

GOLD NUGGETS RECOVERED FROM FIRST BULK SAMPLE AT PURDY'S REWARD JV WITH NOVO RESOURCES.

- Novo Resources Corp has commenced exploration at Purdy's Reward.
- 11-metre-thick stacked mineralised conglomerate horizon identified in first trial test trench.
- Gold nuggets up to 4cm long recovered in bulk sample from the top 1 metre of the 11 metre horizon.
- Video links available for metal detecting and jackhammer.
- Full scale systematic trenching to commence within weeks.
- Large diameter (44.5cm) drilling planned.



Figure 1: Coarse gold nuggets exposed in conglomerate bedrock on the floor of the first trial test trench at the Purdy's Reward prospect. The largest nugget is 4 cm long and is water worn indicating a paleo-alluvial origin.

Artemis Resources Limited
ARBN: 80 107 051 749

Level 3, IBM Building,
1060 Hay Street,
West Perth, WA
Australia, 6006

PO Box R933
Royal Exchange
NSW
Australia, 1225

Phone: +61 2 9078 7670
Facsimile: +61 2 9078 7661
Email:
info@artemisresources.com.au
Website:
artemisresources.com.au

Directors:

Executive Chairman
David Lenigas

Executive Directors
Ed Mead
Alex Duncan-Kemp

Company Secretary:
Guy Robertson

Corporate Information
ASX Code: ARV



David Lenigas, Artemis's Executive Chairman, commented;

"We are highly encouraged that multiple small and large nuggets have been recovered from our first test trench at our Purdy's Reward Gold Project, which we have in JV with Novo Resources Corp. This is a very unusual gold deposit and we are excited about the prospectivity and potential of this new discovery. Novo are planning to significantly step up their exploration efforts and we are expecting a great deal of news flow to shareholders as this project moves forward at pace."

Artemis Resources Limited ("**Artemis**" or "**the Company**") (ASX: **ARV**) is pleased to announce that in situ gold nuggets up to 4cm long in archean conglomerates have been reported from the first trench at its Purdy's Reward prospect. Novo Resources Corp. ("**Novo**"), Artemis's farm-in partner has started exploration and collected a bulk sample of these gold-bearing conglomerates from the first trial trench for analytical test work. The sample originates from a one meter thick reef near the top of an 11-meter-thick stacked sequence of mineralised conglomerate horizons. Purdy's Rewards is part of an 8km trend that has been identified by Novo to be highly prospective for conglomerate gold mineralisation considered analogous to the Witwatersrand in South Africa¹.

Novo Resources Corp is earning in to Artemis's Purdy's Reward as part of an overall \$2m farm-in and 50/50 JV agreement¹ on Artemis's conglomerate gold targets on its extensive Karratha tenement package, and their full news release is available on their website. Associated **video links** from Purdy's Reward metal detecting (<https://www.youtube.com/watch?v=8HikwBwn6Mg>) and jackhammer (<https://www.youtube.com/watch?v=SiAGlWvjRq8>) work can be viewed on youtube.

Novo reported today;

Trial Bulk Sample

Given the extremely coarse nature of gold found in conglomerates at Novo's Karratha gold project, Novo has collected a trial bulk sample from the Purdy's Reward prospect to help establish sampling and assay protocols for the project moving forward. Approximately 700 kg of mineralized conglomerate was collected from a 2x2 meter exposure of bedrock at the bottom of a half-meter deep trench. The sample was split into duplicate subsamples that were shipped to Nagrom's Metallurgical Laboratory in Perth, WA, where the samples will be subjected to a series of tests including gravity gold recovery and Cyanide leaching. This test work will provide the first indication of grade of this unusual deposit.

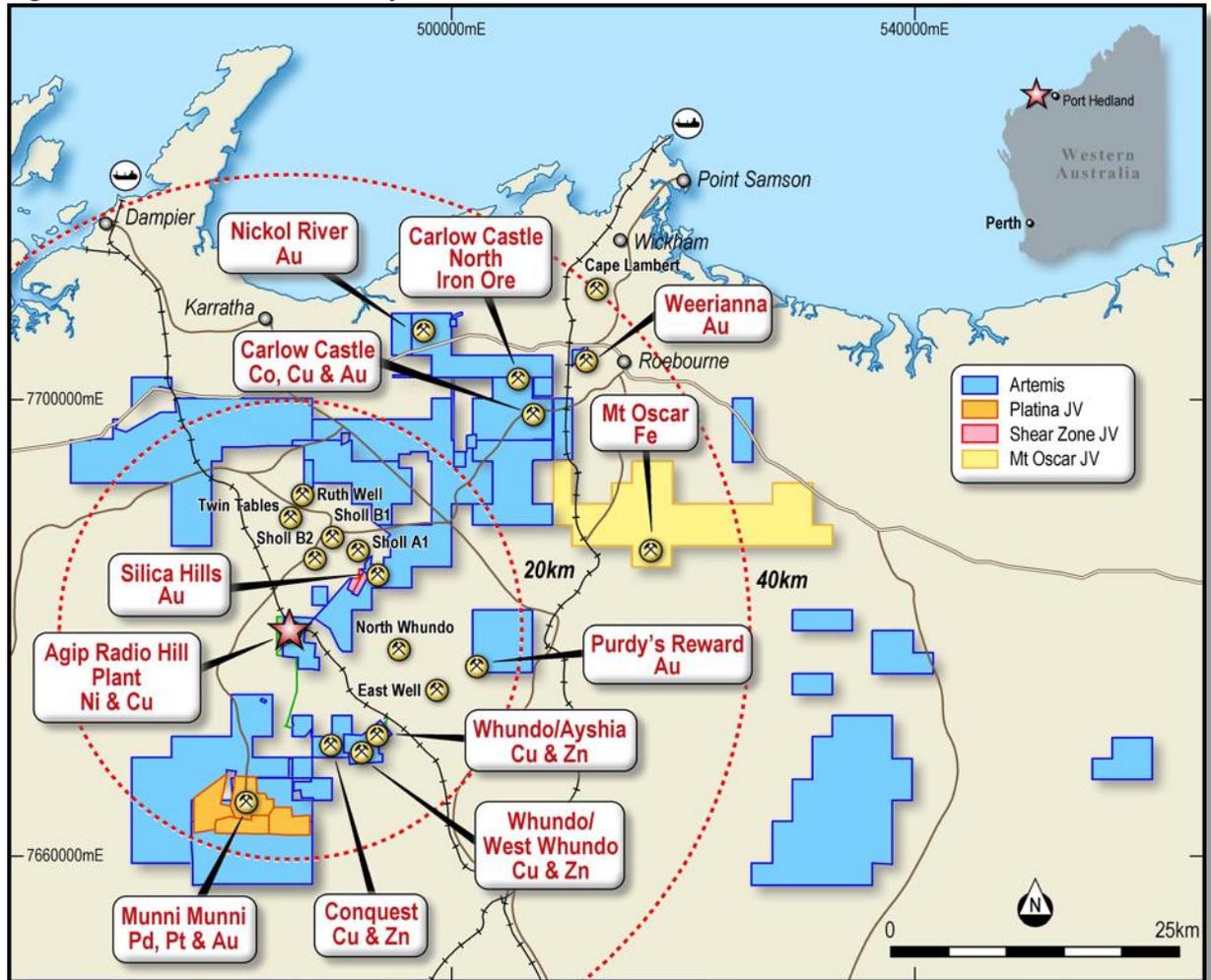
Fresh rock was encountered at just 30-50cm below a thin soil horizon. The floor of the first 2x2 meter pit was swept with a metal detector to evaluate distribution of nuggety gold (please watch <https://www.youtube.com/watch?v=8HikwBwn6Mg> by copying in to your internet browser) resulting in multiple zones of coarse gold being evident. Extrication of the bulk sample was undertaken with the help of a pneumatic chisel (please watch <https://www.youtube.com/watch?v=SiAGlWvjRq8> by copying in to your internet browser). Many coarse gold nuggets were readily visible during excavation, the largest of which was approximately 4 cm long (please see Figures 1 & 2 below). Bedrock was comprised of heterolithic cobble conglomerate with a sandy matrix. The bed of conglomerate that was sampled is approximately 1 meter thick and belongs to a stacked succession of mineralized conglomerate horizons approximately 11 meters thick. Strata dip at about 17 degrees to the southwest at Purdy's Reward prospect.

Full-Scale Trenching and Large Diameter Drilling

Data from this exercise will help Novo determine the best means of future trench sampling and drilling at Karratha. Novo plans to undertake full-scale, systematic trench bulk sampling along the strike of the conglomerate package at Purdy's Reward beginning in a few weeks. Plans are also being made to test the use of large diameter reverse circulation ("RC") drilling on down-dip projections of these conglomerates. Novo has been in discussions with a drill contractor with capabilities of drilling 17.5" (44.5 cm) diameter holes and is preparing necessary permitting to undertake a test program of around 30 shallow, 20-50 meter-deep holes.

¹ Refer to Artemis's ASX News Release dated 29 May 2017.

Figure 2: Artemis Resources Projects in Karratha Area.



BACKGROUND INFORMATION ON ARTEMIS RESOURCES

Artemis Resources Limited is a resources exploration and development company with a focus on its prospective Pilbara (gold, cobalt, base metals, platinum, platinum group elements and iron ore) and the Mt Clement-Paulsens (gold) project in Western Australia. Artemis owns the fully permitted 425,000tpa Radio Hill nickel and copper operations, processing plant and associated mining and exploration tenements with significant existing JORC 2004 compliant resources of Nickel, Copper and Zinc situated within a 15 km radius of the Radio Hill plant. The Radio Hill Plant is located 35 km south of Karratha in the Pilbara Region of Western Australia.

CONTACTS

For further information on this update or the Company generally, please visit our website at www.artemisresources.com.au or contact:

| | |
|--|---|
| <p>Investors / Shareholders Edward Mead Executive Director Telephone: +61 407 445 351 Email: Ed.Mead@artemisresources.com.au</p> | <p>Media David Tasker Professional Public Relations Telephone: +61 433 112 936 Email: David.tasker@ppr.com.au</p> |
|--|---|

COMPETENT PERSONS STATEMENT

The information in this document that relates to Exploration Results and Exploration Targets is based on information compiled or reviewed by Edward Mead, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Mead is a Director of Artemis Resources Limited and is a consultant to the Company, and is employed by Doralda Pty Ltd. Mr Mead has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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 Mead consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

FORWARD LOOKING STATEMENTS AND IMPORTANT NOTICE

This report contains forecasts, projections and forward looking information. Although the Company believes that its expectations, estimates and forecast outcomes are based on reasonable assumptions it can give no assurance that these will be achieved. Expectations, estimates and projections and information provided by the Company are not a guarantee of future performance and involve unknown risks and uncertainties, many of which are out of Artemis' control. Actual results and developments will almost certainly differ materially from those expressed or implied. Artemis has not audited or investigated the accuracy or completeness of the information, statements and opinions contained in this presentation. To the maximum extent permitted by applicable laws, Artemis makes no representation and can give no assurance, guarantee or warranty, express or implied, as to, and takes no responsibility and assumes no liability for (1) the authenticity, validity, accuracy, suitability or completeness of, or any errors in or omission from, any information, statement or opinion contained in this report and (2) without prejudice to the generality of the foregoing, the achievement or accuracy of any forecasts, projections or other forward looking information contained or referred to in this report.

Investors should make and rely upon their own enquiries before deciding to acquire or deal in the Company's securities.

JORC Code, 2012 Edition – Table 1

Section 1 Sampling Techniques and Data

(Criteria in this section apply to all succeeding sections.)

| Criteria | JORC Code explanation | Commentary |
|----------------------------|---|---|
| Sampling techniques | <ul style="list-style-type: none"> Nature and quality of sampling (eg cut channels, random chips, or specific specialised industry standard measurement tools appropriate to the minerals under investigation, such as down hole gamma sondes, or handheld XRF instruments, etc). These examples should not be taken as limiting the broad meaning of sampling. Include reference to measures taken to ensure sample representivity and the appropriate calibration of any measurement tools or systems used. Aspects of the determination of mineralisation that are Material to the Public Report. In cases where 'industry standard' work has been done this would be relatively simple (eg 'reverse circulation drilling was used to obtain 1 m samples from which 3 kg was pulverised to produce a 30 g charge for fire assay'). In other cases more explanation may be required, such as where there is coarse gold that has inherent sampling problems. Unusual commodities or mineralisation types (eg submarine nodules) may warrant disclosure of detailed information. | <ul style="list-style-type: none"> A minus 5mm sieved soil sample was collected. 2 field duplicates were submitted for analysis, 1:25 for Ionic data; none for Supertrace data. |

| Criteria | JORC Code explanation | Commentary |
|---|--|---|
| Drilling techniques | <ul style="list-style-type: none"> Drill type (eg core, reverse circulation, open-hole hammer, rotary air blast, auger, Bangka, sonic, etc) and details (eg core diameter, triple or standard tube, depth of diamond tails, face-sampling bit or other type, whether core is oriented and if so, by what method, etc). | <ul style="list-style-type: none"> Not applicable |
| Drill sample recovery | <ul style="list-style-type: none"> Method of recording and assessing core and chip sample recoveries and results assessed. Measures taken to maximise sample recovery and ensure representative nature of the samples. Whether a relationship exists between sample recovery and grade and whether sample bias may have occurred due to preferential loss/gain of fine/coarse material. | <ul style="list-style-type: none"> Not applicable |
| Logging | <ul style="list-style-type: none"> Whether core and chip samples have been geologically and geotechnically logged to a level of detail to support appropriate Mineral Resource estimation, mining studies and metallurgical studies. Whether logging is qualitative or quantitative in nature. Core (or costean, channel, etc) photography. The total length and percentage of the relevant intersections logged. | <ul style="list-style-type: none"> All soil samples are geologically logged by the geologist in the field. It is not considered that these samples will be used to support appropriate Mineral Resource estimation, mining studies or metallurgical studies. Logging is considered to be semi-quantitative given the nature of the alteration of these surficial rock chips and the inability to obtain detailed geological information. |
| Sub-sampling techniques and sample preparation | <ul style="list-style-type: none"> If core, whether cut or sawn and whether quarter, half or all core taken. If non-core, whether riffled, tube sampled, rotary split, etc and whether sampled wet or dry. For all sample types, the nature, quality and appropriateness of the sample preparation technique. Quality control procedures adopted for all sub-sampling stages to maximise representivity of samples. Measures taken to ensure that the sampling is representative of the in situ material collected, including for instance results for field duplicate/second-half sampling. Whether sample sizes are appropriate to the grain size of the material being sampled. | <ul style="list-style-type: none"> 2 duplicates were collected for analysis. A sample size of 0.5kg was collected and considered appropriate and representative for the grain size and style of mineralisation |
| Quality of assay data and laboratory tests | <ul style="list-style-type: none"> The nature, quality and appropriateness of the assaying and laboratory procedures used and whether the technique is considered partial or total. For geophysical tools, spectrometers, handheld XRF instruments, etc, the parameters used in determining the analysis including instrument make and model, reading times, calibrations factors applied and their derivation, etc. Nature of quality control procedures adopted (eg standards, blanks, duplicates, external laboratory checks) and whether acceptable levels of accuracy (ie lack of bias) and precision have been established. | <ul style="list-style-type: none"> ALSglobal Laboratories (Perth) were used for the analysis work carried out on the Artemis Resources Ltd soil samples. The laboratory techniques below: Ionic Leach™ – buffered cyanide digest-ICP finish Supertrace Aqua Regia digest- ICP finish. |

| Criteria | JORC Code explanation | Commentary |
|--|--|--|
| Verification of sampling and assaying | <ul style="list-style-type: none"> The verification of significant intersections by either independent or alternative company personnel. The use of twinned holes. Documentation of primary data, data entry procedures, data verification, data storage (physical and electronic) protocols. Discuss any adjustment to assay data. | <ul style="list-style-type: none"> At least two company personnel verify all significant results. All geological mapping and sampling information is completed firstly on to paper maps and survey books before being transferred to Microsoft Excel spreadsheets. All electronic field data is then transferred into a Microsoft Access database for validation and compilation. Physical maps and sampling data are returned to the Artemis head office for scanning and storage. Electronic copies of all information are backed up daily. Data has been normalized by a constant allow the different techniques and individual elements to be comparable. |
| Location of data points | <ul style="list-style-type: none"> Accuracy and quality of surveys used to locate drill holes (collar and down-hole surveys), trenches, mine workings and other locations used in Mineral Resource estimation. Specification of the grid system used. Quality and adequacy of topographic control. | <ul style="list-style-type: none"> A Garmin GPS76 hand-held GPS is used to define the location of the rock chip sample locations. Standard practice is for the GPS to track the location of the user constantly and the location of the soil samples are recorded electronically as 'waypoints' at the time of sampling. Sample locations are considered to be accurate to within 5m. Grid system used for Artemis Resources Ltd sampling is MGA 94 (Zone 50) |
| Data spacing and distribution | <ul style="list-style-type: none"> Data spacing for reporting of Exploration Results. Whether the data spacing and distribution is sufficient to establish the degree of geological and grade continuity appropriate for the Mineral Resource and Ore Reserve estimation procedure(s) and classifications applied. Whether sample compositing has been applied. | <ul style="list-style-type: none"> Soil sampling has been completed as an orientation traverse over specific geological targets. Data from soil samples will not be used in resource and reserve estimations. Sampling is based on specific geological targets to understand geochemical distribution. No sample compositing is used in this report. |
| Orientation of data in relation to geological structure | <ul style="list-style-type: none"> Whether the orientation of sampling achieves unbiased sampling of possible structures and the extent to which this is known, considering the deposit type. If the relationship between the drilling orientation and the orientation of key mineralised structures is considered to have introduced a sampling bias, this should be assessed and reported if material. | <ul style="list-style-type: none"> Most samples have been obtained whilst conducting reconnaissance geological mapping which was seeking to identify mineralised structures/lodes. As the sampling was not targeting specific lithologies, there should be no bias in these samples. |
| Sample security | <ul style="list-style-type: none"> The measures taken to ensure sample security. | <ul style="list-style-type: none"> The chain of custody is managed by the project geologist who places calico sample bags in polyweave sacks. Up to 10 calico sample bags are placed in each sack. Each sack is clearly labelled with: <ul style="list-style-type: none"> Artemis Resources Ltd Address of laboratory Sample range Samples are then transported to Perth from Karratha with Bishop Transport. Collected from the transport depot by the project geologist and delivered to the laboratory. |
| Audits or reviews | <ul style="list-style-type: none"> The results of any audits or reviews of sampling techniques and data. | <ul style="list-style-type: none"> No audit of soil sampling data has been completed to date. Data is validated when loading into the database. |

Section 2 Reporting of Exploration Results

(Criteria listed in the preceding section also apply to this section.)

| Criteria | JORC Code explanation | Commentary |
|--|---|--|
| Mineral tenement and land tenure status | <ul style="list-style-type: none"> Type, reference name/number, location and ownership including agreements or material issues with third parties such as joint ventures, partnerships, overriding royalties, native title interests, historical sites, wilderness or national park and environmental settings. The security of the tenure held at the time of reporting along with any known impediments to obtaining a licence to operate in the area. | <ul style="list-style-type: none"> E47/1745 is in good standing and is part of an earn in JV with Novo Resources Corp. Novo are to spend \$2m to earn 50% and then Artemis are participate on a 1:1 ratio to maintain our interest. to See map elsewhere in this report for locations. |
| Exploration done by other parties | <ul style="list-style-type: none"> Acknowledgment and appraisal of exploration by other parties. | <ul style="list-style-type: none"> The most significant historic exploration identified to date at Purdy's Reward (E45/1745) was completed by Westfield Minerals NL during 1971, targeting nickel and copper. This work included soil sampling, reverse circulation and diamond drilling, and magnetic and IP surveying. All exploration and analysis techniques conducted by Acclaim Exploration & Westfield Minerals are considered to have been appropriate given the available techniques at the time. |
| Geology | <ul style="list-style-type: none"> Deposit type, geological setting and style of mineralisation. | <ul style="list-style-type: none"> At Purdy's Reward, gold mineralisation has been identified as being associated with mafic lithologies. As exploration is at an early stage at Purdy's Reward, further work is required to determine the geological setting and provenance of the gold mineralisation. Mineralisation occurs as coarse, flat, and rounded nuggety gold within mafic lithologies. |
| Drill hole Information | <ul style="list-style-type: none"> A summary of all information material to the understanding of the exploration results including a tabulation of the following information for all Material drill holes: <ul style="list-style-type: none"> easting and northing of the drill hole collar elevation or RL (Reduced Level – elevation above sea level in metres) of the drill hole collar dip and azimuth of the hole down hole length and interception depth hole length. If the exclusion of this information is justified on the basis that the information is not Material and this exclusion does not detract from the understanding of the report, the Competent Person should clearly explain why this is the case. | <ul style="list-style-type: none"> Not applicable to the current soil sampling. |
| Data aggregation methods | <ul style="list-style-type: none"> In reporting Exploration Results, weighting averaging techniques, maximum and/or minimum grade truncations (eg cutting of high grades) and cut-off grades are usually Material and should be stated. Where aggregate intercepts incorporate short lengths of high | <ul style="list-style-type: none"> No upper or lower cut-off grade was applied. No metal equivalents are used for reporting. |

| Criteria | JORC Code explanation | Commentary |
|--|---|--|
| | <p>grade results and longer lengths of low grade results, the procedure used for such aggregation should be stated and some typical examples of such aggregations should be shown in detail.</p> <ul style="list-style-type: none"> The assumptions used for any reporting of metal equivalent values should be clearly stated. | |
| <p>Relationship between mineralisation widths and intercept lengths</p> | <ul style="list-style-type: none"> These relationships are particularly important in the reporting of Exploration Results. If the geometry of the mineralisation with respect to the drill hole angle is known, its nature should be reported. If it is not known and only the down hole lengths are reported, there should be a clear statement to this effect (eg 'down hole length, true width not known'). | <ul style="list-style-type: none"> Not applicable |
| <p>Diagrams</p> | <ul style="list-style-type: none"> Appropriate maps and sections (with scales) and tabulations of intercepts should be included for any significant discovery being reported. These should include, but not be limited to a plan view of drill hole collar locations and appropriate sectional views. | <ul style="list-style-type: none"> Appropriate maps and sections are available in the body of this announcement. |
| <p>Balanced reporting</p> | <ul style="list-style-type: none"> Where comprehensive reporting of all Exploration Results is not practicable, representative reporting of both low and high grades and/or widths should be practiced to avoid misleading reporting of Exploration Results. | <ul style="list-style-type: none"> Reporting of results in this report is considered balanced. |
| <p>Other substantive exploration data</p> | <ul style="list-style-type: none"> Other exploration data, if meaningful and material, should be reported including (but not limited to): geological observations; geophysical survey results; geochemical survey results; bulk samples – size and method of treatment; metallurgical test results; bulk density, groundwater, geotechnical and rock characteristics; potential deleterious or contaminating substances. | <ul style="list-style-type: none"> No other significant exploration work has been done by Artemis. |
| <p>Further work</p> | <ul style="list-style-type: none"> The nature and scale of planned further work (eg tests for lateral extensions, depth extensions or large-scale step-out drilling). Diagrams clearly highlighting the areas of possible extensions, including the main geological interpretations and future drilling areas, provided this information is not commercially sensitive. | <ul style="list-style-type: none"> Plans are to follow-up mapping and sampling with further geochemical sampling, trenching, and drilling. A POW application has recently been approved for Purdy's Reward. Novo Resources Corp will now undertake future exploration identified above to earn into a Joint Venture |