

ASX ANNOUNCEMENT

Date: 17 February 2017

Number: 502/170217

EXPLORATION UPDATE

Commonwealth gold-silver-base metal Project, NSW: Assays due by next week

Broken Hill nickel-copper-PGE Project, NSW: VTEM Survey to commence next week

Mulga Tank gold and nickel Project: soil geochemistry results being interpreted

Commonwealth Project

The Commonwealth Project forms part of Impact's extensive 100% owned land holding of 1,000 sq km in the Lachlan Foldbelt, home to numerous gold and copper mines including the giant Cadia deposit near Orange.

Final assays are expected next week for two diamond drill holes completed at the Silica Hill Prospect at the end of 2016. In addition the results of soil geochemistry and Induced Polarisation surveys also completed in late 2016 have recently been received and are being interpreted to prioritise areas for follow up drilling.

Broken Hill Project

The Broken Hill Project covers about 280 sq km of ground close to and south of the giant Broken Hill lead-zinc-silver mine in New South Wales. The project is prospective for deposits of nickel-copper-PGE as well as lead, zinc and silver.

Impact's focus has been on the discovery of massive nickel-copper sulphides at the Red Hill, Platinum Springs and Little Darling Creek Prospects. To that aim a helicopter borne VTEM survey is scheduled to commence next week to cover about 25 km of strike of ultramafic-mafic rocks that host the mineralisation discovered to date. A total of about 350 line kilometers of flying will be completed with results expected by early April.

Mulga Tank Project

Impact owns 100% of the Mulga Tank Project that covers about 420 sq km of the Minigwal greenstone belt located 200 km north east of Kalgoorlie. The project is prospective for gold and nickel deposits.

The results of 2,500 soil geochemistry samples that cover the eastern part of the Mulga Tank Dunite as well as the Panhandle Prospect have been received and are being interpreted. A number of gold and nickel anomalies have been identified and these are being prioritised for follow up work including drilling.

Impact was recently awarded an Exploration Incentive Scheme grant of \$150,000 towards drilling at the Panhandle and already has an existing grant of \$150,000 for drilling at Mulga Tank.

At Panhandle, an area of several square kilometres of elevated lithium-in-soil anomalism was identified and this has lead to a review of lithium-in-soil data from numerous soil geochemistry surveys completed over the entire Mulga Tank Project area by previous explorers. This data has been sent to a respected geochemical consultant to determine the significance of the results.

**Dr Michael G Jones
Managing Director**

The review of exploration activities and results contained in this report is based on information compiled by Dr Mike Jones, a Member of the Australian Institute of Geoscientists. He is a director of the company and works for Impact Minerals Limited. He has sufficient experience which is relevant to the style of mineralisation and types of deposits 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 (the JORC Code). Dr Jones has consented to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Impact Minerals confirms that it is not aware of any new information or data that materially affects the information included in the previous market announcements referred to and in the case of mineral resource estimates, that all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed.