

Firefly receives approvals for maiden drill program at Yalgoo Gold Project, WA

Drilling set to commence within 10 days to validate and expand existing resources

Firefly Resources Ltd (**ASX: FFR; Firefly or the Company**) is pleased to announce that it has received Permit of Work (**POW**) approvals from the Department of Mining, Industry Regulation and Safety (**DMIRS**) to commence its initial resource and exploration drill programs at the Yalgoo Gold Project in WA.

The approvals cover up to 10,000m of Reverse Circulation (**RC**) drilling across the main Melville Gold Deposit and the Don Bradman Gold Prospect to the south of Melville (see Figure 1).

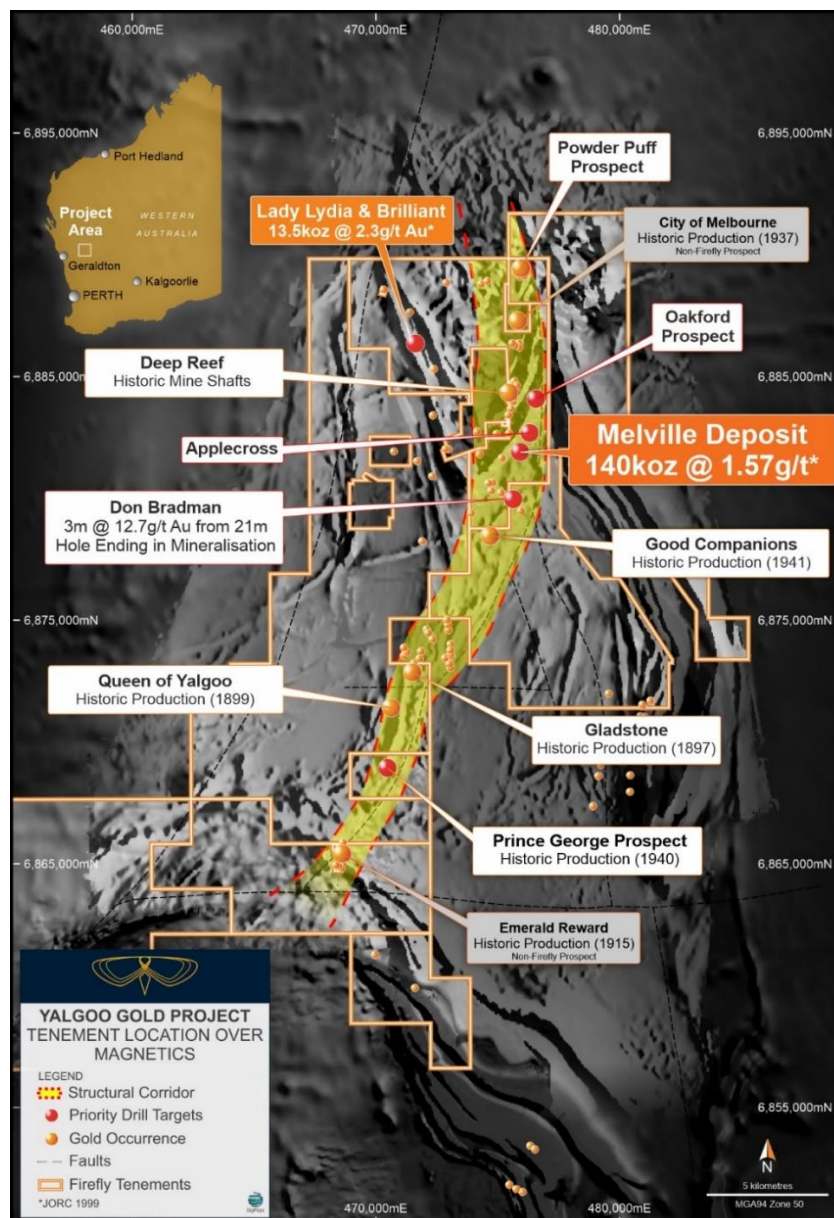


Figure 1. Yalgoo Gold Project tenure (orange outline) overlaid on magnetics, illustrating coverage of multiple gold deposits, prospects and historical workings over the ~28km long shear corridor encompassing the Yalgoo gold-field.

Firefly Managing Director Simon Lawson said: *"Firefly shareholders strongly endorsed our acquisition of the Yalgoo Gold Project last week and the timely approval of our drilling POW's allows our team to quickly hit the ground and start drilling immediately.*

"Our first priority is to drill and establish a JORC 2012-compliant Mineral Resource over the advanced Melville Gold Prospect and we have a clear path to make this happen. Our approved drill POW has been designed to give us the flexibility to conduct both in-fill resource-validation drilling and wider step-out resource-growth drilling to the north and south across the Melville deposit, as well as close-spaced drilling for grade-control of the in-situ laterite mineralisation.

"In addition to establishing a JORC 2012 resource inventory at Melville and across Yalgoo, we also intend to explore and target new discoveries across the Yalgoo Gold Project. Importantly, we have prioritised several completely untested and exciting prospects that became evident in our evaluation of historical data during our due diligence process. These targets are mostly historical workings dating from the first half of last century which have been visually assessed while walking the ground over a number of site orientations visits. We will provide further information on these targets in the coming weeks, with subsequent drill programs to be designed and covered by additional POW applications.

"Firefly has also commissioned re-processing of existing geophysical information across the Yalgoo Gold Project using modern techniques developed in the ~15 years since the last major exploration programs occurred over the project area. We are already starting to see some positive results from this re-processing, supporting our initial targeting and I look forward to presenting the combined finalised geophysical/targeting results to the market.

"We have adopted a proactive approach to initial ground-truthing as part of a systematic and scientifically driven exploration strategy aimed at unlocking the full potential of the Yalgoo Gold Project. We are also fully engaged with local and departmental stakeholders and have developed a strong multi-level exploration and resource development strategy going forward. These early approvals and associated drilling are just the start of our plan for sustained news-flow and value-generation across this exciting and under-explored gold field."

Drilling is expected to commence within the next 10 days, subject to rig availability, with Firefly to advise the market once a firm schedule is locked in.

Authorised by:

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