

ASX ANNOUNCEMENT

26 November 2015



STRANDLINE

resources limited

ABN 32 090 603 642

Company Facts

Strandline Resources (ASX: STA) - Exposure to emerging country-wide exploration play in Tanzania, within one of the world's major mineral sands producing corridor and major 'construction ready' Coburn Heavy Mineral Sands Project in Western Australia

Key projects:

- Tanzanian Heavy Mineral Sands Exploration Projects (100%)
- Coburn Heavy Mineral Sands Project, WA (100%)
- Mt Gunson Copper Exploration Project, SA (100%)
- Mt Gunson MG14/Windabout Copper-Cobalt-Silver Development Project, SA (100%)
- Fowlers Bay Base Metal-Gold Project, SA (100%) – Western Areas Earning In

Company Directors

Michael Folwell

Non-Executive Chairman

Richard Hill

Managing Director

Didier Murcia

Non-Executive Director

Asimwe Kabunga

Non-Executive Director

Tom Eadie

Non-Executive Director

Mark Hanlon

Non-Executive Director

Investor Enquiries

Andrew Rowell

Cannings Purple

E: arowell@canningspurple.com.au

T: + 61 8 6314 6300

TANZANIAN DRILL CAMPAIGN UNDERWAY

Highlights

- 3,000m Aircore drilling campaign commenced on the 100% owned Tanga South and Madimba projects;
- Drilling designed to delineate Resource potential around previous high grade heavy mineral intercepts;
- Aircore drilling able to test for thick zones of mineralisation beneath previous shallow high grade auger holes;
- Bulk composite samples will be submitted for detailed mineral assemblage, chemistry and potential product quality analysis; and
- Results expected to flow from early 2016.

Tanzanian focussed mineral sands explorer, Strandline Resources Limited (**Strandline** or **the Company**) is pleased to announce that it has commenced its maiden aircore (**AC**) drill program in the northern (Tanga) region of Tanzania after successful completion of land access approvals, field mobilisation and drill line clearing.

This is the first of several planned programs designed to evaluate the potential for heavy mineral sands (**HMS**) Resources within and along strike from high grade HMS mineralisation at the Tanga South and Madimba prospects, located in the north and south regions of Tanzania respectively (Figure 1).

Drilling is well underway at the *Tajiri North* prospect, which is the first of the high grade prospects within the Tanga South Project (Figures 2-4).

It is anticipated that, subject to weather conditions, these initial Aircore drill programs should conclude prior to the Christmas break with a series of results flowing early in 2016.

Commenting on the drill programmes, Strandline's Managing Director, Richard Hill, said, *"It is good to be back drilling again and now that we have successfully consolidated the key Tanzanian HMS ground holdings it is our aim to hopefully convert several of these higher grade prospects to highly prized Resources in the short term.*

ASX ANNOUNCEMENT



26 November 2015

STRANDLINE
resources limited
ABN 32 090 603 642

“All of the projects that we are drilling have demonstrated the key criteria of grade, scale and quality assemblage potential in proximity to infrastructure hubs. Given our location within one of the world’s premier HMS production corridors and the activity of the major producers in the region, Strandline is now well positioned to potentially build a world class mineral sands house.”

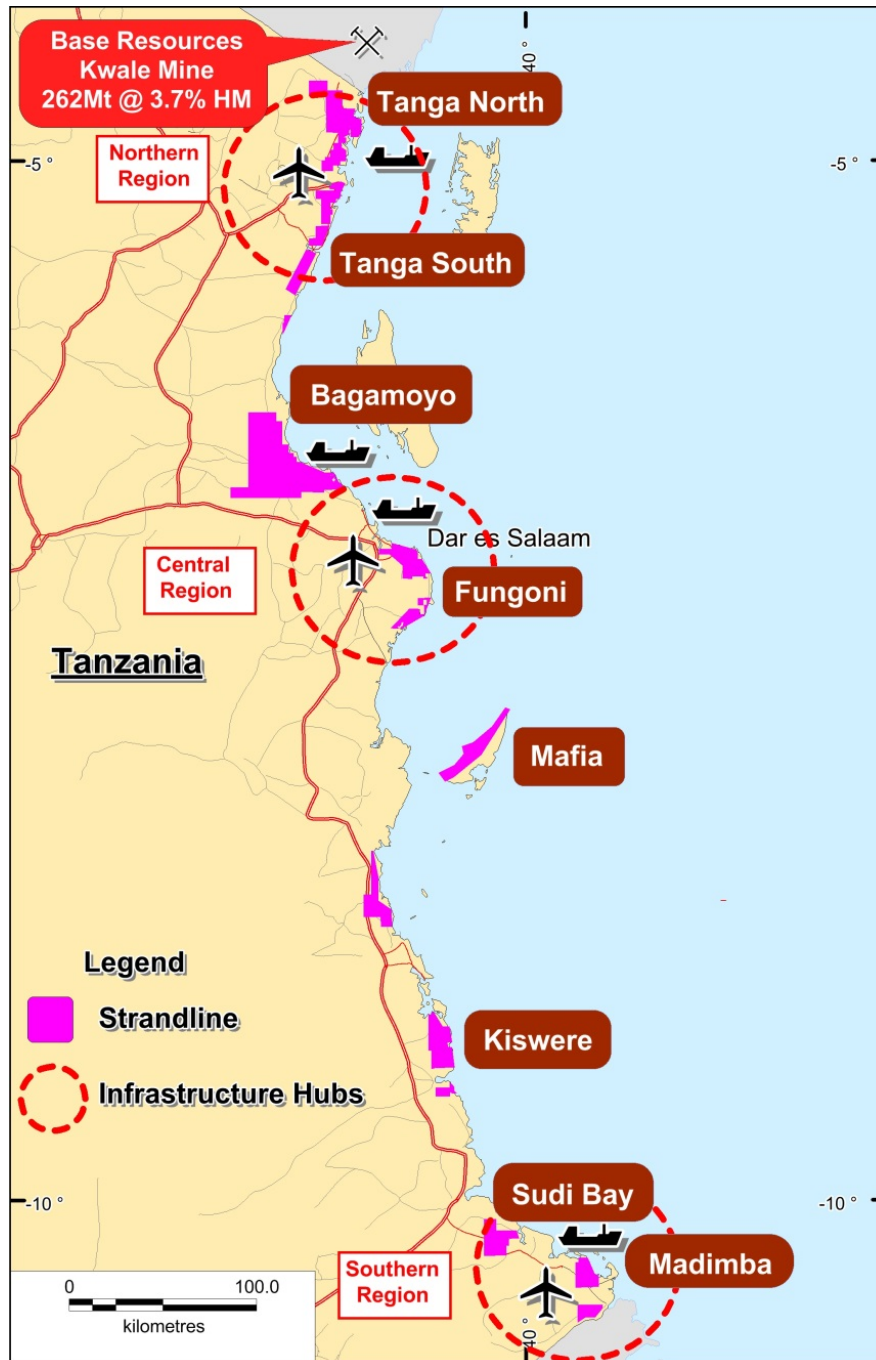


Figure 1. Project Location Map showing Strandline’s dominant HMS position along the Tanzanian coast

ASX ANNOUNCEMENT



26 November 2015

STRANDLINE
resources limited
ABN 32 090 603 642



Figure 2. Aircore drill rig in operation at the Tajiri Project



Figure 3. Heavy mineral liberated from soil at Tajiri South

ASX ANNOUNCEMENT

26 November 2015



STRANDLINE
resources limited
ABN 32 090 603 642

Northern Region – Tanga South Project (Strandline 100%)

The Company is targeting high grade strandline related mineralisation at Tanga South and following up shallow auger drilling results that have been previously released. These included:

TJAG0091	4m @ 11.25% THM
TGAC48	9m @ 12.3% THM
TGAC46	14m @ 9.2% THM

The anomaly at Tanga South is 20km long and two targets, Tajiri North and Tajiri South, have initially been selected for aircore drilling following up high grade historical intercepts. (Figure 4). Some reconnaissance drill lines are also planned between the higher grade anomalies.

Tanga South is located within 40km of the port town of Tanga and is 130km south of Base Resources' (ASX:BSE) operating Kwale HMS mine (262Mt @ 3.7% HM).

This entire target zone has been subjected to shallow auger drilling and surface sampling but has only been drilled deeply with aircore (AC) drilling with a single traverse by Tanganyika Gold (TGL) in the late 1990's. TGL reported two AC holes 240m apart, with grades comprising 9m @ 12.3% Total Heavy Minerals (THM) (TGAC48) and 14m @ 9.2% THM (TGAC46). Significantly, both of these results were from surface. This THM anomaly is strongly co-incident with a magnetic anomaly that is continuous for 1500 to 2000m to the north and south within the 20km magnetic and geochemical target.

This initial program will comprise a total of 1,700m at two prospects (Figure 4) with drill traverses 200m apart and drill spacing of between 25m and 50m. This closer spaced AC program is designed to understand depth, lateral extent and continuity of existing mineralisation.



26 November 2015

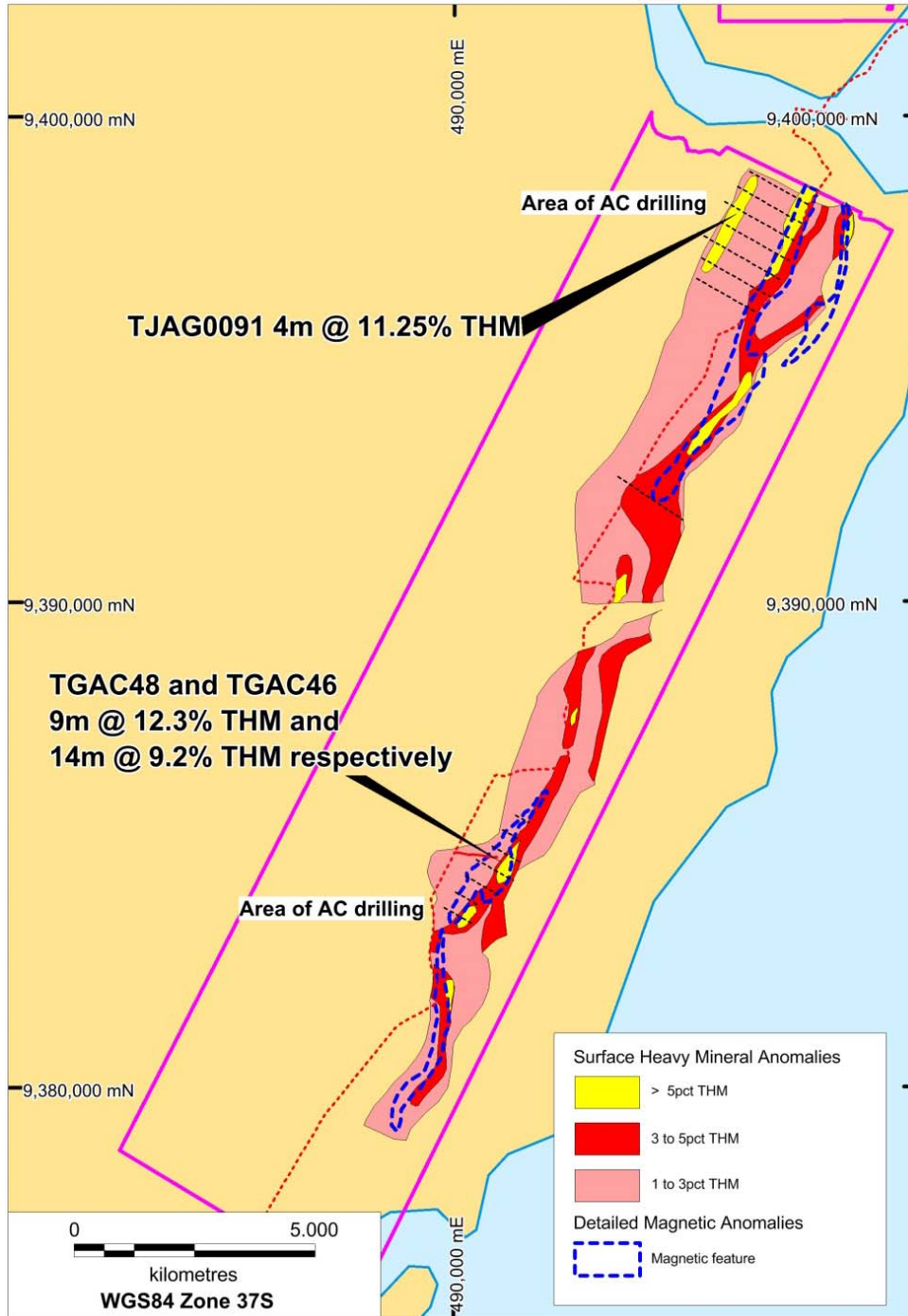
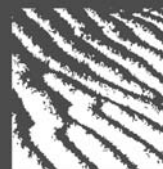


Figure 4. Surface THM anomalies from Tanga South with significant AC and auger results

ASX ANNOUNCEMENT



STRANDLINE
resources limited
ABN 32 090 603 642

26 November 2015

Southern Region – Madimba Project (Strandline 100%)

Following completion of the Tanga South AC program, the drill rig will be mobilised to the Southern Region. The initial focus of the drilling in southern Tanzania will be at the Madimba prospect, located close to the active port of Mtwara and recently developed gas infrastructure (Figure 5).

At Madimba, the Company will be testing a large heavy mineral footprint (2.5km x 3.0km) at surface with three adjacent auger holes encountering significant levels of HMS mineralisation. These results, all from surface, included:

MTPA065	6m @ 3.42% THM
MTPA066	7m @ 4.10% THM
MTPA068	7m @ 7.06% THM

All of these holes remain open at depth. Significantly, the end of hole interval in MTPA068 was 1m @ 12.36% THM with slimes below 15% and, in general, the grade was increasing with depth¹. The Company is planning a 1,200m programme before the end of 2015 and will focus more detailed drilling over the strongly anomalous zones followed by some broader spaced drilling to the south west (Figure 5).

Importantly, excellent Valuable Heavy Mineral (**VHM**) assemblage results were previously reported from the Madimba Project, which include VHM contents up to 98% with an average VHM of 80.7% and low trash (contaminants). The VHM also contained up to 13.7% Zircon in assemblage with an average of 8.8% and combined rutile and zircon up to 16.4% with an average of 12.05%. Ilmenite TiO₂ content averages 55.3% TiO₂ with grainsize averaging above 100µm².

¹ Refer to the ASX Announcement dated 5 February 2015 for further details of the drilling results for the Madimba Project.

² Refer to the ASX Announcement dated 10 March 2015 for further details of the mineral assemblage results for the Madimba Project.

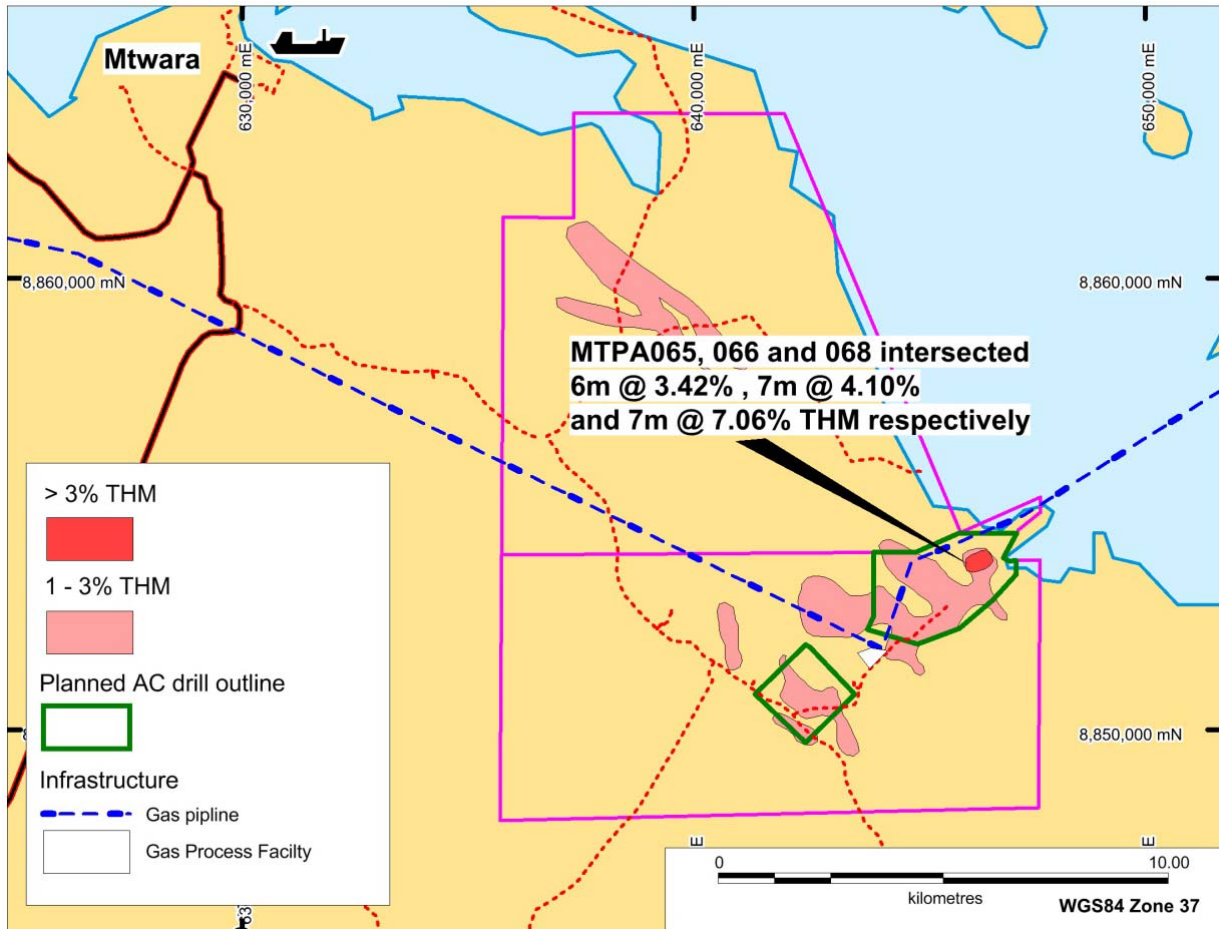


Figure 5. Surface THM anomalies from Madimba with significant auger results

Both aircore programs will generate significant volume of material that can be composited and submitted for more detailed mineral assemblage, chemistry and potential product quality analysis.

Should sufficient grade and geological continuity be encountered at these prospects, then resource estimation studies will also be undertaken.

ASX ANNOUNCEMENT



STRANDLINE
resources limited
ABN 32 090 603 642

26 November 2015

For further enquiries, please contact:

Richard Hill

Managing Director

Strandline Resources Limited

T: +61 8 9226 3130

E: enquiries@strandline.com.au

Website: www.strandline.com.au

For media and broker enquiries:

Andrew Rowell / Warrick Hazeldine

Cannings Purple

T: +61 8 6314 6304

E: arowell@canningspurple.com.au

TANZANIA MINERAL SANDS

COMPETENT PERSON'S STATEMENT

The details contained in this report that pertains to exploration results, ore and mineralisation is based upon information compiled by Dr Mark Alvin, a consultant to Strandline. Dr Alvin is a Member of The Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the style of mineralisation and type 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". Dr Alvin consents to the inclusion in this release of the matters based on the information in the form and context in which it appears.

FORWARD LOOKING STATEMENTS

This report contains certain forward looking statements. Forward looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside of the control of Strandline. These risks, uncertainties and assumptions include commodity prices, currency fluctuations, economic and financial market conditions, environmental risks and legislative, fiscal or regulatory developments, political risks, project delay, approvals and cost estimates. Actual values, results or events may be materially different to those contained in this announcement. Given these uncertainties, readers are cautioned not to place reliance on forward looking statements. Any forward looking statements in this announcement reflect the views of Strandline only at the date of this announcement. Subject to any continuing obligations under applicable laws and ASX Listing Rules, Strandline does not undertake any obligation to update or revise any information or any of the forward looking statements in this announcement to reflect changes in events, conditions or circumstances on which any forward looking statements is based.