



ASX Release
20 February 2017

ABN 92 114 187 978

ASX Code: OVR

ISSUED CAPITAL

Shares: 530.8 million

Options: 26.6 million

CORPORATE DIRECTORY

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HIGH PRIORITY TARGETS IDENTIFIED AT YANDAL EAST GOLD PROJECT

HIGHLIGHTS

- Initial target generation and geological interpretation complete
- 9 high priority targets have been identified covering 32km of strike length along the Celia Shear
- Planning for Q2 drill program well underway

Overland Resources Limited (the **Company** or **Overland**) is pleased to announce that it has completed its initial geological interpretation and target generation exercise for the Yandal East Gold Project (**Yandal East**), for which the Company has an option to earn a 75% interest.

Jon Hronsky (**Hronsky**) of Western Mining Services has identified 9 high priority targets within Yandal East covering approximately 32km of strike length.

CEO Ben Vallerine said "The Company is extremely pleased with the quality and quantity of the targets that have been generated by Hronsky as we continue our camp-scale approach to exploration. The Company is also very excited to get our inaugural drilling program underway at Yandal East as soon as possible and test these new and exciting high quality targets."

A review of the mineralisation in the Yandal Greenstone Belt indicates that a series of structures control the mineralisation at existing large deposits. At Jundee, mineralisation occurs at the intersection of the Nimary Shear and a suite of high angled cross cutting structures. Jundee has a high concentration of these important cross cutting structures.

Hronsky has identified the Celia Shear as a large structural control, similar to the Nimary shear that extends for 70km within the Yandal East Project. Historical drilling has confirmed known mineralisation along the Celia Shear with recent work confirming the existence of untested, high angled cross cutting structures at Yandal East. This forms the basis of the Company's high priority targets.

The majority of these new targets are concealed by cover, therefore geochemistry is ineffective and potential mineralisation is also concealed. An example is the recent discovery of the high grade Coralie Jean prospect that is almost entirely concealed and is proximal to the intersection of the Celia Shear and an interpreted cross cutting structure that has been mapped from Jundee through to the Coralie Jean area.

Regional structural features associated with mineralisation include;

- A significant regional strike parallel shear/fault such as the Nimary Shear at Jundee or the Celia Shear at Yandal East
- A concentration of high angle, late, brittle cross cutting structures
- Mineralisation is typically concentrated on one side of the shear, interpreted to be hanging wall to the strike parallel structure
- Mineralisation commonly concentrates along the cross cutting structures close to the regional shear
- Inflexions in the orientation of the regional shear can play an important role in the accumulation of gold mineralisation

The Company has commenced planning for its upcoming drill program, including initial discussions with drilling contractors and the preparation of a Program of Works (POW) to permit the drilling activities.

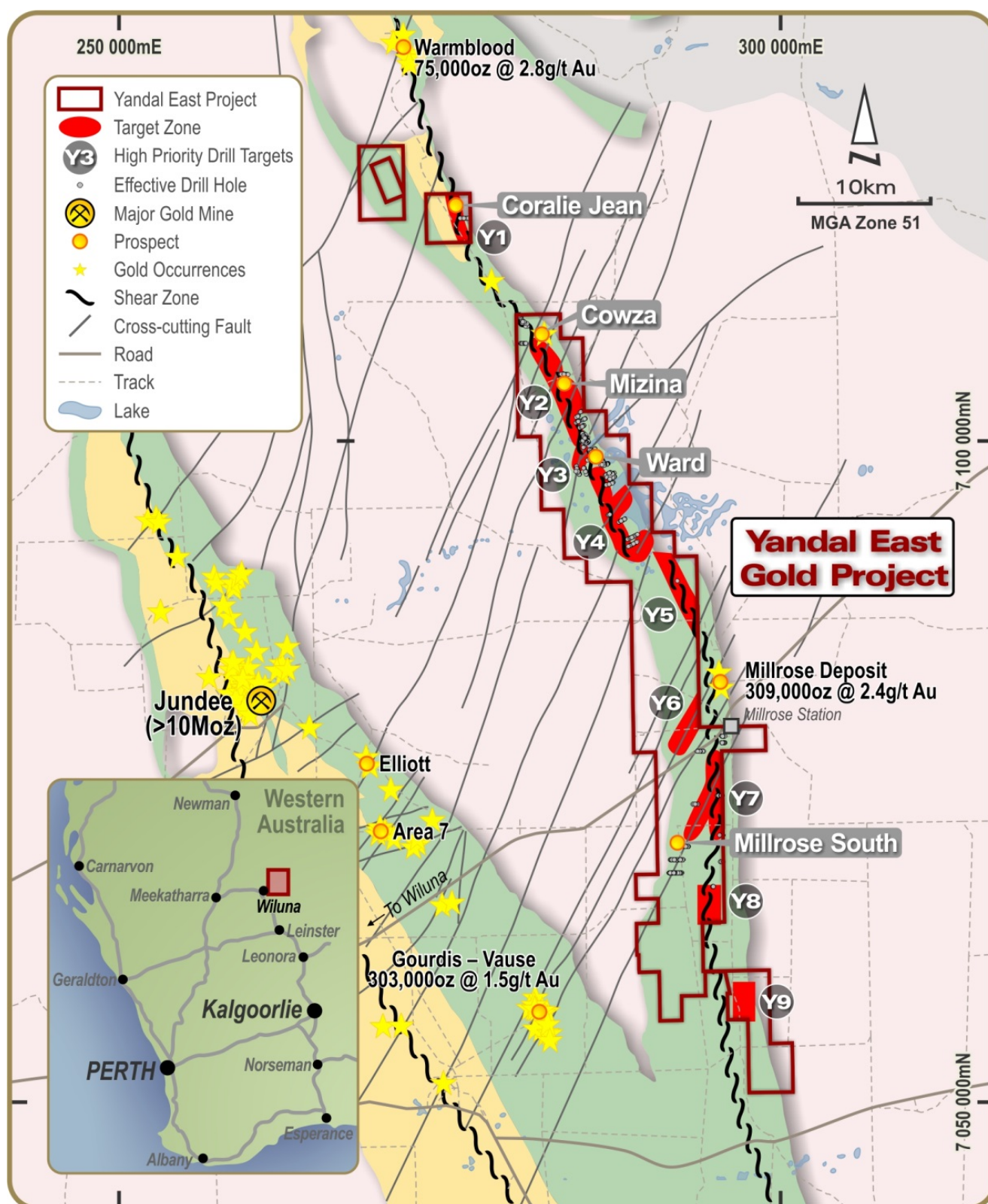


Figure 1. Regional geology and structural setting of the Yandal East Gold Project

CORALIE JEAN TARGET

Coralie Jean sits immediately east of the regional Celia Shear. The same high angle, late stage structures that crosscut Jundee have been interpreted to continue through the Coralie Jean area. In addition, a series of more localised late cross cutting structures have been interpreted to intersect the Celia Shear at Coralie Jean as shown in Figure 2. The favourable structural setting combined with rock chip samples assaying up to 175.6 g/t Au in sub-cropping quartz veins within a highly sheared and contorted mafic volcanic make Coralie Jean a high priority target. The rock chip sampling defined a 400m high grade corridor where 55 samples average 17.3 g/t Au before disappearing under cover. Coralie Jean is relatively undrilled with a solitary line of drilling not crossing the interpreted location of the Celia Shear, this line however has an increase in gold anomalism as it approaches the Celia Shear with potential stronger mineralisation closer to the shear.

The information in this announcement relating to exploration results at Coralie Jean is extracted from Overland's announcements made to the ASX on 23 October 2017 entitled "Amended Rock Chips Assay up to 24.8 g/t Gold at Coralie Jean". Overland confirms that it is not aware of any new information or data that materially affects the information included in these original market announcements and, in the case of the exploration results all the material assumptions and technical parameters underpinning the results in the relevant market announcements continue to apply and have not materially changed.

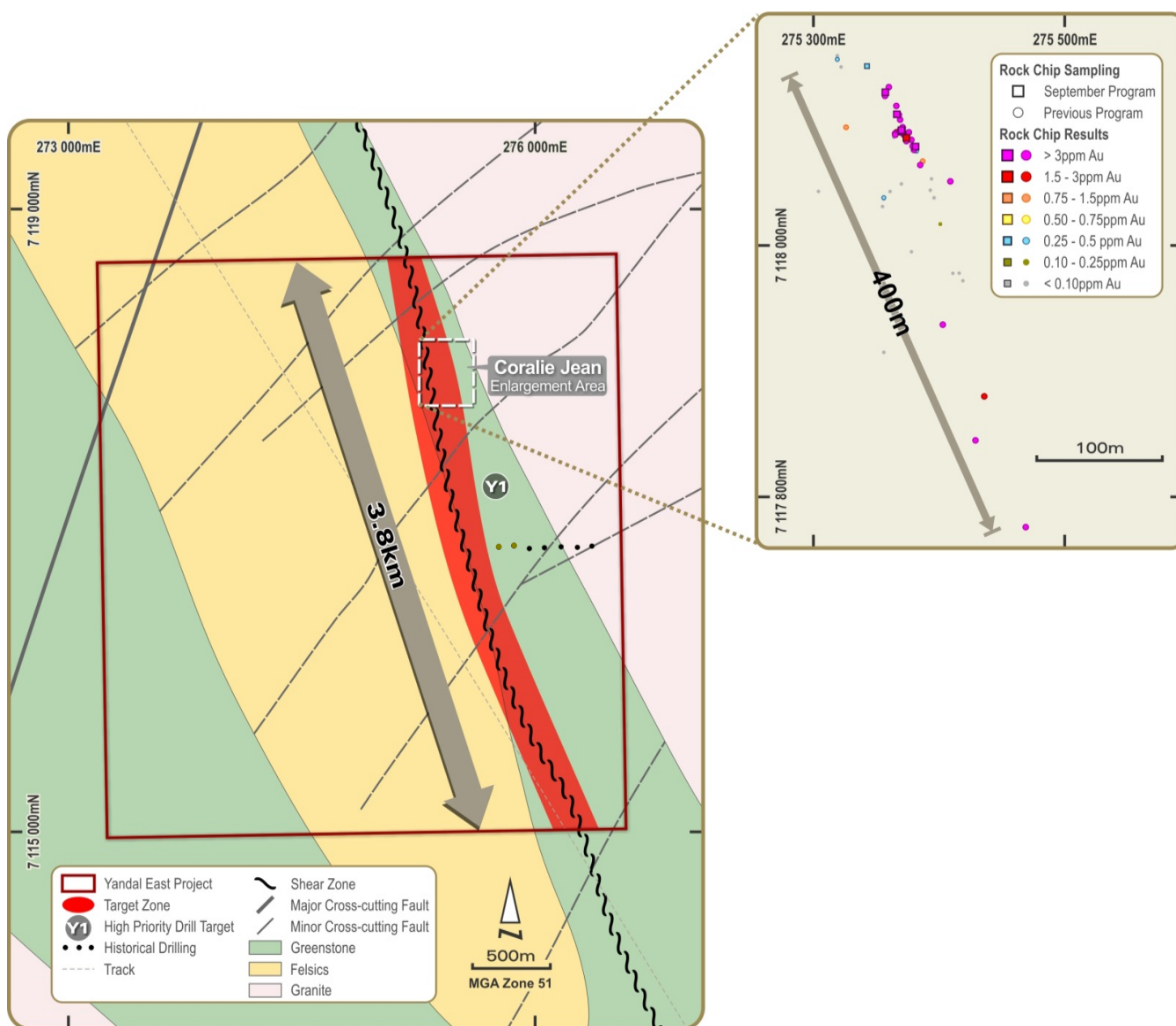


Figure 2. Geology and structural setting at the Coralie Jean prospect and the high priority drill target zone

CENTRAL TARGETS (MIZINA)

The Central Target area has a large concentration of high angle cross cutting faults that intersect the Celia Shear over 20km of strike between Cowza and Ward. These cross cutting structures are also host to multiple past-producing pits including the Elliott and Area 7 pits, part of the Jundee operations (Figure 1). Significant mineralisation occurs along the Celia Shear in the area with known mineralisation at Ward and Cowza including a best hit of 12m @ 9.7g/t Au at Cowza and 13m @ 3.1 g/t Au at Ward. The Shear is under cover for the entire 20km with several high priority and untested targets available for drill testing.

The information in this announcement relating to exploration drilling results is extracted from Overland's announcement made to the ASX on 5 September 2017 entitled "Option to Acquire 75% of Yandal East Gold Project". Overland confirms that it is not aware of any new information or data that materially affects the information included in these original market announcements and, in the case of the exploration results all the material assumptions and technical parameters underpinning the results in the relevant market announcements continue to apply and have not materially changed

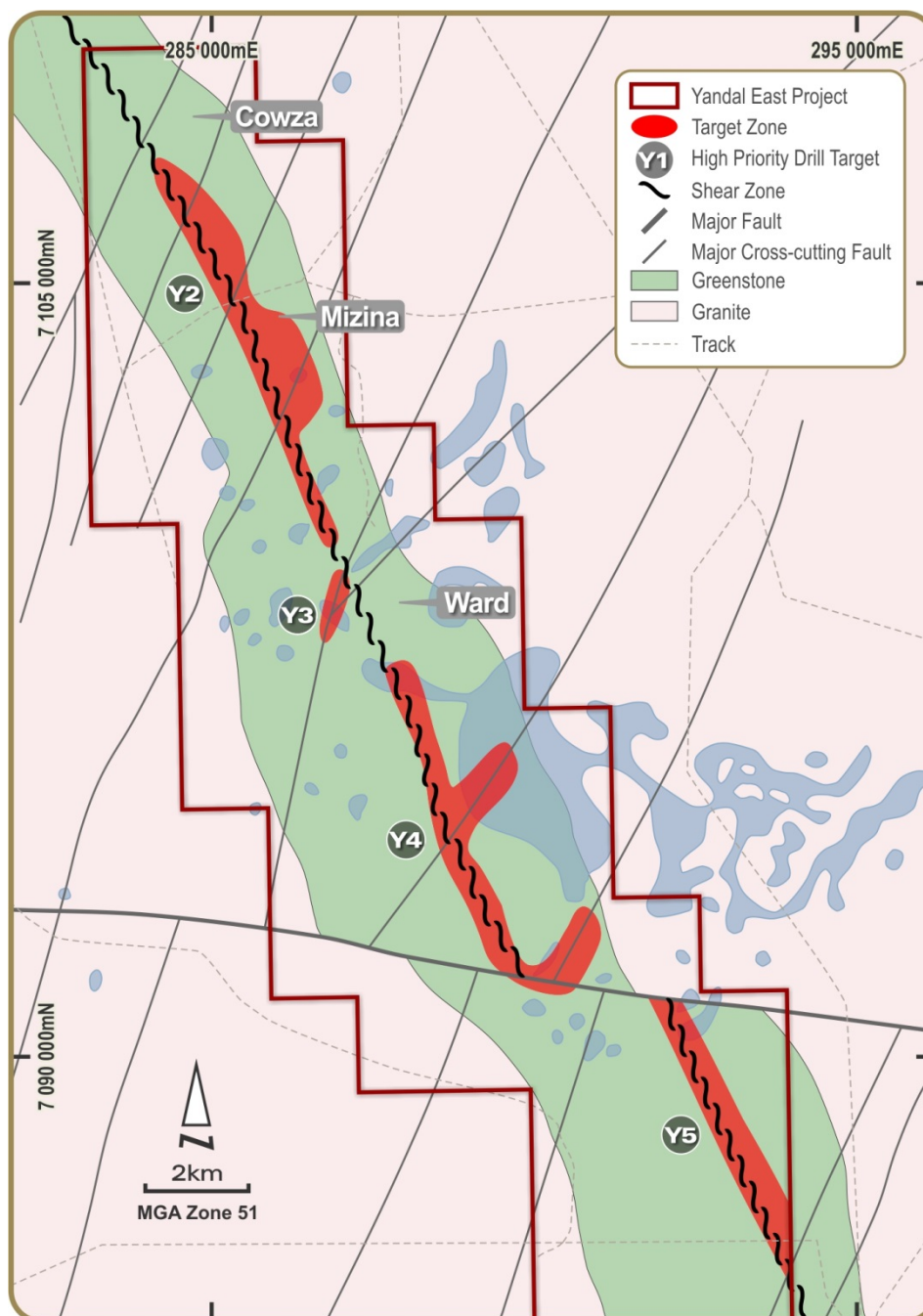


Figure 3. Geology and structural setting of the Cowza-Mizina-Ward trend and high priority drill targets

SOUTHERN TARGETS

The Southern Targets are a continuation of the Central Targets and represent another 28km of the Celia Shear with a high concentration of the important high angled cross cutting structures intersecting the Celia Shear (20km within Yandal East). The Millrose Deposit held by Bowlane Nominees (WA) Limited contains 309,000 oz @ 2.4 g/t Au and sits at one of these important intersections. The past-producing, 300,000 oz Gourdis-Vause deposit, held by Northern Star Limited, is also located along one of these cross cutting structures, further emphasising the importance of these structures. The Millrose Deposit also sits approximately 1200m south of a significant inflexion in the Celia Shear whilst Target Y5 starts approximately 1700m north of the same inflexion point, these inflexion points can play an important role in ore formation.

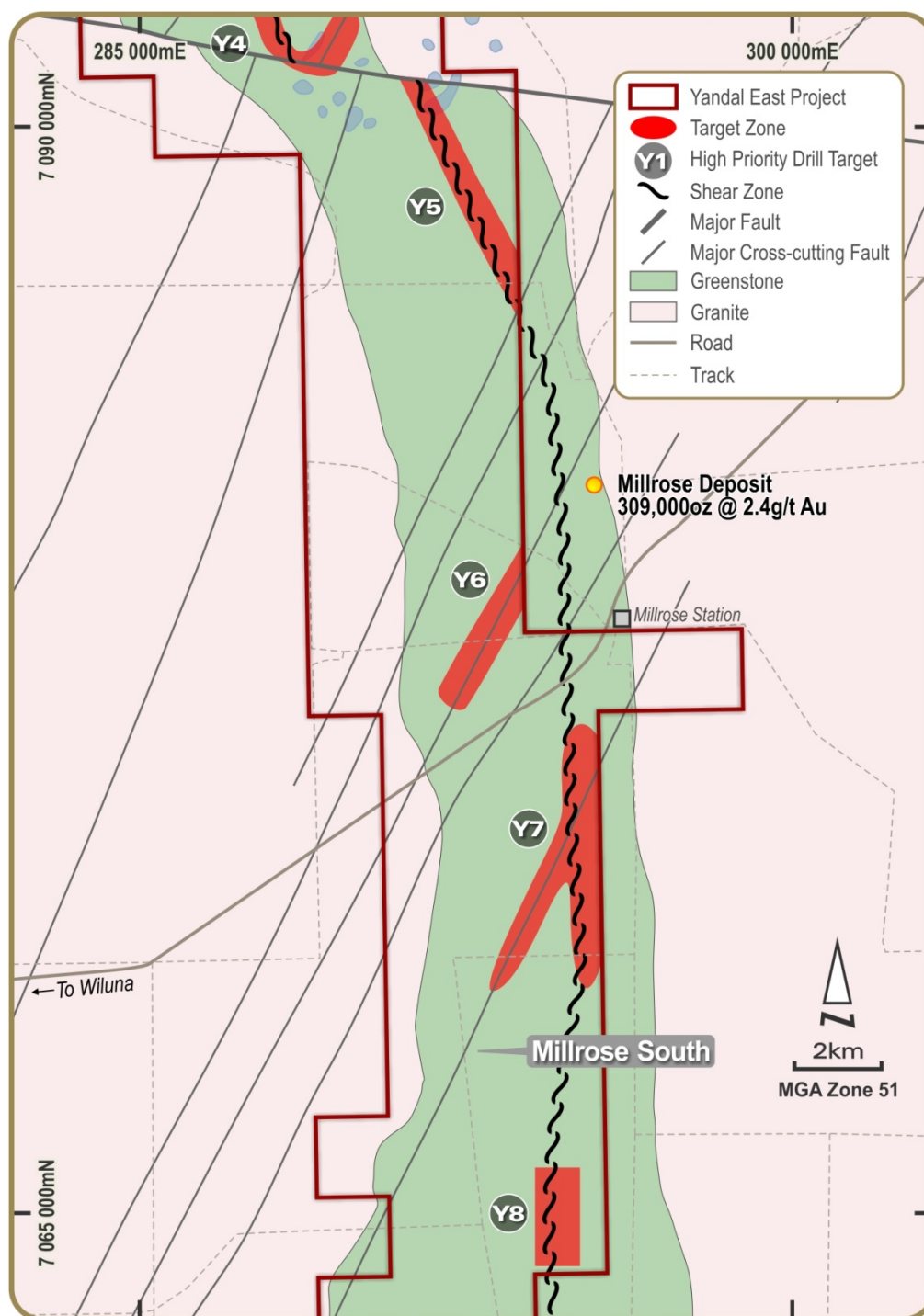


Figure 4. Geology and structural setting of the Southern Targets

For and on behalf of the Board

Ben Vallerine

Chief Executive Officer

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COMPETENT PERSONS STATEMENT

The information in this announcement that relates to exploration results for the Yandal East Gold Project is based on information compiled by Mr Ben Vallerine, who is a consultant to the Company. Mr Vallerine is a Member of the Australian Institute of Geoscientists. Mr Vallerine has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and the activity he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results (JORC Code). Mr Vallerine consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

CAUTION REGARDING FORWARD LOOKING STATEMENTS

This announcement contains forward looking statements which involve a number of risks and uncertainties. These forward looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this announcement. The forward looking statements are made as at the date of this announcement and the Company disclaims any intent or obligation to update publicly such forward looking statements, whether as the result of new information, future events or results or otherwise

PREVIOUSLY REPORTED RESULTS

There is information in this announcement relating to previous Exploration Results. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement(s), and that all material assumptions and technical parameters have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.