



DRILLING AT THE TROJAN GOLD PROJECT SET TO COMMENCE

ASX Release

16 February 2017

ABN 92 114 187 978

ASX Code: OVR

ISSUED CAPITAL

Shares: 366.9 million

Options: 10.0 million

CORPORATE DIRECTORY

Chairman:

Michael Haynes

Non-Executive Directors:

Hugh Bresser

Scott Robertson

Chief Executive Officer:

Ben Vallerine

CFO and Company Secretary:

Beverley Nichols

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HIGHLIGHTS

- Fully funded RC drilling program at the Trojan Gold Project to commence in late February/early March, 2017
- The majority of the drilling to be completed at the high grade Transfind deposit that produced circa 4,900oz of gold @ 4.9 g/t Au before 1992
- Further drilling to be undertaken around an historic hole at Transfind that intersected 3m @ 343 g/t Au
- Assay results expected early April

Overland Resources Limited (ASX: OVR; "Overland" and the "Company") is pleased to announce that, having recently received all required permits, it has engaged VM Drilling Pty Ltd ("VM Drilling") to undertake its upcoming drilling program at the Trojan Gold Project in Western Australia.

Drilling will commence in late February or early March 2017, as soon as a suitable rig is available. The fully funded program will consist of approximately 2,500m of RC drilling. The majority of the drilling is to be conducted at the high grade Transfind deposit.

Between 1991 and 1992 a total of 31,000t of ore was mined from the Transfind pit at a grade of 4.9 g/t Au for 4,900oz of gold. The pre-mining reserve was 69,000t @ 5.7g/t Au for 12,560oz of gold; indicating significant high grade gold remains unmined at the deposit. Historic intercepts in unmined areas include 3m @ 343 g/t Au from 42m (including 1m @ 1012 g/t Au). Follow-up drilling will be undertaken around this high-grade mineralisation during the forthcoming program.

Mineralisation at Transfind remains open in both directions and at depth, with only one hole at the deposit drilled deeper than 70m from surface. There is an excellent opportunity to expand the existing remnant resource both at depth and along strike. There has been very little recent drilling; with only three holes drilled since the completion of mining at Transfind in 1992.

The remainder of the Company's drilling program will begin to test the unmined northern extension of the Trojan pit and the unmined Echo deposit. During the program Overland will also further investigate the possibility that there may be an existing ore stockpile adjacent to the Trojan Deposit, as recently located historic reports indicate.

VM Drilling has agreed to accept 50% of their total payment in the form of shares in Overland, with the share issue price fixed at the 15 day VWAP up to and including February 14, 2017 (0.009c per share).

The shares will be subject to:

- 6 months voluntary escrow
- A trading restriction; with no more than 15% of the original issuance to be transacted during a single trading day
- Overland having the first right of refusal to place VM Drilling's shares

ABOUT OVERLAND RESOURCES

Overland Resources has two quality resource projects in two world class mining districts. They provide the Company exposure to potential near-term gold production from the Kalgoorlie District of Western Australia (Trojan Gold Project) together with a large, high grade zinc asset in the Yukon Territory, Canada.

TROJAN GOLD PROJECT

The Trojan Gold Project is situated 55km east of Kalgoorlie, a world class gold mining district that provides Overland with a near-term low CAPEX production opportunity. Trojan contains a JORC compliant resource of 2.8Mt @ 1.6 g/t Au for 145,000oz of gold (see Table 1). The 24 Km² project contains two past producing pits, the Trojan pit and the high grade Transfind pit. The Trojan pit produced 2Mt @ 1.97 g/t Au for 125,000oz between 2001 and 2004 whilst the Transfind pit produced 31,000t @ 4.9 g/t Au for 4,900oz of gold between 1991 and 1992. The 1988 pre-mining reserve at Transfind was 69,000t @ 5.7 g/t Au for 12,650oz of gold, therefore high grade remnant resources still remain. As part of the acquisition of the Trojan Gold Project Overland was also granted the rights to toll treat any ore at Westgold Resources Limited's Jubilee Mill.

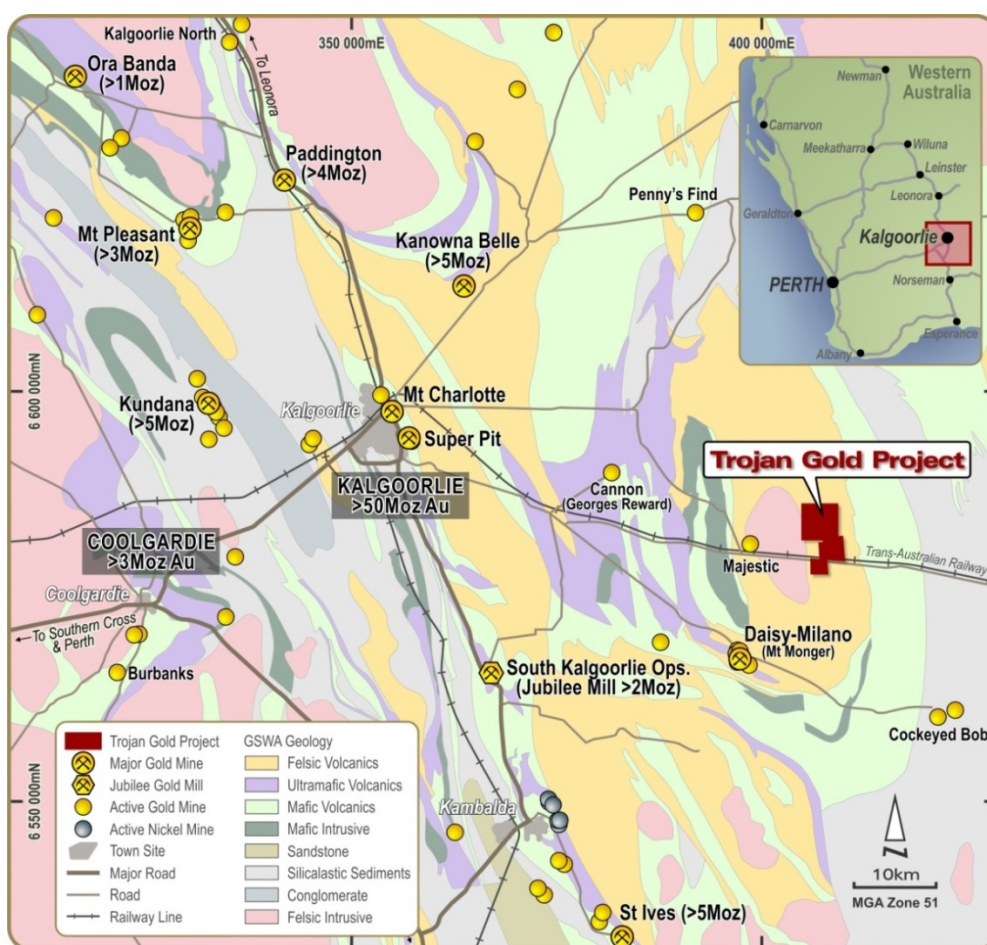


Figure 1. Location of the Trojan Gold Project, Western Australia, including regional geology.

Classification	Tonnes	Grade (Au g/t)	Ounces of Gold
Indicated	1,679,908	1.72	93,117
Inferred	1,114,431	1.44	51,696
Total	2,794,339	1.61	144,814

Table 1. JORC compliant resources at the Trojan Gold Project, using a 0.70 g/t Au cut off

THE YUKON BASE METAL PROJECT

The Yukon Base Metal project provides Overland great exposure to a rising zinc price and mid-term production potential. The project hosts a JORC compliant resource of **12.6 Mt at 5.3% zinc and 0.9% lead** (see Table 2). The as yet undrilled Junction prospect provides considerable opportunity to further expand this resource as it hosts extensive zinc-in-soil anomalism with assays up to 0.45% Zn and 6.1 g/t Ag (see Figure 2). Four anomalies exceed 2,000m in length with the size and grade of these anomalies comparable to the soil anomalies delineated over the Andrew, Darcy and Darin deposits that make up the current resource.

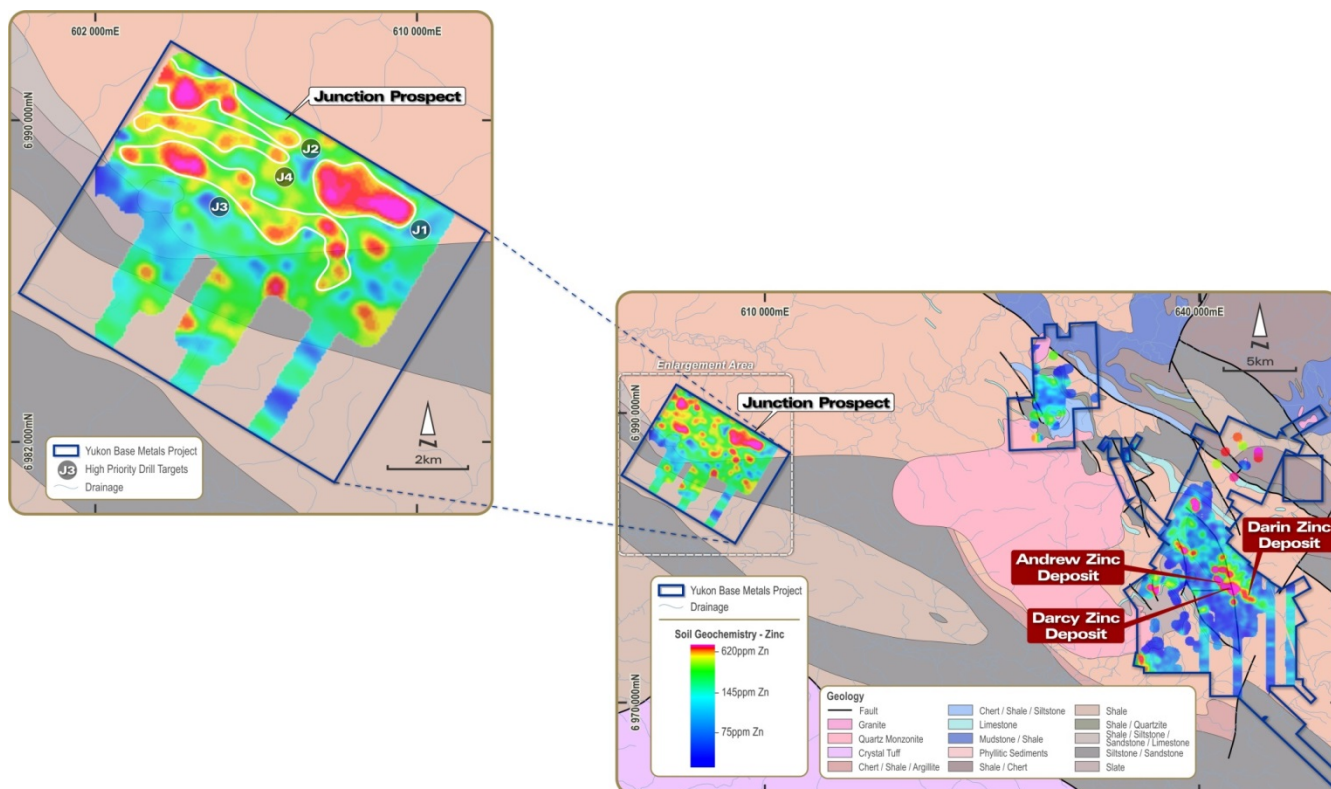


Figure 2. Zinc in soil anomalism at the Junction prospect, including four high priority drill targets.

Deposit	Measured			Indicated			Inferred			Total		
	Tonnes	Zn (%)	Pb (%)	Tonnes	Zn (%)	Pb (%)	Tonnes	Zn (%)	Pb (%)	Tonnes	Zn (%)	Pb (%)
Andrew	1,730,000	5.3	1.7	4,730,000	6.0	1.6	190,000	4.9	1.6	6,650,000	5.8	1.6
Darcy				1,670,000	4.8	0.0	3,880,000	4.7	0.0	5,550,000	4.7	0.0
Darin							360,000	4.0	0.2	360,000	4.0	0.2
Total	1,730,000	5.3	1.7	6,400,000	5.8	1.1	4,430,000	4.6	0.1	12,560,000	5.3	0.9

Table 2. JORC compliant resource estimate for the Yukon Base Metal Project (lower cut off of 2% zinc and above 1000mRL applied).

For and on behalf of the Board

Ben Vallerine
Chief Executive Officer

For more information please contact:-

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COMPETENT PERSONS STATEMENT

The information in this report that relates to Exploration Results at the Yukon Base Metal Project is based on information compiled by Mr Hugh Alan Bresser who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Bresser is a Director of Overland Resources Limited, he has sufficient experience which is relevant to the style of mineralisation and type of deposit 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'. Mr Bresser consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Mineral Resources at the Yukon Base Metal Project is based on information compiled by Mr Peter Ball who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Ball is the Manager of Data Geo. Mr Ball has sufficient experience which is relevant to the style of mineralisation and type of deposit 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'. Mr Ball consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this announcement that relates to exploration results for the Trojan Gold Project is based on information compiled by Mr Ben Vallerine, who is a consultant to the Company. Mr Vallerine is a Member of the Australian Institute of Geoscientists. Mr Vallerine has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and the activity he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results (JORC Code). Mr Vallerine consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

The information in this report that relates to Mineral Resources at the Trojan Gold Project is based on information prepared by Metals X Limited as announced to the ASX on 18 August 2016 in its 2016 Annual Update of Mineral Resource and Ore Reserves.

CAUTION REGARDING FORWARD LOOKING STATEMENTS

This announcement contains forward looking statements which involve a number of risks and uncertainties. These forward looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this announcement. The forward looking statements are made as at the date of this announcement and the Company disclaims any intent or obligation to update publicly such forward looking statements, whether as the result of new information, future events or results or otherwise

PREVIOUSLY REPORTED RESULTS

There is information in this announcement relating to previous Exploration Results. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement(s), and that all material assumptions and technical parameters have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.