ASX ANNOUNCEMENT

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27 July 2017

ELYISUM COMPLETES PHASE 1 DRILLING AT FLAGSHIP BURRAGA PROJECT

Highlights

- Recently completed just under 1200m of RC drilling in the Lloyd's prospect;
- Visible chalcopyrite intercepted in all holes;
- Suggests mineralisation extends further to the East than previously known;
- Assay results for all holes to be announced imminently;
- Drilling intersects appear in agreement with previously produced ore body models;
- EYM continues to return promising exploration results.

Elysium Resources Limited (ASX: **EYM)** (**Elysium** or the **Company**) recently completed drilling of five exploration holes as part of the Lloyds Copper Mine extension program. All holes intersected multiple sulphide-bearing horizons which may prove to be lateral extensions of known ore bodies.

BURRAGA PROJECT

The Burraga Project consists of three contiguous exploration licenses (ELs) (EL6463, EL7975 and EL6874) surrounding the highly prospective Burraga Granite (Figure 1). The Burraga region is in the heart of the world-class Lachlan Fold Belt, which is famed for its base and precious metal deposits such as Cadia-Ridgeway. EYM's ELs encompass highly productive historical mine sites of Lloyds Copper Mine (produced 19,443 tonnes Cu @ grades of 3.5% -4.14%) and Lucky Draw Gold Mine (1.41 million tonnes of ore @ 4.2g/t Au treated from 1998 - 1991) as well as the highly prospective Isabella and Hackneys Creek gold prospects.

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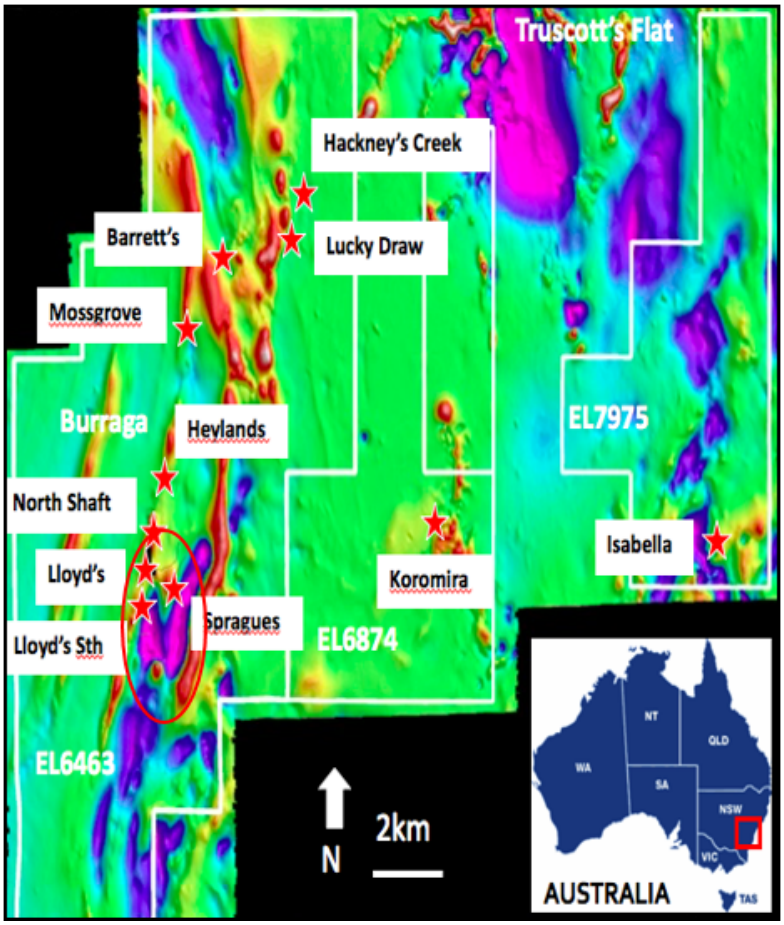


Figure 1: EYM's contiguous exploration licenses over the Burraga Granite and prospect locations. Recent drilling at the Lloyds prospect shown in red.

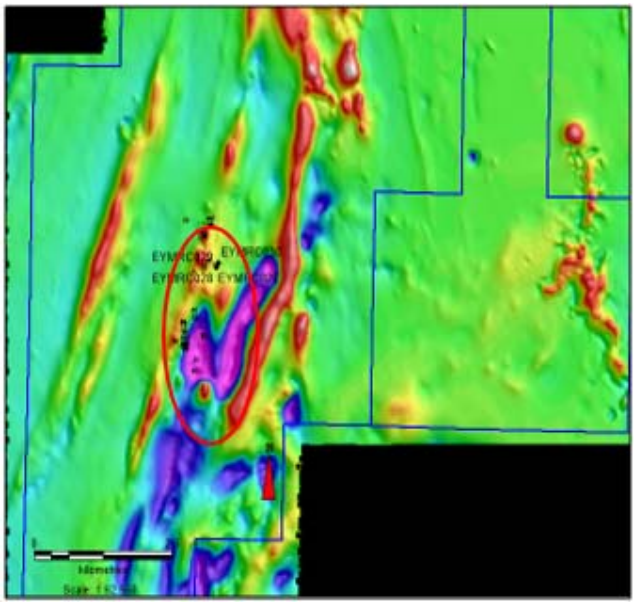


Figure 2: Drill collars of recent RC program completed as part of the Lloyds Copper Mine extension program.

Mineralisation at Lloyds Copper Mine is complex but is characterised by stacked lenses which have some characteristics of an epithermal-style system. Lloyds also consists of two existing slag dumps of totalling 90 Kt at 1.3% Cu (all indicated, no cutoff) and a drill proven tailings resource of 280Kt @ 1.2% Cu (all indicated, no cutoff).

Drilling at Lloyds targeted mineralised horizons based on previous models further to the East than had previously been drilled hoping to intercept mineralisation down dip (Figure 2 and 3).

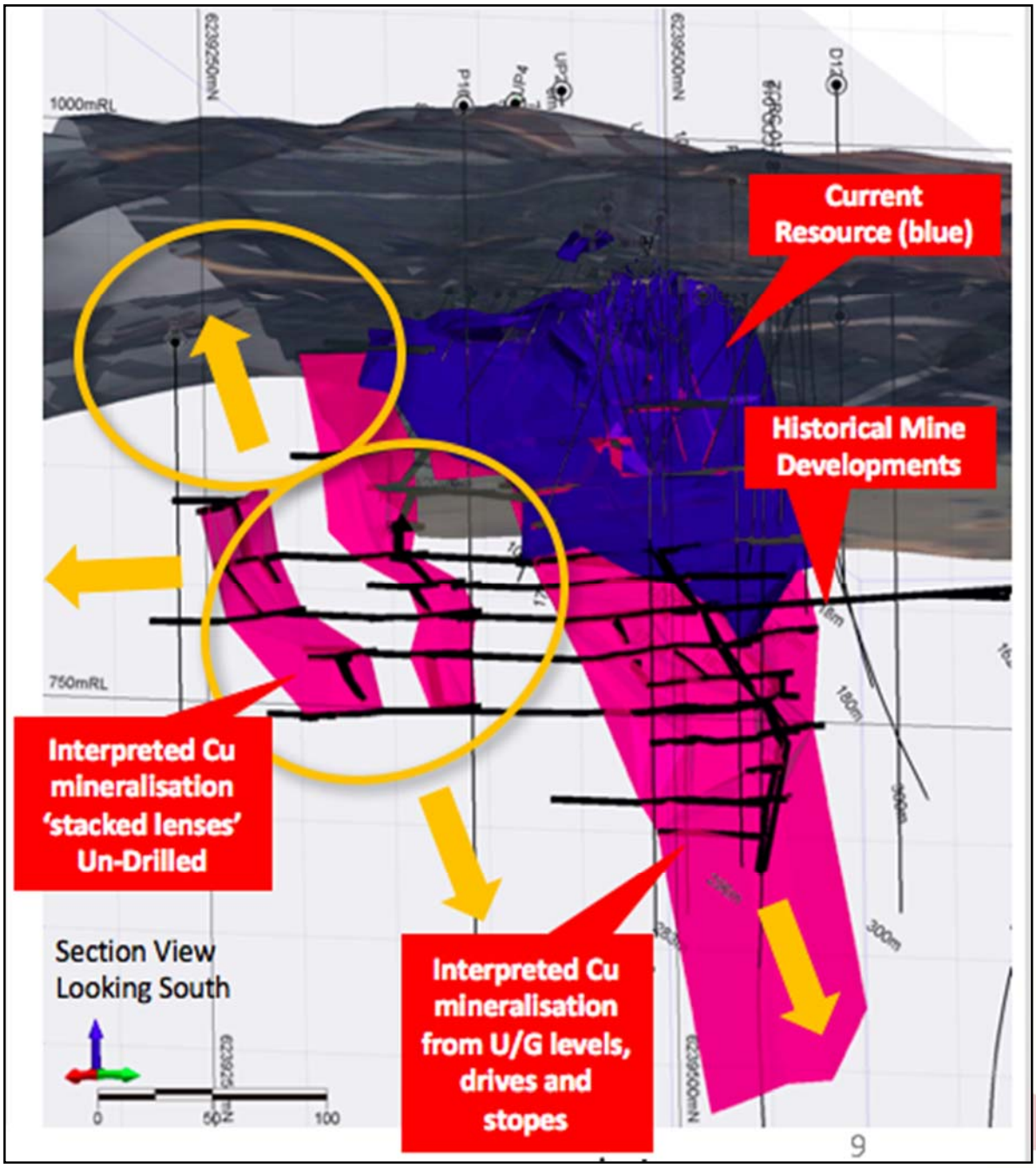


Figure 3: Lloyds Copper Mine is complex but is characterised by stacked lenses

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Figure 4: Drilling on site.



Figure 5: RC rig set up over hole

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FUTURE EXPLORATION

Core from 2015 drilling program, exploration holes within the Lloyd's prospect, currently undergoing sample preparation for further analysis.

Gold targets at Hackney's Creek await 2000m of RC drilling.

Soil sampling program at Isabella gold prospect is to be completed over a prospective area to identify future drill targets.

LLOYDS PROJECT MINERAL RESOURCES

A Mineral Resource estimate for the Lloyds project was announced by EYM on 22 June 2015. Full details of the mineral resources and the methods used to estimate such are included in that announcement and are also available on the Company's website at:

http://www.elysiumresources.com.au/2013-07-12-06-27-23/reports

Model		Tonnes	Cu (%)	Au (g/t)	Ag (g/t)	Zn (%)	Cu Metal (t)
Lloyds (0.3% Cu cutoff)	Measured	80,000	1.0	0.1	5	0.2	800
	Indicated	910,000	0.8	0.1	7	0.2	7,130
	Inferred	320,000	0.7	0.1	5	0.1	2,200
	Total	1,310,000	0.8	0.1	6	0.2	10,090
Tailings	Indicated	280,000	1.2	0.3	9	0.2	3,490
Slag Heaps	Indicated	90,000	1.3	0.2	7	0.7	1,170
Burraga Combined	Measured	80,000	1.0	0.1	5	0.2	800
	Indicated	1,280,000	0.9	0.1	7	0.2	11,520
	Inferred	320,000	0.7	0.1	5	0.1	2,200
	Total	**1,680,000**	**0.9**	**0.1**	**7**	**0.2**	**15,120**

Table 1: Copper Mineral Resources for the Lloyds Project.

Competent Persons Statement

The information in this announcement that relates to Mineral Resources is based on information reviewed or compiled by Kerrin Allwood (M.Sc., CP Geol), a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. Mr. Allwood is employed by Geomodelling Ltd. Mr. Allwood has sufficient experience that is relevant to the styles of mineralisation and types 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 Mineral Resources and Ore Reserves". Mr. Allwood consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

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ABOUT ELYSIUM RESOURCES: Elysium Resources (ASX: EYM) is a publicly listed, junior mineral resources company focused on the exploration and development of key demand-driven commodities. The Company's current core focus is the Burraga Copper-Gold Project, located in the world class minerals province of the East Lachlan Fold Belt in central western New South Wales. The Burraga Project consists of three contiguous exploration licences (EL6463, EL6874 and EL7975) and one exploration licence application (ELA5454) covering a total area of approximately 221km^2. Elysium is engaged in active and ongoing exploration programs at Burraga, with the aim of discovering valuable mineral resource and delivering shareholder value. The Company also seeks to pursue other value accretive project opportunities.

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