

Quarterly Activities Report For the period ended 30 June 2020

Highlights

Comet Gold project

- POW approved for RC drilling at Comet Gold project, WA
- Field mapping and drilling set to commence

Corporate

- Well supported Entitlement offer completed
- Capital raising post June quarter as part of re-shaping of the board also enhances the Company's cash position

Comet Gold Project – Accelerate Resources 100%

During the June quarter, Accelerate Resources Limited (ASX: AX8 “Accelerate” or “the Company”) commenced a geological and targeting review of the Comet gold project, near Cue in Western Australia. The review aims to identify and generate gold targets for further exploration, including mapping, surface sampling and RC drilling. (see ASX announcement dated 14 July 2020)

The Comet Gold Project comprises one granted exploration licence, E20/908 and one exploration licence application, E21/213, covering 84.5km², located approximately 115 km south southwest of Meekatharra and 20 km southeast of Cue. The project lies immediately to the north and along strike of the Comet gold mine and covers part of the Meekatharra to Mount Magnet Greenstone belt, located at the southern end of the Tuckabianna Shear Zone. (see Figure 1.)

Compilation and analysis of the historical data has identified a number of gold targets and anomalous gold trends within the Comet project area, where historical RAB and RC drilling returned significant results, including extensions to the north and east of the Comet gold mine and along the Antarctica gold trend in the eastern part of the licence.

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BOARD

Grant Mooney
Yaxi Zhan
Richard Hill
Deborah Ho

Non-Executive Chairman
Managing Director
Non-Executive Director
Company Secretary

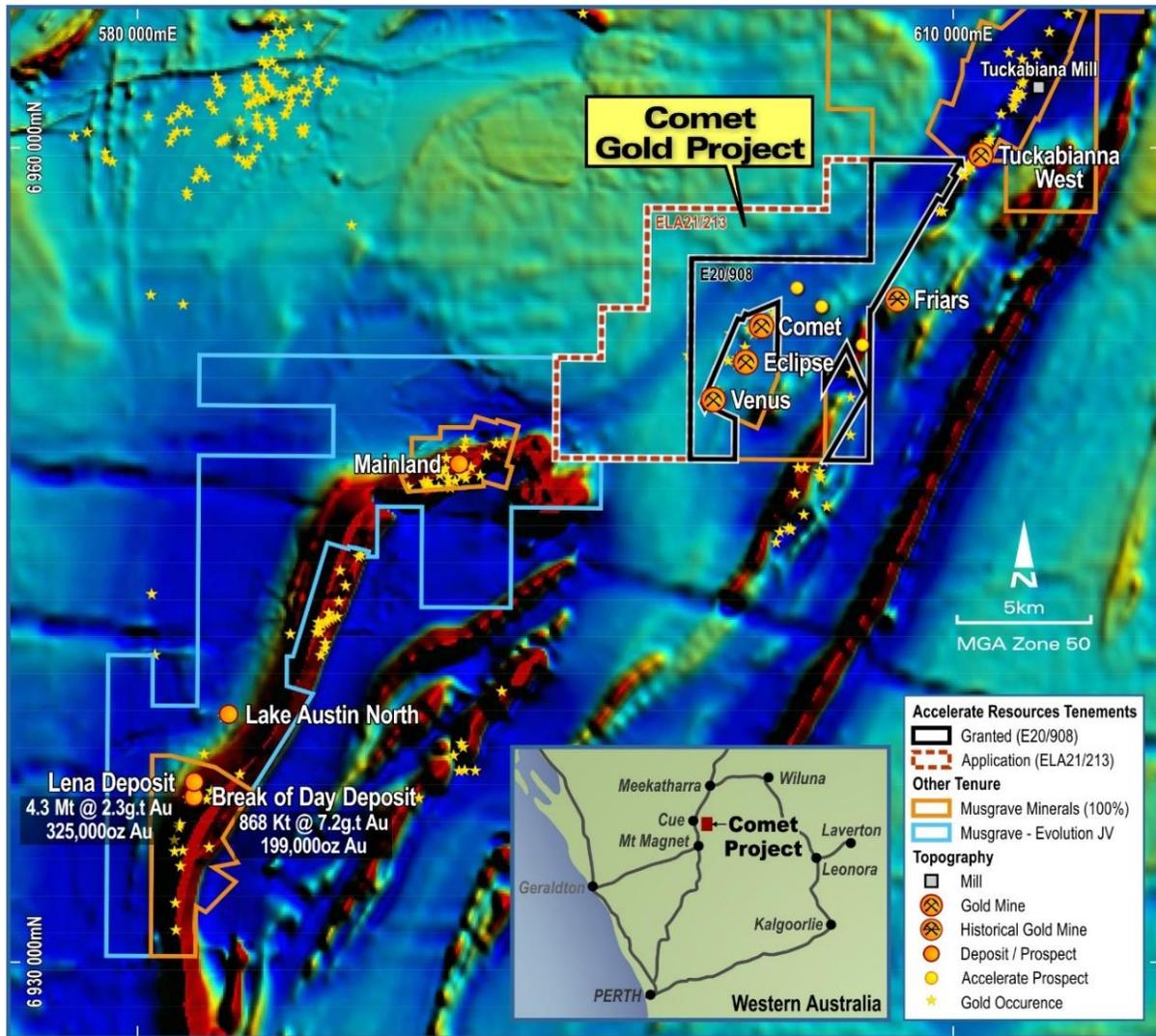


Figure 1. Comet Gold Project – Regional Location on TMI Aeromagnetics

The Comet North trend lies immediately to the north and along strike of the Comet gold mine. RAB drilling by Westgold in 1995, returned a number of significant results at Comet North, over 1.4 km strike, including;

RAB Drilling

PAB017	3m at 1.32 g/t gold from 24m
PAB186	2m at 1.65 g/t gold from 13m
PAB233	1m at 2.22 g/t gold from 15m
PAB289	2m at 1.47 g/t gold from 14m
PAB391	2m at 1.56 g/t gold from 35m
PAB447	2m at 1.71 g/t gold from 22m

The Comet East prospect lies approximately one kilometre east of the Comet North Trend. RAB and limited RC drilling by Newcrest in 1994 and follow up RAB drilling by Westgold in 1995, returned a number of significant gold results, including;

RAB Drilling

PRB305	4m at 7.08 g/t gold from 27m
PRB620	3m at 2.02 g/t gold from 10m

RC Drilling

PRC269	3m at 4.53 g/t gold from 60m
PRC283	1m at 4.15 g/t gold from 85m

The **Antarctica prospect** lies on the southern extension to the Friars - Tuckabianna mineralisation trend, near the eastern boundary of E20/908. RAB and RC drilling by Australmin Holdings Ltd, during 1990, returned a number of significant results over 1.6km strike including;

RAB Drilling

ATK2636	2m at 3.0 g/t gold from 28m
ATK2493	1m at 4.92 g/t gold from 28m
ATK2624	1m at 2.17 g/t gold from 27m

RC Drilling

ARC1020	2m at 1.73 g/t gold from 31m
ARC1020	3m at 1.30 g/t gold from 38m
ARC1023	1m at 2.47 g/t gold from 55m
ARC1023	3m at 2.19 g/t gold from 72m

During 2012, Silver Lake Resources completed eleven RC holes for 500m targeting the northern part of the **Antarctica trend**, within E20/908. The drilling intersected a number of zones of low grade gold mineralisation associated with BIF's, including a number of individual metres grading 1 g/t gold. Significant results, include;

RC Drilling

12CORC070	1m at 10.4 g/t gold from 27m to EOH
12CORC064	1m at 1.1 g/t gold from 37m
12CORC065	1m at 1.1 g/t gold from 42m
12CORC068	1m at 1.0 g/t gold from 62m

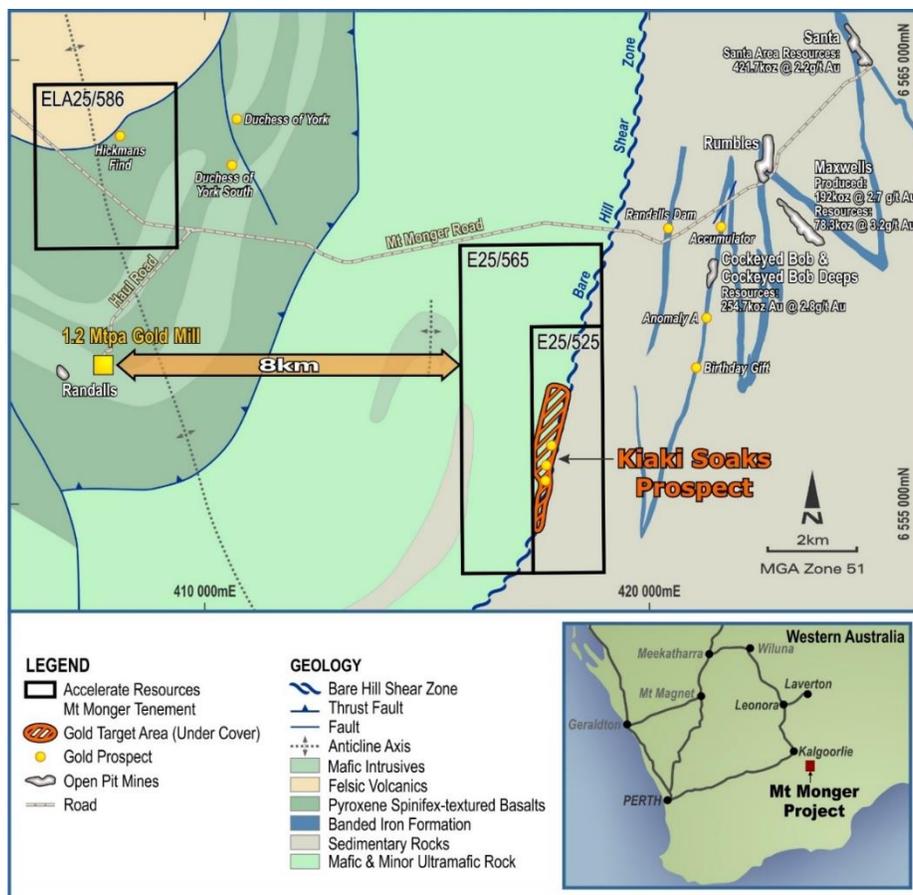
Based on the initial results of the project review and the identification of relatively untested mineralised gold targets, the Company is planning a program of field mapping, surface sampling and RC drilling to test the Antarctica, Comet North and Comet East prospects.

Mount Monger Project, WA - Accelerate Resources 100%

During the quarter, the Company commenced a review of the Mount Monger Gold project, which is located 43 km east of Kambalda and approximately 70 km by road from Kalgoorlie. The project covers 35.3km² and comprises two granted Exploration Licences E25/525 and E25/565 and one Exploration Licence application, E25/586. The project licences are located 3km north and 8km east of the Randalls gold mill operated by Silver Lake Resources Ltd. (see Figure 2.)

Exploration licence application, E25/386, covers the southern closure of the north-northwest striking, Bulong Anticline and includes the Hickman's Find gold prospect, which is located on the thrust faulted and folded contact between felsic rocks in the north and the predominantly komatiite basalt sequence to the south. The Hickman's Find prospect was discovered by GSWA mapping during 1986, with initial drilling by Western Mining Corporation during the mid-late 1980's (25 holes for 1,607m) identifying shallow, narrow, low grade gold mineralisation associated with ferruginous chert.

Exploration drilling by earlier workers, within E25/525, outlined a 2.5km long mineralised gold trend, the Kiaki Soaks prospect, along the Bare Hill Shear Zone. The mineralised zone is open to the north and lies along the sheared contact between Archaean basalts in the west and sediments to the east. (see Figure 2.)



Tambellup Kaolin Project, WA – Accelerate Resources 100%

During the June quarter, the Company received the initial assay results from the Aircore drilling program (52 holes for 769m) at the Tambellup Kaolin Project, located in the Southwest of Western Australia. (see ASX announcement dated 26 May 2020)

A total of 62 composite samples covering 169m were selected for initial geochemical analysis, from 23 Aircore holes within the main part of the Sadlers Kaolin prospect. (see Figure 3)

The composite samples were predominantly selected from the visually whitest and brightest sections of the upper and lower saprolite horizons of each hole, based on the visual geological logging of the drill samples. The sampling aimed to cover the majority of the holes in the more strongly weathered (upper and lower saprolite) parts of the main Sadlers prospect. Kaolin mineralisation is expected to be developed in the Upper Saprolite horizon and potentially present within parts of the Lower Saprolite.

The majority of the one metre samples (103m) were selected from the upper saprolite horizon, with the remainder (66m) from the lower saprolite (see Table 3). Analysis of the drilling data, for the selected holes, indicates that the upper saprolite (the potential Kaolin zone) at the Sadlers prospect is between 2 to 14 m thick (Average 6.75m) and is present from 1 to 15m depth below surface. The lower saprolite is between 2 to 12m thick (Average 6.75m) from 2 to 23m depth below surface.

Twenty-one composite samples, from seven holes, were also dispatched for metallurgical testing. The initial Metallurgical testing comprised -45um wet sieving to determine the yield (%) of the potential kaolin mineralisation.

The composite sampling returned an average grade of 22.71% Al₂O₃ and 59.8% yield from the upper saprolite, with a number of higher-grade intervals returned, including;

Hole TBAC037 3m at 30.64% Al₂O₃ and 73.1% Yield
4m at 26.78% Al₂O₃ and 69.1% Yield

Interpretation of the results from the drilling indicates that the Sadlers kaolin prospect remains open to the southeast and is bounded to the northeast and southwest by two east-southeast trending mafic units which are observable in outcrop and shallow drilling. A shallow granite basement high occurs in the western part of the prospect. (see Figure 3)

The Tambellup Kaolin Project (E70/4969) is located 10 km west of the township of Tambellup in the Southwest of West Australia. The project is located approximately 280 km south-southeast of Perth via the Great Southern Highway, and 120 km north of Albany. The Tambellup West Road bisects the project and links to the Albany Highway in the west. The Perth - Albany freight railway corridor runs north-south through the centre of the township. Two kaolin prospects have previously been identified by drilling within the tenement, Sadlers in the northwest of the project area, and Hulls in the east. (Figure 4)

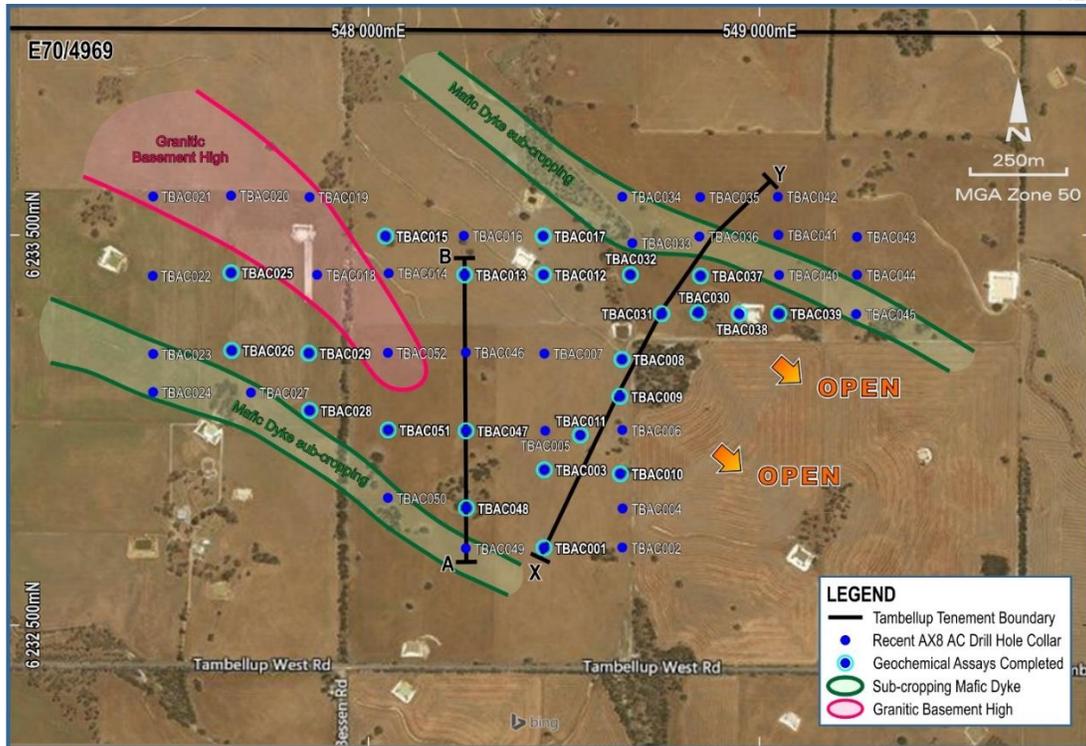


Figure 3 Sadlers prospect showing Accelerate Resources drilling on aerial imagery

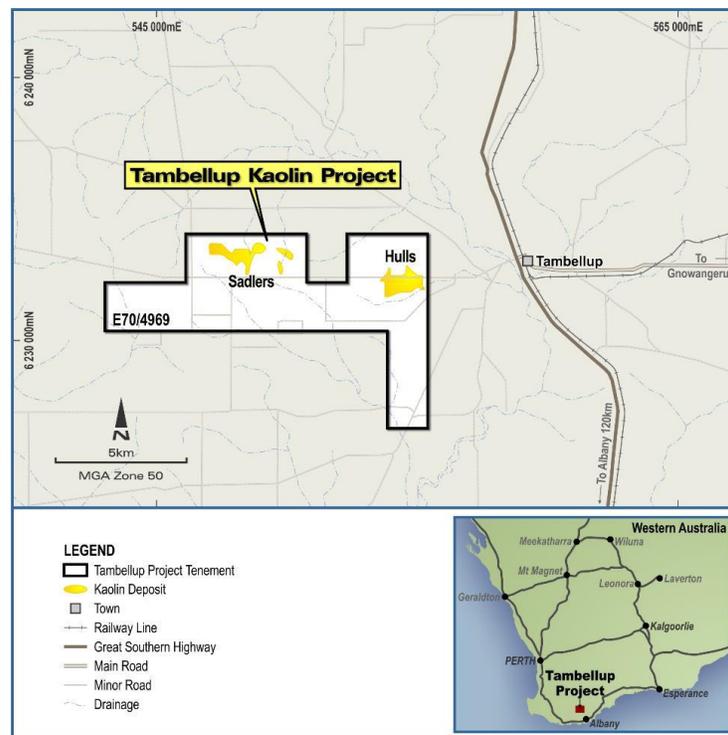


Figure 4: Tambellup Kaolin Project - Location of E 70/4969 and nearby infrastructure; the Saddlers and Halls prospect wireframes (GM Minerals Consultants, 2017).

Corporate

Capital Raising Activities

In April 2020, the Company completed a pro-rata 1-for-3 non-renounceable Entitlement Offer and the Shortfall offer raising up to \$238,100 (before costs), at 1.2 cents per share. (see ASX announcement dated 21 April 2020)

Subsequent to the June quarter end, the Company announced that it had received binding commitments for a placement to raise a total of \$1,000,000 million (before costs) (Placement) by the issue of a total of 34,722,223 Shares at \$0.0288 each (Placement Shares) to institutional and sophisticated investors introduced to the Company by Alto Capital. (see ASX announcement dated 9 July 2020)

On 14 July 2020, the Company issued 19,841,666 of the Placement Shares (\$571,440 cash received).

The Company is seeking shareholder approval to issue the remaining Placement Shares at the Company's General Meeting to be held on 24 August 2020.

The Company is pleased that it has sufficient funding to carry out planned exploration programs at the Comet Gold project and the Tambellup Kaolin project.

Related party payments

In reference to item 6.1 of the Appendix 5B Quarterly Cashflow Report, the Company recorded \$66,000 worth of payments to related parties and their associates. Specifically, this sum includes payments of salary and wages to the Directors of the Company.

This announcement was authorised for release by the Board of Accelerate Resources Limited.

For further information please contact

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Competent Person Statement:

Information in this release that relates to Exploration Results is based on information compiled by Mr Andrew Rust, who is the Exploration Manager for Accelerate Resources Limited and who is a Member of the Australian Institute of Mining and Metallurgy (AusIMM). Mr Rust has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to 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 Rust consents to the inclusion in this release of the matters based on his information in the form and context in which it appears.

Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, costs, dividends, production levels or rates, prices, resources, reserves or potential growth of Accelerate Resources Limited, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factors.

—ENDS—

Appendix

In accordance with Listing Rule 5.3.3. Accelerate provides the following information in relation to its mining tenements.

1. The mining tenements held at the end of the quarter and their location

Project	Tenement Number	Status	Location	Beneficial Percentage Interest
Tambellup	E70/4969	Granted	Western Australia	100%
Tambellup	E70/5319	Application	Western Australia	100%
Mount Monger	E25/525	Granted	Western Australia	100%
Mount Monger	E25/565	Granted	Western Australia	100%
Mount Monger	E25/586	Application	Western Australia	100%
Comet	E20/908	Granted	Western Australia	100%
Comet	E21/213	Application	Western Australia	100%
Sandstone	E57/1118	Granted	Western Australia	100%
Mt Read	EL 6/2013	Granted	Tasmania	100%

2. Mining tenements acquired during the quarter and their location:

Project	Tenement Number	Status	Location	Comment

3. Mining tenements disposed of during the quarter and their location:

Project	Tenement Number	Status	Location	Comment
Mt Read	EL 7/2018	Granted	Tasmania	100%
Mt Read	EL 9/2018	Granted	Tasmania	100%