



CORPORATE INFORMATION

Bassari Resources Limited is an Australian ASX-listed company focused on discovering and developing multimillion ounce gold deposits in the Birimian Gold Belt, Senegal, West Africa.

FAST FACTS

ASX Code	BSR
Issued Capital	1,798,725,582
No of shareholders	2,346
Top 20	37%

INVESTMENT HIGHLIGHTS

Mineral tenements over approximately 790km² of prospective Birimian Gold Belt, Senegal.

- Makabingui Gold Project Feasibility Study – Initial high grade open pit project of 1Mt at 5.7g/t for 171,000 oz production inventory, \$680/oz cash cost, US\$88m after tax cash flow in first three years, and expansion anticipated from underground and infill drilling of 8km Makabingui South zone.
- Makabingui Gold Project Mineral Resource (Prepared and disclosed under JORC Code 2004 and remains unchanged) **1 Moz in 11.9 Mt at 2.6 g/t gold (0.5 g/t cut-off)** :
 - Indicated: 336,000 oz in 2.6 Mt at 4.0g/t
 - Inferred: 669,000 oz in 9.3 Mt at 2.2g/t
- Makabingui Gold Project open pit JORC 2012 Probable Ore Reserve:
 - **158,000 oz in 0.86 Mt at 5.7 g/t**
- Senegal, stable democracy since 1960.
- Well located tenements in a +60M ounce gold province hosting world class deposits.
- Multiple prospects identified along 80km of partially drilled mineralised strike.

BOARD AND MANAGEMENT

Alex Mackenzie

Executive Chairman

Philip Bruce

Non-Executive Director

Peter Spivey

Director

Ian Riley

Company Secretary/Chief Financial Officer

CONTACT US

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17 January 2017

ASX ANNOUNCEMENT

MAKABINGUI GOLD PROJECT

As previously reported, Phase 1 of the mine development is to mine the four high grade pits within the one million ounce Makabingui resource. The first step of Phase 1 is pre-production grade control drilling.

Highlights

- Bassari is moving towards commencement of development in Senegal following the Ministerial approval granting the Makabingui Exploitation Permit (ASX Release – 30 November 2016).
- The objective of this drill program is to better define the ore lodes in the upper levels of the pits for accurate selective mining activity and to extend some high grade zones at depth.
- Clearing of drill lines has commenced with drilling scheduled to start within two weeks.

Drilling Program

The Company has completed a fund raising with commitments received approximating \$700,000, and will shortly undertake a **4,025** metres reverse circulation (RC) infill and grade control drilling program in Pit 1 and Pit 2 of the Makabingui Gold deposit (Figure 1). The drilling will be conducted on a 25m x 25m grid.

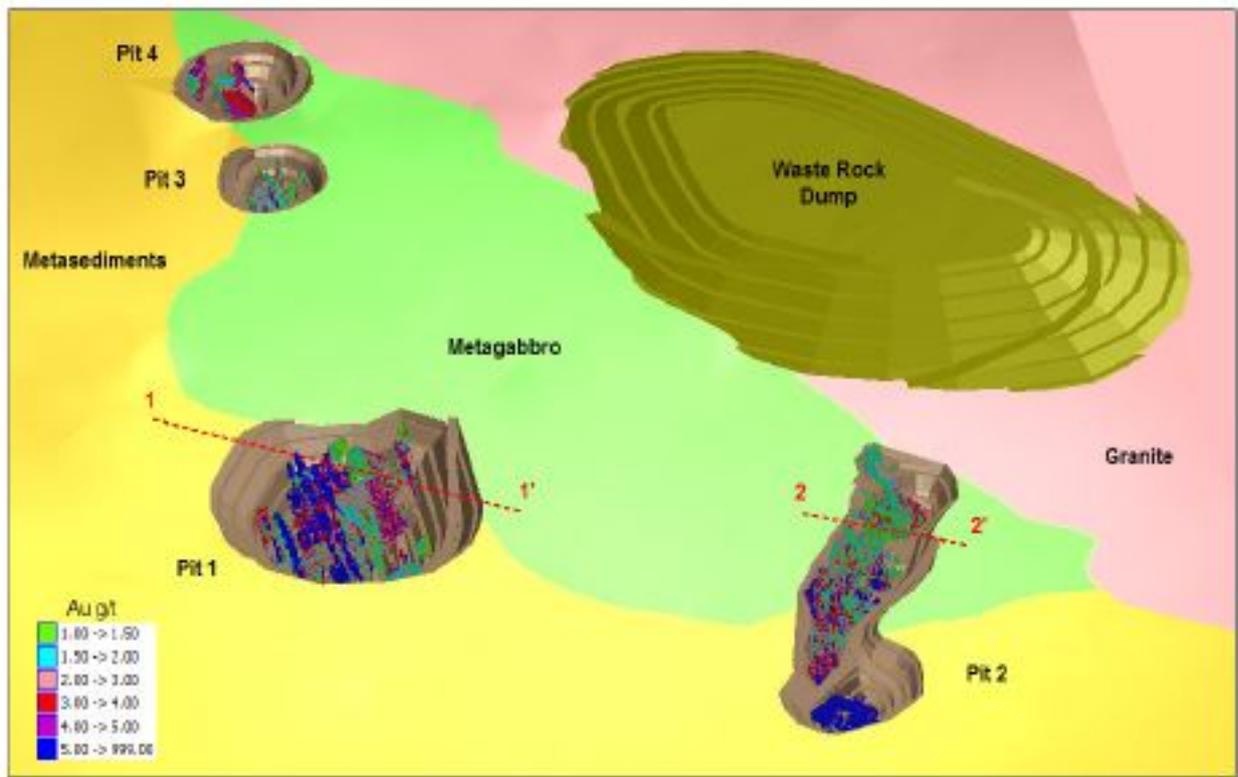


Figure 1: Makabingui Gold Deposit Pit location

The estimate reserves of the pits are below:

Pit 1 : 107,000 ounces at 7.5 g/t Au

Pit 2 : 51,000 ounces at 3.8 g/t Au

Pit 3 : 5,000 ounces at 3.1 g/t Au

Pit 4 : 13,000 ounces at 5.9 g/t Au

The objective of the drilling is for grade control and also to confirm and extend the mineralisation along the interpreted plunge of the high grade mineralised zones located on intersection of the main host structures with cross faults.

In Pit 1 a total of 54 RC holes with an average depth of 56m, totalling **3,025** metres are planned (Figure 2).

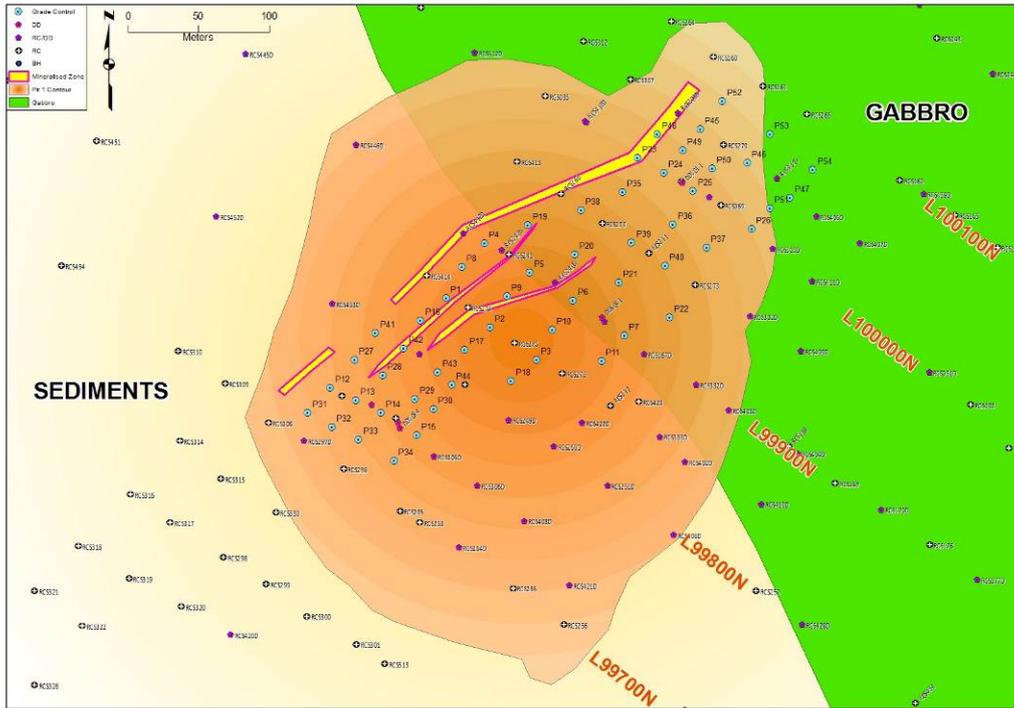


Figure 2: Makabingui Gold Deposit Pit 1 - RC Drill holes location

In Pit 2 a total of 21 RC holes with an average depth of 48m, totalling **1,000** metres are planned (Figure 3).

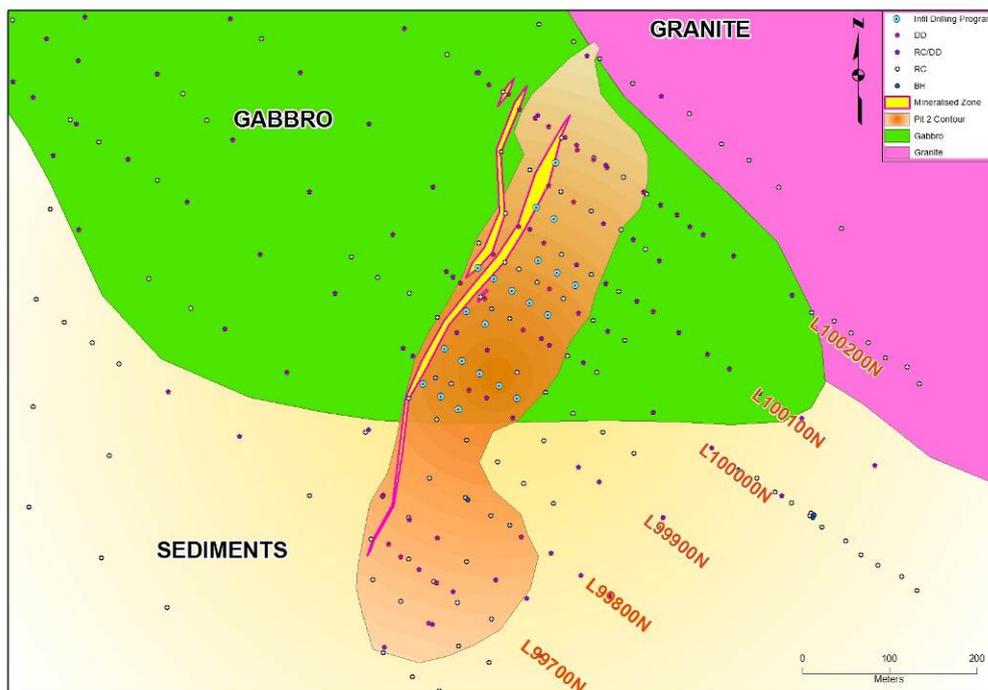


Figure 3: Makabingui Gold Deposit Pit 2 - RC Drill holes location

About Bassari

Melbourne - based West African gold developer Bassari Resources Limited (ASX:BSR) has a strategic portfolio of exploration permits focused on the Birimian Gold Belt in Senegal. The permits cover an area of 790 km² with 80km of strike along the combined three contiguous permits. The permits are located within the Kenieba Inlier which is a +60M ounce gold region. Bassari's vision is to discover and delineate gold resources which can be developed into profitable operations.

Forward-Looking Statement

This release may include forward-looking statements which are based on assumptions and judgements of management regarding future events and results. Statements regarding Bassari Resources Limited plans with respect to future exploration and drilling are forward-looking statements. Forward-looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Bassari Resources Limited that could cause actual results to differ materially from such statements. Bassari Resources Limited makes no undertaking to subsequently update or revise the forward-looking statements made in this release to reflect events or circumstances after the date of this release.

Competent Person's Statement

The information in this announcement that relates to the Mineral Resources and Exploration Results has been reviewed and approved by Mr Moussa Diba who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Diba is the chief geologist of Bassari Resources Limited and has over 20 years' experience in the industry and has more than five years' experience which is relevant to the style of mineralisation being reported upon and the activity being undertaken 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 Diba consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

The Mineral Resource information referred to in the announcement was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not changed since it was last reported.

For Further Information Contact:**Executive Chairman**

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