



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	1,674,676,823
No. of shareholders	2,244
Top 20	33%

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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12 August 2016

ASX ANNOUNCEMENT - PROJECT UPDATE

MAKABINGUI GOLD PROJECT – PERMIT UPDATE

We are advised that the draft Exploitation Permit has been returned from the Ministry of Finance to the Mines Department with no indication of changes to be made to the agreed terms.

The permit and its terms have been approved by the Mines Department and signed by WATIC, the joint venturers with Bassari in Makabingui.

The final step is for the Minister of Mines to sign on his return to Dakar.

KONKOUTOU GOLD PROJECT

The Konkoutou prospects, located 35 kilometres north of the Makabingui Gold Project on the Moura tenement, have the largest and strongest geochemical gold-in-soil anomaly on the Bassari leases (Figure 1).

The previously announced infill drilling program on Konkoutou Hill is to commence in the coming weeks and the Konkoutou North area, located about five kilometres to the north, is to be drilled for the first time.

Surface geochemical surveys and mapping of the initial Konkoutou North prospect have returned excellent results in trenches, outcrop sampling and soils (Figure 2), which together with a coincident geophysical target, indicate a high grade zone of about two kilometres strike.

While the Konkoutou Hill drilling program is designed to delineate the deposit for a feasibility study to be completed by the end of the year, the RC drilling program on the initial Konkoutou North prospect is expected to outline a significant new gold deposit.

The Konkoutou North surface results to date include:

<u>Trench mapping and sampling</u>	<u>Quartz vein/let rock chip sampling</u>
15m @ 1.0g/t gold	80.4g/t gold
5m @ 2.1g/t gold	65.5g/t gold
2m @ 5.5g/t gold	37.6g/t gold

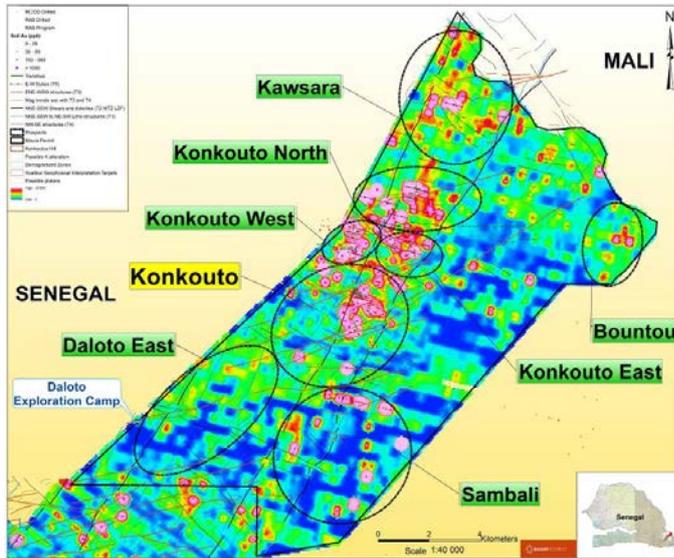


Figure 1- Moura Permit defined prospects from termite mound geochemical survey

The exploration targets identified on the Moura tenement (Figure 1) are derived from termite mound geochemical surveys using 2-3kg composite samples collected from around the mounds.

These samples are of material that is brought up from depths reaching 10m or more, and can be a good indicator of sub-surface mineralisation.

The initial prospect targeted on the Konkoutou North (Figure 2) area is within the regional mineralised shear zone at the intersection of NNE / ENE structures and is hosted by a structurally deformed sedimentary package comprising mostly greywackes of various grain sizes, interbedded with silts and shales.

This prospect is the second most advanced prospect on the Moura Permit. It is an area of 2.0km x 0.3km that is characterised by gold-in-soil anomalies, very encouraging trench intercepts, mapping and a coincident target in the High Resolution Airborne Magnetic and Radiometric Survey conducted in June 2012 by Xcalibur Airborne Geophysics.

An initial 1,000m RC drilling program is planned to follow up the excellent trench results.

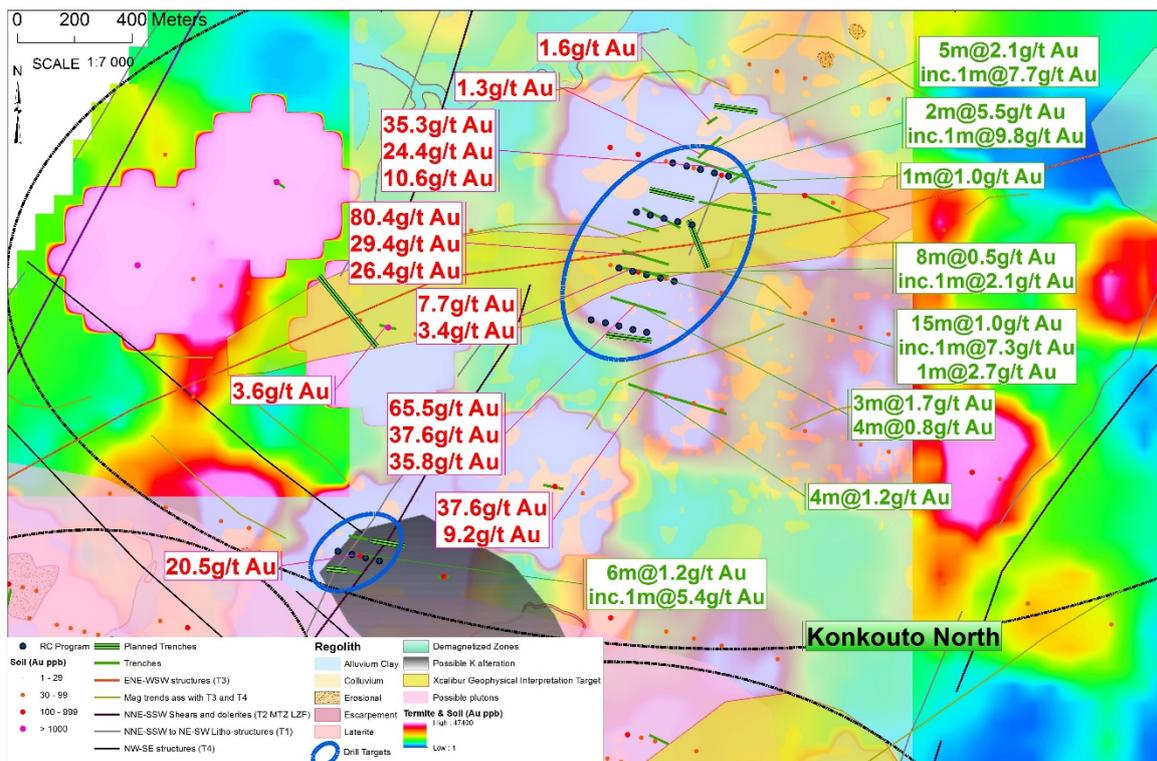


Figure 2. Konkoutou North showing trench results, outcrop chip assays and planned RC holes

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:

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