

4 May 2021

ASX Announcement

Corella commences resource and metallurgical drilling at Tampu

- 2,000m drill program to commence at Tampu in the coming week
- Drill program designed to underpin a maiden resource estimate and produce bulk samples for metallurgical test work and end user verification
- A select number of historical holes will be twinned to verify the outstanding results reported and assess the potential for inclusion into a maiden resource estimate
- Program of Work (PoW) approval received from DMIRS

Corella Resources Ltd (ASX:CR9) ("Corella" or the "Company") is pleased to advise that resource and metallurgical drilling is due to commence at the company's 100% owned flagship Tampu kaolin project, located near Beacon in Western Australia. The drill program will total ~2,000m and consist of 80 to 120 RC/AC drill holes, to an average depth of ~20m to a drill spacing of 80 x 80m in select locations.

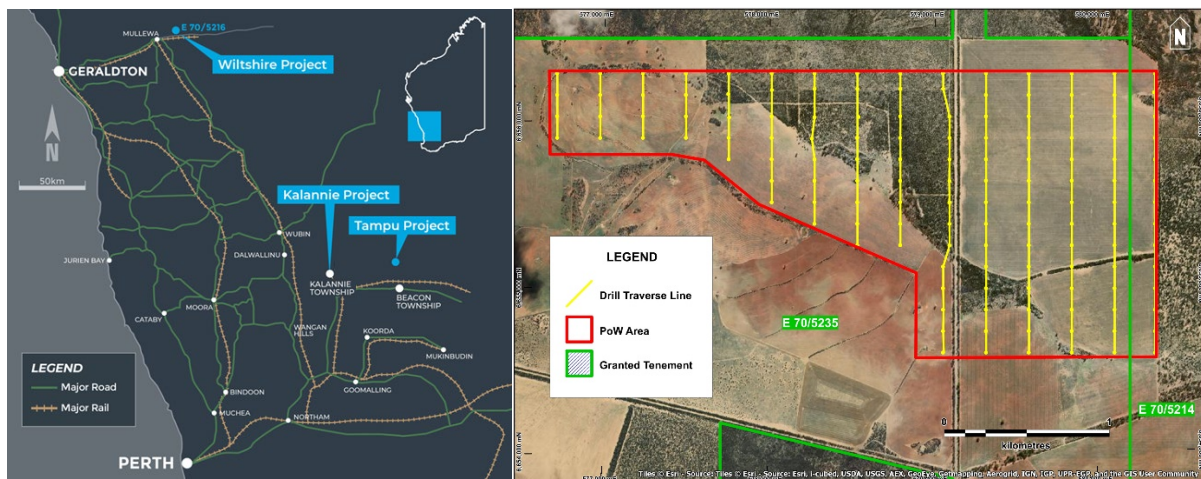


Figure 1: Corella Resources project location map and Tampu drilling program

Corella Resources Managing Director, Tony Cormack, commented "I am pleased to report that Corella will have its first drilling underway at the flagship Tampu project in less than 2 weeks after listing the asset on the ASX. The drilling will cover a number of important aspects, it will allow us to publish a maiden JORC resource, provide us with metallurgical samples for test work and provide bulk composite samples for end users verification using their own processes. The program will also twin some of the historical drilling at Tampu to verify the outstanding assay results reported and determine if the historical results can be included into a maiden resource estimate".

The 100% owned Tampu Kaolin Project is located 275km northeast of Perth, Western Australia. The two granted exploration licences at Tampu cover an area in excess of 81km² near the town and rail siding of Beacon. The project has bitumen road access, mobile network coverage and unused infrastructure located less than 3km from the project site.

Corella has received all the necessary regulatory approvals for the drilling program from DMIRS and moved quickly to secure personnel and contractors to complete the program. A field team is currently mobilising to site to prepare for the drilling program expected to commence in the coming week. The program has been specifically designed to achieve a number of objectives, primarily being a maiden resource estimate and to produce bulk scale metallurgical samples. The metallurgical samples will primarily be used for process flow sheet design along with representative samples to be provided for end user analysis and verification, using their own processes.

The Company has now compiled the historical drill hole assay data into a centralised database and have generated a 3D wireframe model of the kaolin mineralisation at Tampu. This 3D model will be integral in guiding all the upcoming drilling with all new drill data being fed back into the model daily to ensure optimal drilling throughout the entire program. A select number of historical drill hole locations will also be twinned for the purpose of verifying the outstanding historical assays reported and to determine if the historical drill holes can be included into the maiden resource estimate calculation due in Q3CY21.

ASX release authorised by the Board of Directors of Corella Resources Ltd.

ENDS

For further information, please contact:

Managing Director
tony@corellaresources.com.au

Company Secretary
secretary@corellaresources.com.au

Company Profile

Corella Resources Limited is an Australian exploration company listed on the Australian Securities Exchange (ASX: CR9). Corella Resources is focussed on exploration and development of their 100% owned Tampu, Wiltshire and Kalannie kaolin projects along with the 100% owned Bonnie Rock silica project. All 4 projects are located in the mid-west of Western Australia.

Tampu Kaolin Project

The Tampu Kaolin Project (**Tampu**) comprises two granted exploration licences held by Corella, being exploration licences E 70/5235 & E70/5214.

Tampu has seen two historical and one modern phase of exploration drilling and metallurgical programs. This drilling has sufficiently determined the validity and potential of Tampu to host significant bright white kaolin mineralisation with very low levels of contaminants. Further drilling and metallurgical test-work will be required in order to achieve a JORC compliant resource at Tampu.

Wiltshire Kaolin Project

The Wiltshire Kaolin Project (**Wiltshire**) comprises a single granted exploration licence, being E 70/ 5216, which is currently held by Corella.

Wiltshire is located adjacent to the Wenmillia Dam kaolin deposit, which is held by Blue Diamond WA Pty Ltd (ACN 090 511 970) to the north of Mullewa. Bright white kaolin is known to extend to the south and west of Wenmillia Dam along exposures in Wenmillia creek toward Corella's Wiltshire project. Chemical analyses by the Geological Survey of Western Australia ("GSWA") on kaolin samples drill samples from Wenmillia Dam show high purity kaolin with low levels of contaminant elements. This is a grass-roots project and significant further exploration and metallurgical test-work is required.

Kalannie Kaolin Project

The Kalannie Kaolin Project comprises a single granted exploration licence, being exploration licence E 70/5215, which is currently held by Corella.

A GSWA kaolin sample from the project area location shows high purity kaolin with low levels of contaminant elements. This is a grass-roots project and significant further exploration and metallurgical test-work is required.

Bonnie Rock Silica Project

The Bonnie Rock Silica Project comprises a single pending exploration licence, being exploration licence E70/5665, which is currently held by Corella.

Previous exploration undertaken on the Bonnie Rock Project identified a prominent quartz vein that extends for an unknown distance below cover. Chemical analyses indicated that the quartz in the region is high-grade, had favourable thermal stability and thermal strength values and is suitable for use in the production of silicon metal.