

JUNIOR MINERALS EXPLORATION INCENTIVE

ASX Announcement
4 July 2019



Black Cat Syndicate Limited (“Black Cat” or “the Company”) is pleased to advise that it has been successful in its application for participation in the Federal Government’s Junior Minerals Exploration Incentive Scheme (“JMEI”) for the 2019/20 financial year.

- **Allocation for up to \$1,500,000 in JMEI tax credits for the year ending 30 June 2020**
- **JMEI credits may be distributed to eligible investors as a tax offset and would serve to reduce an eligible investor’s 30 June 2020 tax liability**
- **The JMEI tax credits would attach to any shares issued by Black Cat between 1 July 2019 and 30 June 2020**

2019-2020 JMEI Tax Credit

The JMEI encourages investment in greenfields exploration companies by generating a tax credit in lieu of tax losses for potential distribution to eligible investors. Eligible investors must be Australian resident shareholders who are issued new shares in any of the Company’s capital raising activities between 1 July 2019 and 30 June 2020. JMEI tax credits are distributed to eligible investors on a pro-rata basis.

Any JMEI tax credits issued in respect of the year ending 30 June 2020 would serve to reduce an eligible investor’s 2020 tax liability. The JMEI tax credits will apply to the 2019-2020 tax year and can be issued by the Company after lodgement of its 30 June 2020 tax return during the September 2020 quarter.

Receiving a JMEI tax credit could have tax consequences and shareholders should obtain independent tax advice specific to their personal circumstances prior to participating in future capital raisings.

Further details of the JMEI are available on the Australian Taxation Office Website <https://www.ato.gov.au/Business/Junior-Minerals-Exploration-Incentive/>.

2018-2019 JMEI Tax Credit

For Black Cat’s eligible investors during the year ended 30 June 2019, the full JMEI tax credit will be allocated in respect of the 2018-2019 tax year by the issue of \$687,500 tax credits subject to lodgement of the 30 June 2019 tax return in the September 2019 quarter. For eligible investors this is an estimated credit of \$0.275 for each \$1.00 invested.

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.

Where the Company refers to the Mineral Resources in this report (referencing previous releases made to the ASX), it confirms that it is not aware of any new information or data that materially affects the information included in that announcement and all material assumptions and technical parameters underpinning the Mineral Resource estimate with that announcement continue to apply and have not materially changed.

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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: 69.8M
Market capitalisation: A\$19.9M
(Share price A\$0.285)
Cash (after placement): A\$3.7M



ABOUT BLACK CAT SYNDICATE (ASX:BC8)

Black Cat controls 100% of ~87km² of the Bulong Gold Project ("Bulong") of which ~87% of tenements are granted.

Bulong is situated just 25km east of Kalgoorlie by sealed road and has a history of small scale, high grade production of ~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);
- announced a qualitative maiden Resource totalling 1.4 million tonnes at 2.5 g/t Au for 109koz of contained gold within these three corridors just 10 months from commencement of drilling;
- 96koz of the current Resource are potentially open pit minable;
- over 14km of under-tested Resource potential exists within the three corridors; and
- in the immediate north and north west of Bulong the domain is interpreted to contain 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.

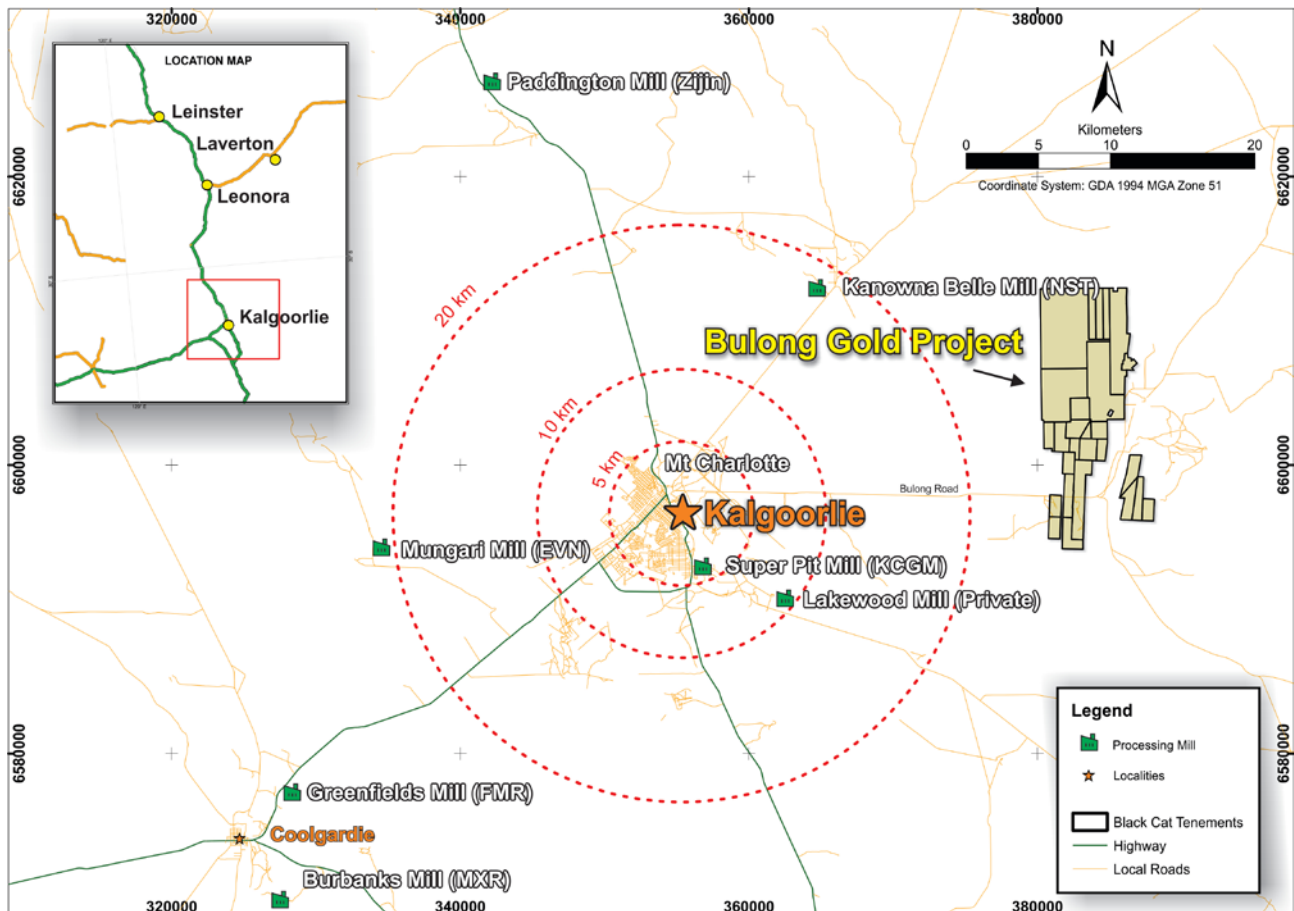


Figure: Regional map of Kalgoorlie showing the location of the Bulong Gold Project and nearby infrastructure (including nearby mills and ownership).



2012 JORC 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 material in a potential open pit, 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 (refer ASX announcement 18 February 2019).

Queen Margaret/Melbourne United Mineral Resources

Mineral Resource Estimate for the Queen Margaret Deposit – January 2019 (A\$1,800 Shells RL Selected)													
Deposit	Cut-Off	Measured			Indicated			Measured & Indicated			Inferred		
		Tonnes	Grade	Metal	Tonnes	Grade	Metal	Tonnes	Grade	Metal	Tonnes	Grade	Metal
Queen Margaret OP	1.0	-	-	-	36,000	2.2	3,000	36,000	2.2	3,000	154,000	1.7	9,000
Queen Margaret UG	2.0	-	-	-	2,000	-	-	2,000	-	-	72,000	2.4	6,000
Melbourne United OP	1.0	-	-	-	-	-	-	-	-	-	67,000	2.8	6,000
Melbourne United UG	2.0	-	-	-	-	-	-	-	-	-	29,000	3.0	3,000
Total	-	-	-	-	38,000	2.5	3,000	38,000	2.5	3,000	321,000	2.3	24,000

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.

Boundary/Trump/Myhree Mineral Resources

Mineral Resource Estimate for the Boundary, Trump and Myhree Deposits - January 2019 (A\$1,800 Shells RL Selected)													
Deposit	Cut-Off	Measured			Indicated			Measured & Indicated			Inferred		
		Tonnes	Grade	Metal	Tonnes	Grade	Metal	Tonnes	Grade	Metal	Tonnes	Grade	Metal
Boundary OP	1.0	-	-	-	74,000	2.1	5,000	74,000	2.1	5,000	259,000	1.8	15,000
Boundary UG	2.0	-	-	-	-	-	-	-	-	-	25,000	2.4	2,000
Trump OP	1.0	-	-	-	27,000	2.8	2,000	27,000	2.8	2,000	133,000	1.6	7,000
Trump UG	2.0	-	-	-	-	-	-	-	-	-	12,000	2.3	1,000
Myhree OP	1.0	-	-	-	-	-	-	-	-	-	479,000	3.2	49,000
Myhree UG	2.0	-	-	-	-	-	-	-	-	-	7,000	2.7	1,000
Total	-	-	-	-	101,000	2.2	7,000	101,000	2.2	7,000	915,000	2.5	75,000

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