

ASX Release

24 July 2020

Settlement of Radio Gold Sale Update

Resources & Energy Group Limited (ASX: **REZ**) advise that the final instalment of \$400,000 from the sale of REZ's 93.75% interest in the Radio Gold mine has been received. As announced to ASX on 14 April 2020, the sale of Radio Gold was declared unconditional and with the receipt of this final amount, the payment of \$1.5 million has now been finalised and the agreement with the purchasers has now been executed.

When combined with the proceeds from the initial sale of a 6.25% interest of \$500,000, a total of \$2.0 million has been received from this transaction.

Authorised for release by the REZ Board.

About Resources and Energy

Resources and Energy Group Limited (ASX: REZ) is an independent, ASX-listed mineral resources explorer, with projects located in key mining jurisdictions in Western Australia and Queensland.

In Western Australia, the company's flagship is the East Menzies Gold Project (EMPG), situated 130km north of Kalgoorlie. The EMPG represents a 112km² package of contiguous mining, exploration and prospecting licenses, which are located within a significant orogenic lode gold province. For resource growth, the company's focus is presently exploring the eastern side of the project area. An advanced program of air-core drilling is currently underway in this area to investigate a large regolith gold anomaly.

On the western side of the project area a strategic review to investigate opportunities for renewed mining operations has commenced. The study will focus on three contiguous mining leases, M29/189, Granny Venn, M29/141 Goodenough, and M29/421 Maranoa. Investigations will be specifically directed at the potential of these mining leases to support small scale open cut mine development options with emphasis on utilizing existing facilities and mining approvals. This strategy offers potential for cash generation to support ongoing exploration in the broader EMGP tenement package.

In Queensland, the company has a 12km² Mineral Development Licence over the Mount Mackenzie Mineral Resource and retains a further 15km² as an Exploration Permit. These Development and Exploration Licences are in the Connors-Auburn Arc and are prospective for high, intermediate and low sulphidation gold and base metals mineralisation. The current resource has been estimated at 3.42Mt @ 1.18g/t gold and 9g/t silver for a total of 129,000 oz gold and 862,000 oz silver. An initial scoping study for the project shows a positive net \$63m of free cash excluding any option to produce a concentrate from the primary ore.

Investor Contact

Richard Poole

Executive Director

E: communications@rezgroup.com.au

P: +61 2 9227 8900