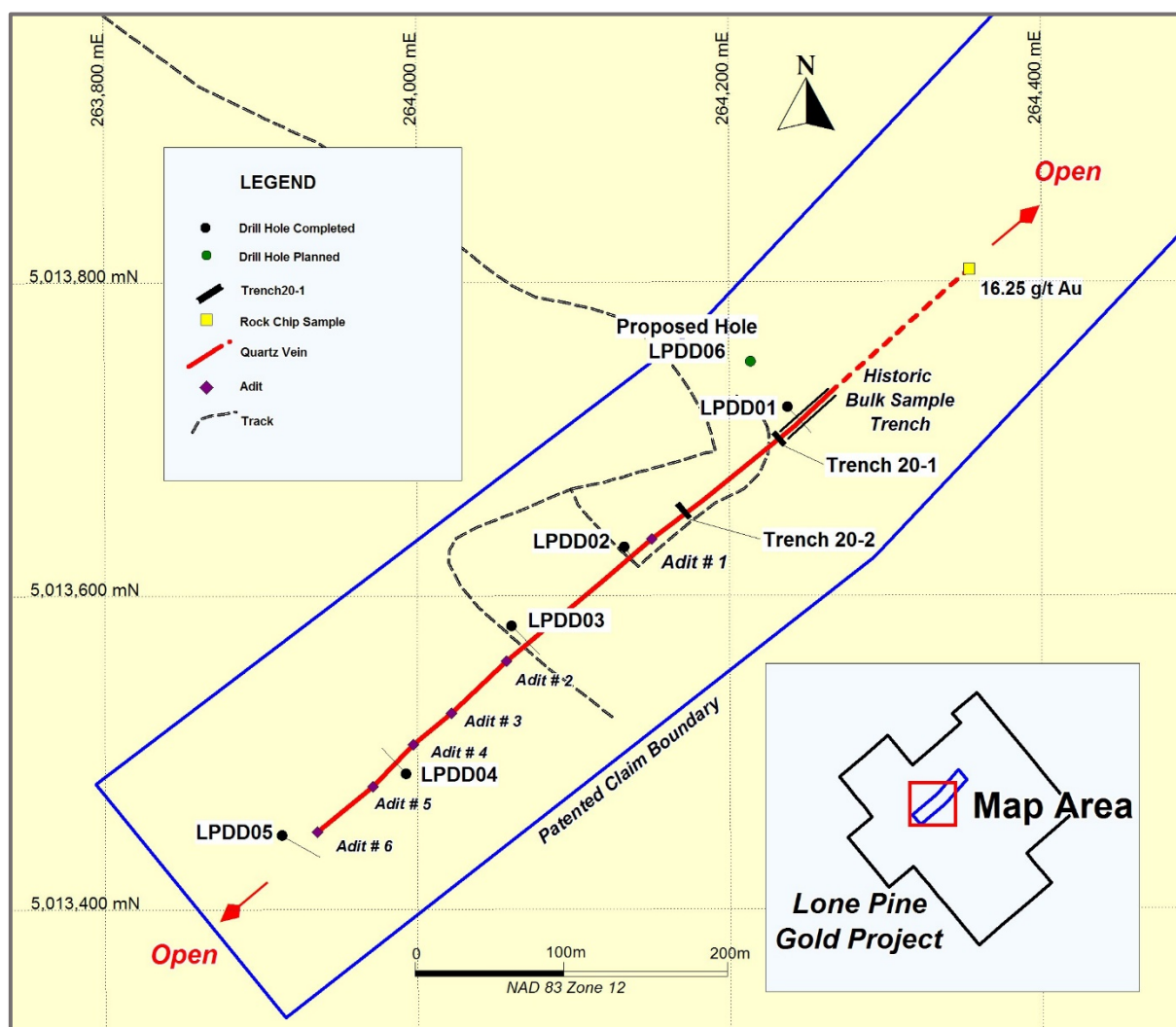
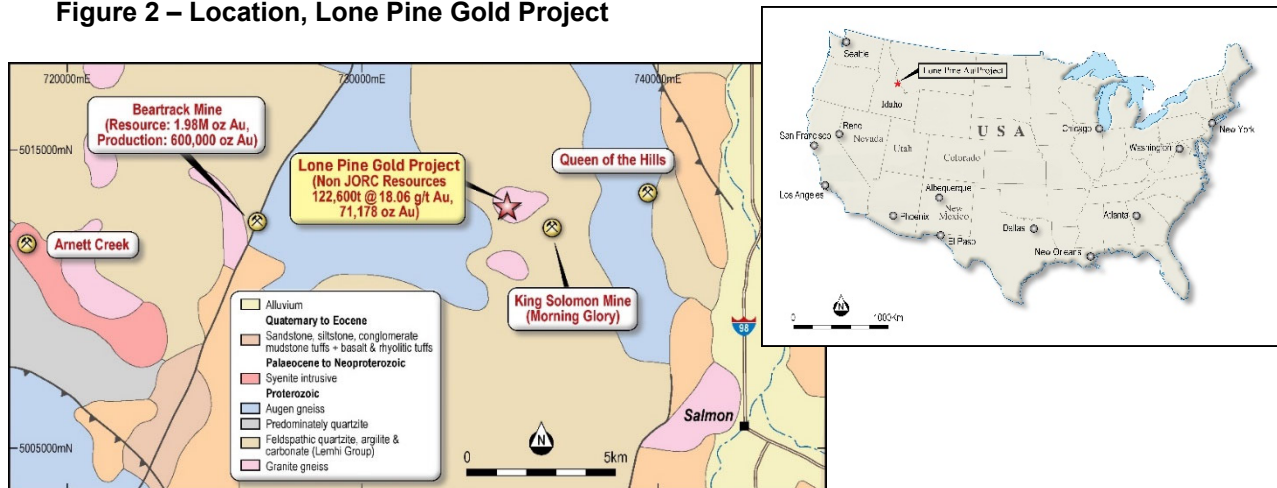


Figure 1 – Lone Pine Vein Zone, Drill Collars and Trenches

Location and Access

The Lone Pine Gold Project is located approximately 10km west of Salmon, Idaho, USA and consists of 2 patented claims 16.77 ha (Figure 2) surrounded by a further 75 BLM lode claims covering 607 Ha.

Figure 2 – Location, Lone Pine Gold Project



The Project lies 16km and 8km east respectively of the Arnett Creek and Beartrack mines operated/explored by Revival Gold Inc., 5km west of the historic Queen of the Hills mine, and 900m NW of the King Solomon Mine (Morning Glory Project) explored by Teck Resources (Figure 2).

Geology

The Lone Pine Gold Project contains precious metal occurrences related to the Trans-Challis Fault System that has produced more gold than any other area in Idaho.

Gold mineralisation in the Lone Pine vein zone hosted by quartz in a northeast-trending steeply 80° north-west dipping shear in a granite. The quartz vein zone has been traced by adits and trenches for 600m, and has been traced down dip via adits for up to 150m. The mineralisation remains open to both the NE and SW as well as down dip (Figures 3 and 4).

At the entrance to Adit # 5 the vein zone averaged **14.46 g/t Au** over 2.6 metres representing the weighted average of 5 samples. High grade, select float samples from the vein have returned assays up to **45.67 g/t Au / 20.75 g/t Ag³**.

Previously reported historic resource calculations have estimated a non JORC resource of 71,178 oz Au³.

**Cautionary Statement: Readers are cautioned that the historical Mineral Resource estimate for the Lone Pine Gold Project, referred to in the February 3, 2020 announcement, ACQUISITION OF HISTORICAL HIGH-GRADE LONE PINE PROJECT is a "historical estimate" under ASX Listing Rule 5.12 and is not reported in accordance with the JORC Code. A competent person has not yet undertaken sufficient work to classify the historical estimate as mineral resources or ore reserves in accordance with the JORC Code. It is uncertain that, following evaluation and/or further exploration work, it will be possible to report this historical estimate as mineral resources or ore reserves in accordance with the JORC Code. ASX Listing Rule 5.12 specifies the additional information that must be provided in a market announcement that contains historical estimates. This information is contained in Appendix 1 of that announcement, together with further details on the*

³ HWK Announcement February 3, 2020, ACQUISITION OF HISTORICAL HIGH-GRADE LONE PINE GOLD PROJECT, IDAHO, USA

historical Mineral Resource estimate. The Company confirms that the supporting information in the announcement dated 3 February, 2020 continues to apply and has not materially changed.

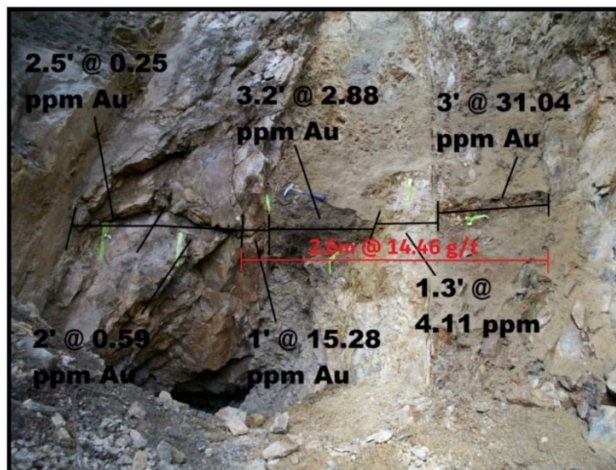


Figure 3 – Adit # 5 Sampling

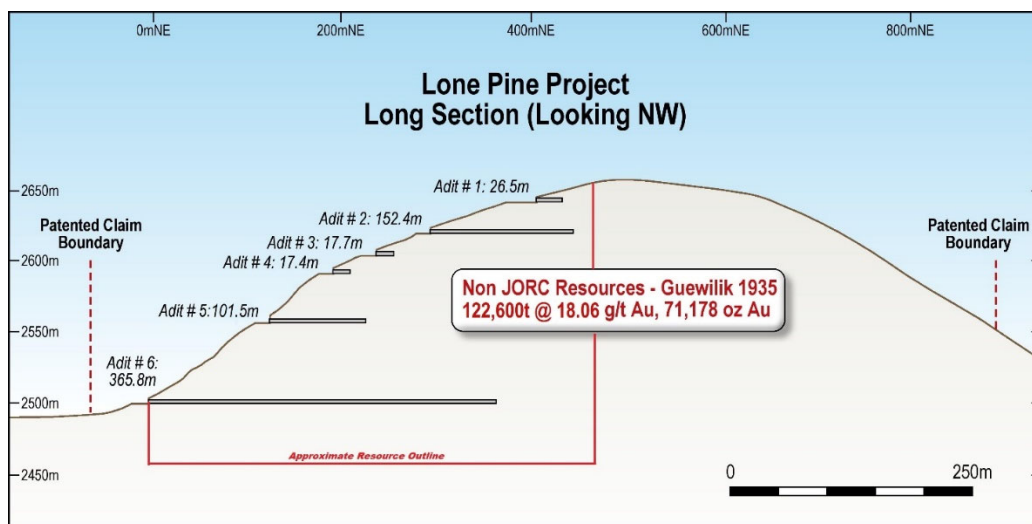


Figure 4 – Lone Pine Gold Project, Long Section Looking NW (plane of vein)

Exploration at the Lone Pine Project

The following exploration activities are being undertaken on site at the Lone Pine Project:

- Phase 1 drilling is complete and assay results are expected in late August.
- A larger drill rig has been mobilised to commence the Phase 2 drill program.
- Trenching is ongoing along the vein zone.
- Ground checking of the targets and compilation of data within the recently optioned King Solomon Mine area continues.

Previous ASX Announcements

February 3, 2020 – Acquisition of Historical High-Grade Lone Pine Gold Project

February 17, 2020 – Lone Pine Gold Project Update

February 24, 2020 – Completion of High-Grade Lone Pine Gold Project Acquisition

May 13, 2020 – Hawkstone Mining Investor Presentation

June 18, 2020 – Maiden Drill Programme to Commence at Lone Pine Gold Project

July 1, 2020 – Acquisition of King Solomon Mine Adjacent to Lone Pine Gold Project

July 3, 2020 – 950% increase in landholding at Western Desert Project

July 9, 2020 – Early Exercise of Options Raises \$1.77M

July 13, 2020 – Lone Pine Project Exploration Update

July 14, 2020 – Completion of Option Exercise and Resignation of Director

This announcement has been approved for release by the Board of Hawkstone Mining Limited.

FOR FURTHER INFORMATION PLEASE CONTACT:

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Competent Person's Statement

The information in this announcement that relates to the Lone Pine Gold Project (including the information provided pursuant to ASX Listing Rules 5.12.2 to 5.12.7 (inclusive)) is based on, and fairly represents information compiled by Gregory L Smith who is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM) and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity to 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. Smith is a Director of the Company and holds shares in the Company. Mr. Smith consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.