

14 August 2017

Australian Securities Exchange

TECHNICAL WORK RESUMES ON NEVERA GOLD MINE DEVELOPMENT

Crater Gold Mining Limited (ASX:CGN) (“**CGN**” or the “**Company**”) is pleased to announce that, in line with the strategy outlined in its recent Entitlement Offer prospectus, it has resumed technical work on the development of Nevera Gold Mine at its Crater Mountain Gold Project. Technical consultants have been retained to work with the newly proposed directors and management to confirm final mine plans.

Mining Associates Limited (“**MA**”) has been retained to assist CGN confirm various mine planning parameters and develop a revised mine plan. In particular, the Company will work with MA to identify stoping blocks with gold grades in excess of 10g/t, both above the 1960 level and between the 1930 and 1960 levels. MA will also assist with confirmation of the Company’s recommended mining method and design of horizontal and vertical development between 1930 and 1960 levels, to most efficiently extract the targeted gold-bearing ore.

Minmet Services Pty Ltd (“**Minmet**”) has also been retained to assist with metallurgy for re-start of Nevera Gold Mine processing operations. Minmet’s scope of work includes metallurgical test work and analysis to confirm operating plans but also direct participation in the re-start of operations and identification of opportunities for optimisation of the plant. An early batch plant run with representative ore will be undertaken to collect plant data to ensure laboratory test work is aligned with actual plant operating conditions.

The detailed mine planning and plant optimisation work will be undertaken in parallel with the resumption of development of the 1930 level adit at Nevera Gold Mine. The Company has commenced preparations for such work and anticipates being in a position to resume development works within weeks of the completion of the previously announced Entitlement Offer.

CGN’s newly appointed Country Manager, Curt Church has been on site at Crater Mountain Gold Project for the last few weeks taking care of various practical preparations for resumption of development works. During his time on site, Mr Church met with local landowners as well who expressed their support for advancement of the Crater Mountain Gold Project including the clear potential for increased local employment.

For further information contact:

Matthew O’Kane, Proposed CFO
Email: info@cratergold.com.au