

\$5M PLACEMENT TO ACCELERATE DRILLING

ASX Announcement
3 October 2019



Black Cat Syndicate Limited (“Black Cat” or “the Company”) is pleased to announce that firm placement commitments have been received from professional and sophisticated investors to raise \$5,000,000 at \$0.43 per share before costs.

The share placement was strongly supported by investors and directors, providing endorsement of both the Company’s recent achievements and future plans.

Black Cat’s Managing Director, Gareth Solly, commented:

“We are pleased to have sufficient funding to continue our exploration and Resource growth activities as well as complete our ongoing Feasibility Study which will lead to a potential decision to mine in the June 2020 quarter. The placement was priced at an 5% discount to our closing price on 30 September 2019. This is a strong endorsement of the results we have achieved and the inherent value investors see in Black Cat. We expect to have strong news flow over the balance of 2019. Drilling will recommence at the Myhree Southern Offset and Trump North on 15 October 2019. With this additional funding we are also examining the logistics of accelerating drilling in the Anomaly 38 and Woodline areas.

We would also like to acknowledge the assistance and professionalism of Shaw and Partners in facilitating the placement as Lead Manager.”

The placement of 11,627,907 ordinary fully paid shares at \$0.43 (\$5,000,000) will be completed pursuant to the Company’s 15% placement capacity under ASX Listing Rule 7.1 (4,215,251 shares) and additional 10% placement capacity under Listing Rule 7.1A (7,242,889 shares), with the balance of 169,767 shares to be issued subject to shareholder approval.

Directors and their related parties plan to participate in the placement for an amount of \$73,000. This is in addition to the recent exercise of options by directors amounting to \$533,778. If the placement amounts to directors are approved by shareholders, this amounts to over \$1 million invested by directors since Black Cat’s IPO in January 2017.

The Company will seek approval for the placement to directors and their related parties at the Annual General Meeting planned for 27 November 2019. A notice for the Annual General Meeting will be provided to shareholders in due course.

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DIRECTORS

Paul Chapman Non-Executive Chairman
Gareth Solly Managing Director
Les Davis Non-Executive Director
Alex Hewlett Non-Executive Director

CORPORATE STRUCTURE

Ordinary shares on issue: 72.5M
Market capitalisation: A\$31.2M
(Share price A\$0.455)
Cash (30 Jun 2019): A\$2.7M

\$5M PLACEMENT TO ACCELERATE DRILLING



Following completion of the share placement (including a placement to directors and their related parties), Black Cat will have the following capital on issue (assuming no exercise of existing options).

Ordinary fully paid shares	84,179,618
Unlisted options (\$0.20 expiring 17 January 2023)	17,791,112
Unlisted options (\$0.22 expiring 31 July 2022)	400,000
Unlisted options (\$0.40 expiring 25 June 2023)	1,450,000
Unlisted options (\$0.60 expiring 2 August 2023)	700,000

An Appendix 3B and cleansing notice will be provided on completion of issue of the placement shares.

The funds will be used for drilling programs across the Bulong Gold Project, as well as to provide working capital. Drilling programs will commence 15 October 2019 and include:

- extensional drilling on the new Myhree Southern Offset target;
- extensional drilling at Trump North (Figure 1);
- infill drilling aimed at upgrading the existing Resources at Myhree; and
- accelerated exploration drilling of Sub-audio Magnetic ("SAM") targets in the Greater Woodline area, including Anomaly 38.

The Myhree Feasibility Study will continue to a potential decision to mine, expected in the June 2020 quarter. Individual study elements include metallurgical testwork, geotechnical studies (including diamond drilling), hydrogeological studies and general permitting.

SAM surveys have been completed to the north of Boundary and to the south of Myhree (Figure 1). Interpretation and target generation in these areas is underway. New targets near and along strike of existing Resources will be prioritised for drilling. The new funding will also allow additional SAM surveys to be completed in early 2020 to extend coverage over a larger portion of the Bulong Project.

These activities all add to Black Cat's primary intent to rapidly build mine-ready Resources on the doorstep of Kalgoorlie.

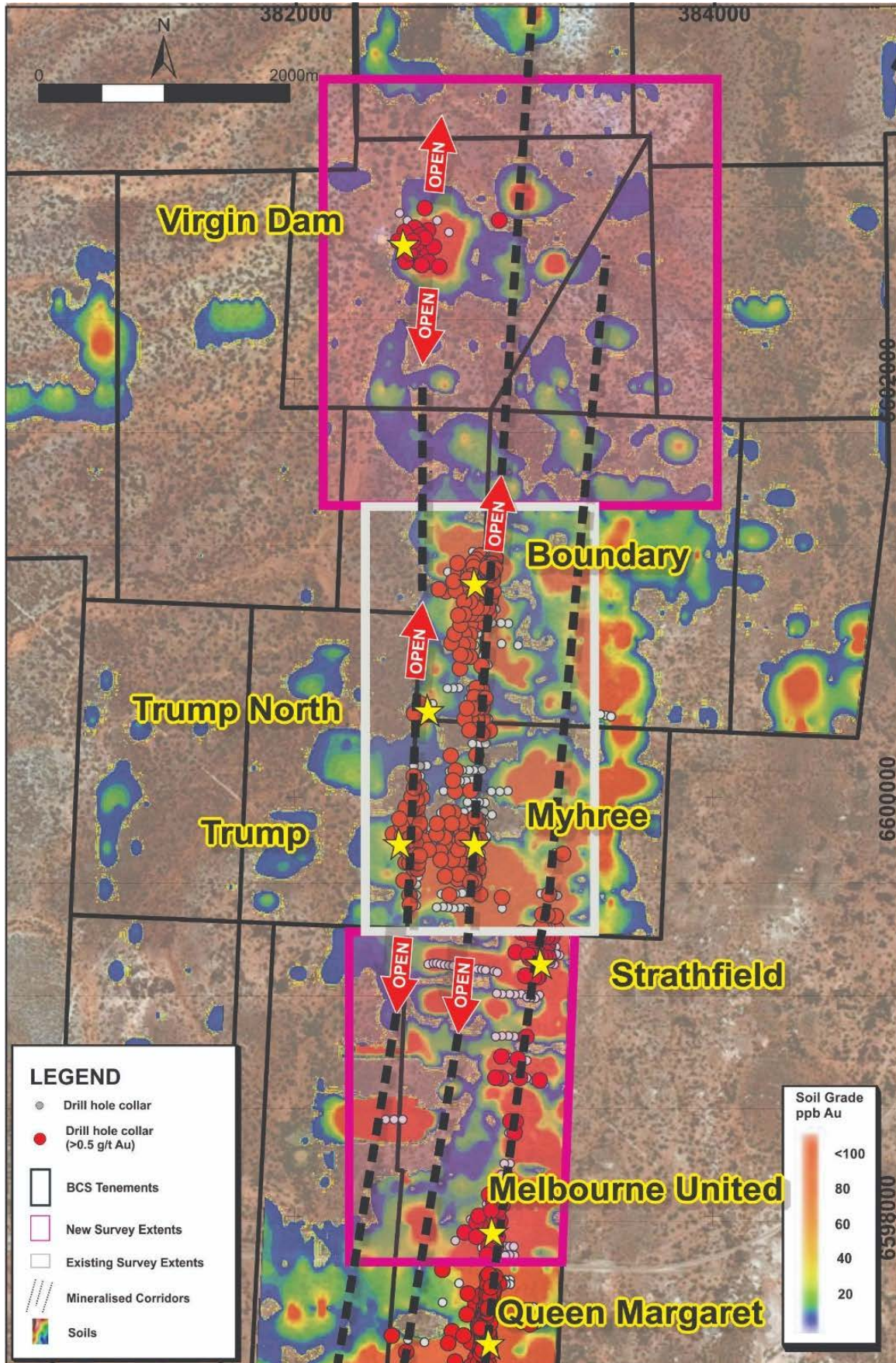


Figure 1: General location map for the southern tenements, showing soil sampling, existing and new SAM survey coverage, and the mineralised corridors.

Recent and Planned Activities

Black Cat continues to be extremely productive with recent and upcoming activities to include:

- **July 2019 - June 2020 quarter** feasibility study activities including diamond drilling, geotechnical studies and metallurgical test work, environmental baseline work and general permitting, assessment of toll milling, contract mining and financing options;
- **September 2019 quarter** completed 3.5km SAM survey along the Myhree-Boundary, Trump and Queen Margaret Corridors;
- **23 September 2019** completed upgrade of Boundary and Trump Resources;
- **27 September 2019** release of financials;
- **October - December 2019** drilling covering multiple targets at Greater Woodline; infill drilling at Myhree; extensional drilling at Trump North and at the Myhree Southern Offset Target;
- **16 - 17 October 2019** Black Cat to present at the RIU Brisbane Resources Roundup;
- **27 November 2019** Annual General Meeting;
- **March 2020 quarter** upgrade of Resources; and
- **June 2020 quarter** completion of Myhree Feasibility Study leading to a potential decision to mine at Myhree.

For further information, please contact:

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Managing Director

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COMPETENT PERSON'S STATEMENT

The Company confirms that it is not aware of any new information or data that materially affects the information in the original reports, and that the form and context in which the Competent Person's findings are presented have not been materially modified from the original reports.

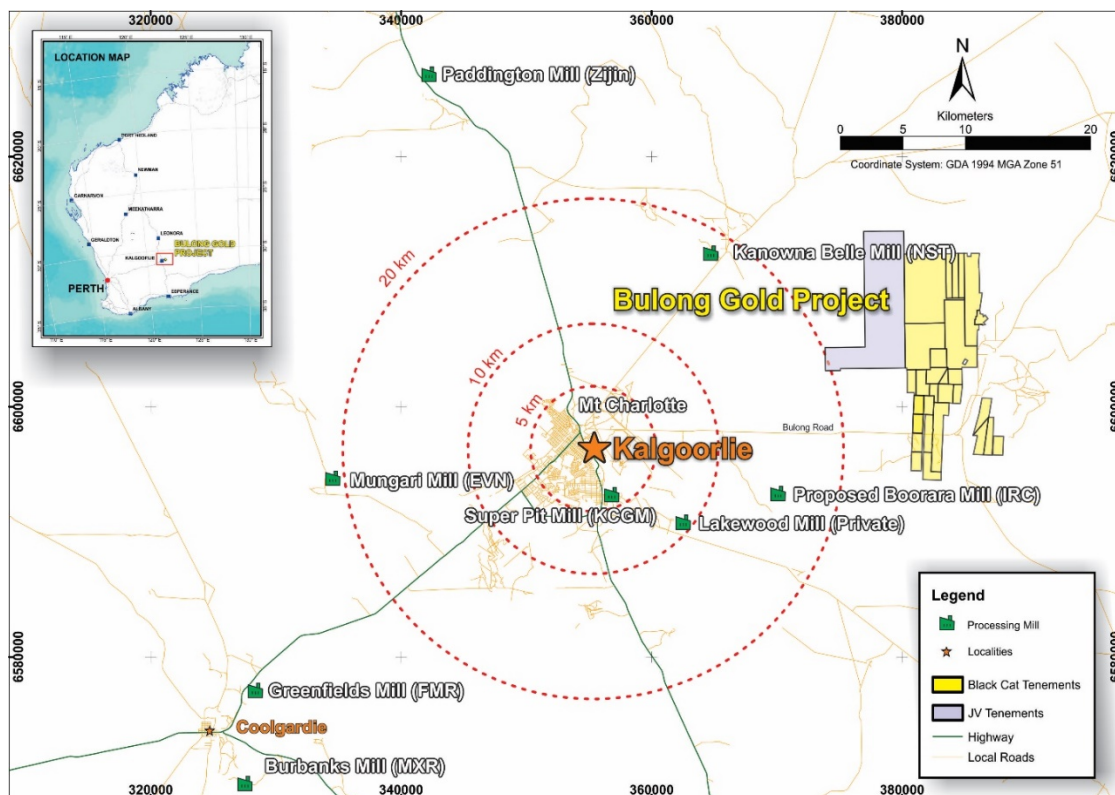
ABOUT BLACK CAT SYNDICATE (ASX:BC8)

Black Cat controls¹ ~128km² of the Bulong Gold Project (“Bulong”) of which ~97% of tenements are granted.

Bulong is situated just 25km east of Kalgoorlie by sealed road and has a pre-WW1 history of small scale, high grade gold production, recorded as ~152,000oz @ >1 oz/t Au, predominantly from the Queen Margaret mine. Mains power runs through Bulong with five regional mills, support services and a residential workforce nearby.

Since listing on the ASX in January 2018 Black Cat has achieved the following outcomes:

- delineated the Queen Margaret, Myhree-Boundary and Trump Corridors which total 17km in length (which includes the Myhree discovery);
- estimated a qualitative Resource totaling 2.6Mt at 2.4 g/t Au for 206,000oz within these three corridors just 18 months from commencement of drilling;
- determined that 168,000oz of the current Resource are potentially open pit minable;
- delineated over 13km of under-tested Resource potential exists within the three corridors; and
- interpreted that the domain to the immediate north and north west of Bulong contains similar characteristics to +5Moz Kanowna Belle deposit. A medium-term objective is to commence a systematic exploration program to test this area for Kanowna style mineralisation.



Regional map of Kalgoorlie showing the location of the Bulong Gold Project and nearby infrastructure.



2012 JORC BULONG RESOURCE TABLES

The current in-situ, drill-defined and developed Resources for the Queen Margaret, Boundary, Trump and Myhree deposits have been reported at a cut-off of 1.0 g/t Au for potential open pit material, and at 2.0 g/t Au for potential underground material. Open pit depths have been selected based on the depth of A\$1,800 optimisation shells generated for each deposit (for the Queen Margaret deposit refer ASX announcement 18 February 2019, for the Myhree deposit refer ASX announcement 16 July 2019 and for the Trump and Boundary deposits refer to ASX announcement 23 September 2019).

Bulong Mineral Resources

MINERAL RESOURCE ESTIMATE FOR BULONG – 2019 (A\$1,800 SHELLS RL SELECTED)													
Deposit	Cut-Off	Measured			Indicated			Inferred			Total		
		Tonnes	Grade	Metal	Tonnes	Grade	Metal	Tonnes	Grade	Metal	Tonnes	Grade	Metal
Queen Margaret OP	1.0	-	-	-	36,000	2.2	3,000	154,000	1.7	9,000	190,000	2.0	12,000
Queen Margaret UG	2.0	-	-	-	2,000	-	-	72,000	2.4	6,000	74,000	2.4	6,000
Melbourne United OP	1.0	-	-	-	-	-	-	67,000	2.8	6,000	67,000	2.8	6,000
Melbourne United UG	2.0	-	-	-	-	-	-	29,000	3.0	3,000	29,000	3.2	3,000
Boundary OP	1.0	-	-	-	124,000	2.2	9,000	351,000	1.9	21,000	475,000	2.0	30,000
Boundary UG	2.0	-	-	-	-	-	-	150,000	2.3	11,000	150,000	2.3	11,000
Trump OP	1.0	-	-	-	25,000	3.0	2,000	202,000	2.1	14,000	227,000	2.2	16,000
Trump UG	2.0	-	-	-	-	-	-	29,000	3.1	3,000	29,000	3.1	3,000
Myhree OP	1.0	-	-	-	377,000	2.7	33,000	851,000	2.6	71,000	1,228,000	2.6	104,000
Myhree UG	2.0	-	-	-	-	-	-	160,000	2.9	15,000	160,000	2.9	15,000
Total	-	-	-	-	564,000	2.6	47,000	2,065,000	2.4	159,000	2,629,000	2.4	206,000

The preceding statements of Mineral Resources conforms to the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) 2012 Edition'. All tonnages reported are dry metric tonnes. Minor discrepancies may occur due to rounding to appropriate significant figures.