



TO: COMPANY ANNOUNCEMENTS OFFICE ASX LIMITED

DATE: 7 May 2018

Commencement of Exploration Program & Appointment of Geophysical Consultant

Highlights:

- **New geophysical data released for Olympic Domain (SA) projects confirms untested Iron Oxide Copper Gold (IOCG) targets (Olympic Dam style)**
- **Data reviews define prospect areas for sediment hosted copper-cobalt-silver (Mt Gunson style)**
- **Field sampling programs to commence at Peninsular (Lake Torrens), Horse Well and Pernatty projects within 4 weeks**
- **Field services company (Euro Exploration Services P/L) appointed to spearhead exploration program and fast-track progress**
- **Geophysical consultant (Chris Anderson) appointed to bring significant technical expertise and direct working knowledge of these specific mineralisation styles**

Cohiba Minerals Limited (**Cohiba** or **the Company**) is pleased to announce that significant progress has been made in delivering exploration activity on the Gawler Craton projects under the Olympic Domain J/V (ASX release dated January 24, 2018). Under the terms of the JV Cohiba has the right to acquire and 80% interest in Olympic Domain's tenements which are in the highly prospective eastern Gawler Craton region.

Cohiba's initial technical review confirmed the prospectivity of the project for Iron Oxide Copper Gold (IOCG) targets within the three main tenement areas. Significantly, the review has also identified target areas for shallower sediment hosted copper-cobalt-silver mineralisation, comparable to the Mt. Gunson / Cattlegrid mines. Surface geochemical sampling programs have been designed to evaluate this possibility with work expected to commence within the next 4 weeks.

ASX CODE: CHK

ISSUED CAPITAL

557,947,574 fully paid shares
414,635,367 CHKO listed options

DIRECTORS

Mr Mordechai Benedikt (Chairman)
Dr Bob Beeson (Director)
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The Mineral Resources Division (Department of Premier and Cabinet SA) recently released results for detailed aeromagnetic and radiometric surveys conducted across the eastern Gawler Craton region. These data regions (Figure 1 - 3A and 3B) form part of an extensive coverage of the entire Gawler Craton, providing uniform data coverage and data quality. This allows for more rigorous comparisons of geophysical responses, particularly aeromagnetics, across known IOCG deposits and prospective target areas.

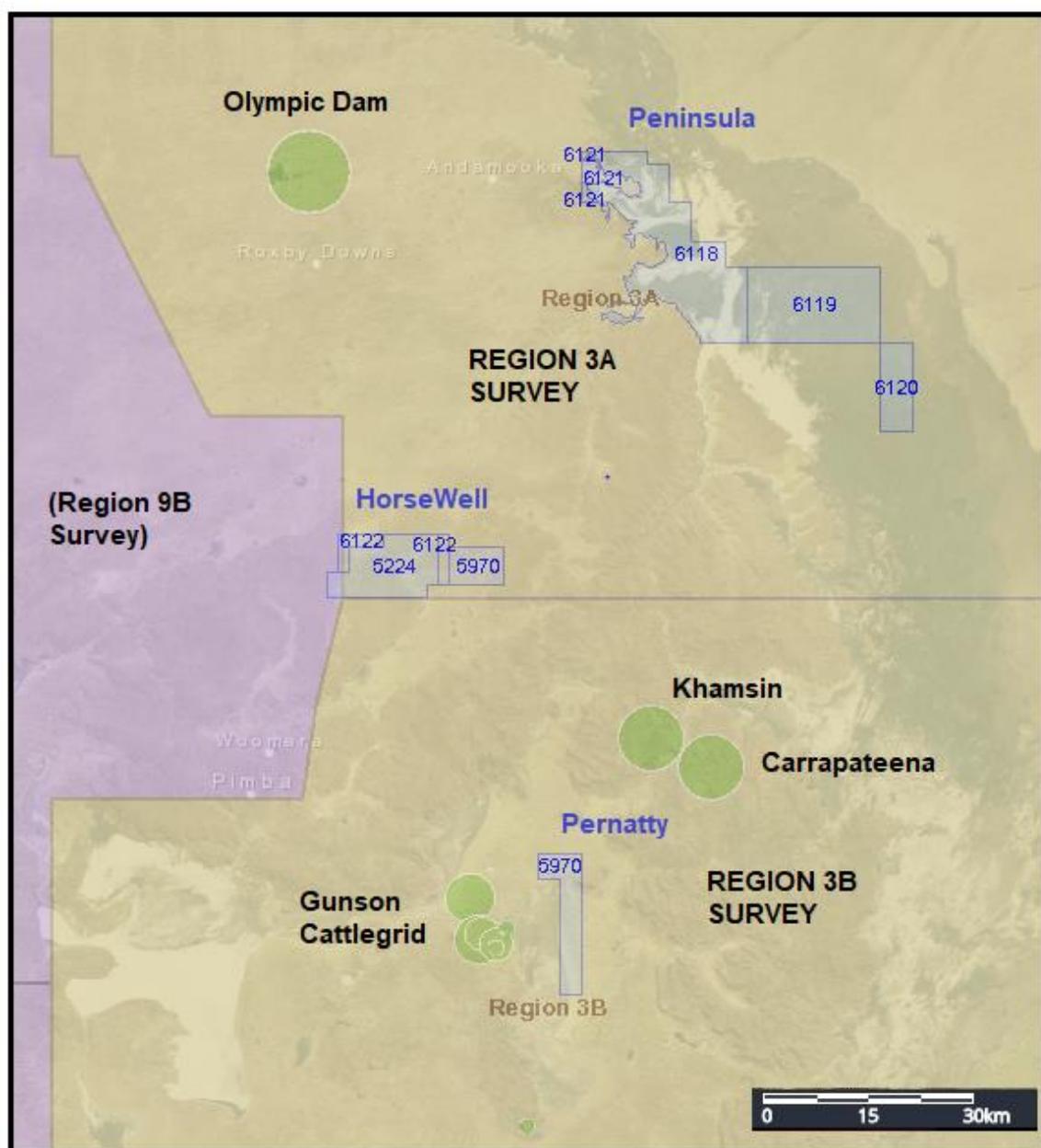


Figure 1: Location for Cohiba project tenements, major copper projects and Mineral Resources SA geophysical survey boundaries.

IOCG Targeting – Horse Well

The Horse Well project comprises EL5224, EL5970 and EL6122 and lies approximately 45 kilometres to the south of Olympic Dam (Figure 1). Aeromagnetic data for the area from the Mineral Resources SA survey are included in Figure 2, processed to vertical gradient of the TMI, to highlight more local magnetic relief.

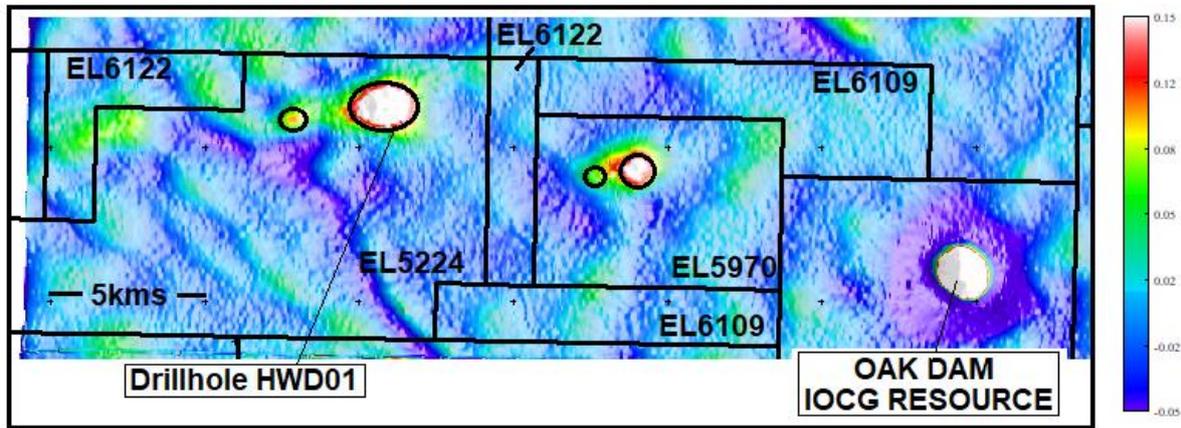


Figure 2: Horse Well Project - Vertical Gradient image of TMI (nTs/m)

The Horse Well tenements lie immediately to the west of the Oak Dam IOCG Prospect, held by BHP Billiton. A resource value of 300 Mt @ 0.2% Cu is quoted for Oak Dam (Ref: Davidson et al, Econ Geol. v102 pp 1471-1498). Oak Dam is associated with a relatively intense aeromagnetic anomaly with a clear strong delineation in the vertical gradient image presented in Figure 2. By contrast, a comparative image for vertical gradient TMI data for the same Mineral Resources SA survey across the Carrapateena area shows much lower order aeromagnetic expression for both the Carrapateena and the nearby 206mt @ 0.6% Cu Khamsin IOCG project (Ref: OZ Minerals ASX release 26th May 2014). This is consistent with the host iron oxide material being predominantly hematite in the more strongly copper mineralised prospects.

This comparison (Figures 2 and 3) provides a compelling case for further investigation of the local lower order vertical gradient magnetic features highlighted in the Horse Well project area. Drilling within the area is limited to a single hole (HWD01-Figure 2) completed by WMC Ltd in 1982. Mineral Resources SA descriptions for the basement intersection in HWD01 as “ *best intersection was 16 m @ 0.67% Cu, from 903 m. Altered felsic volcanics from 897-1097 m, with strong in-situ brecciation throughout, were iron oxide rich, with assays of up to 56% Fe reported*” indicating that the area has been subjected to pervasive IOCG style alteration.

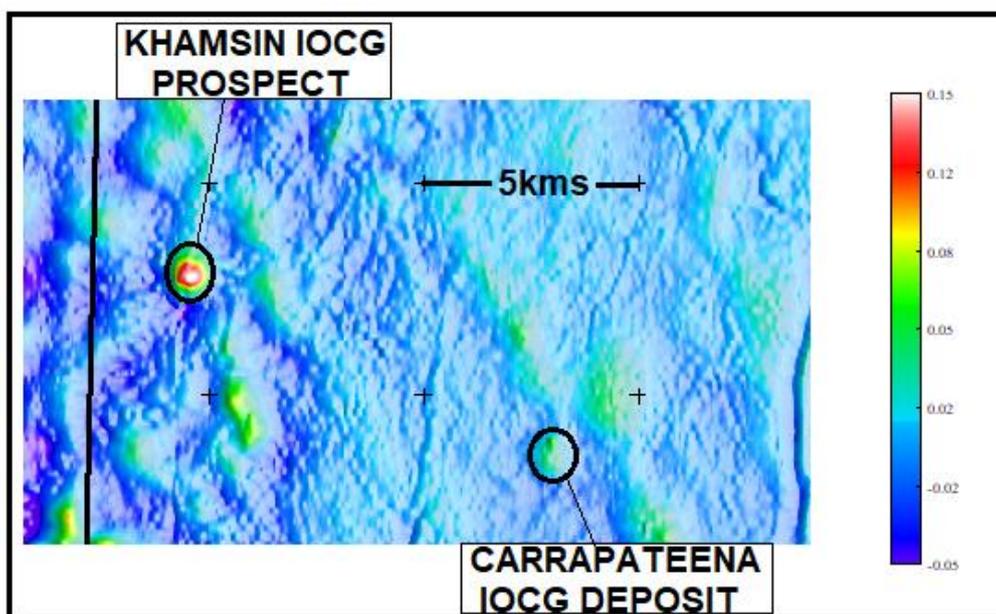


Figure 3: Carrapateena region - Vertical gradient of TMI (nTs/m)

Sediment Hosted Copper / Copper-Cobalt Targeting – Peninsular (Lake Torrens)

The Peninsular Prospect has been delineated near the northern limit of the Lake Torrens project - EL6118, EL6119, EL6120 and EL6121 (Figure 1). Examination of available geochemical sampling data from within the areas of the licenses has delineated an area of strongly anomalous rock-chip geochemistry within the “on-shore” portion of EL 6121 (Figure 4). Within a target area of approximately 2 square kilometres, four surface rock-chip samples have returned copper levels of 95, 240, 630 and 700 ppm copper, in a background of 20 ppm or less. This area has also been included in the Mineral Resources SA aeromagnetic survey and these data have outlined an elevated uranium response to the immediate west of the peak rock-chip sample.

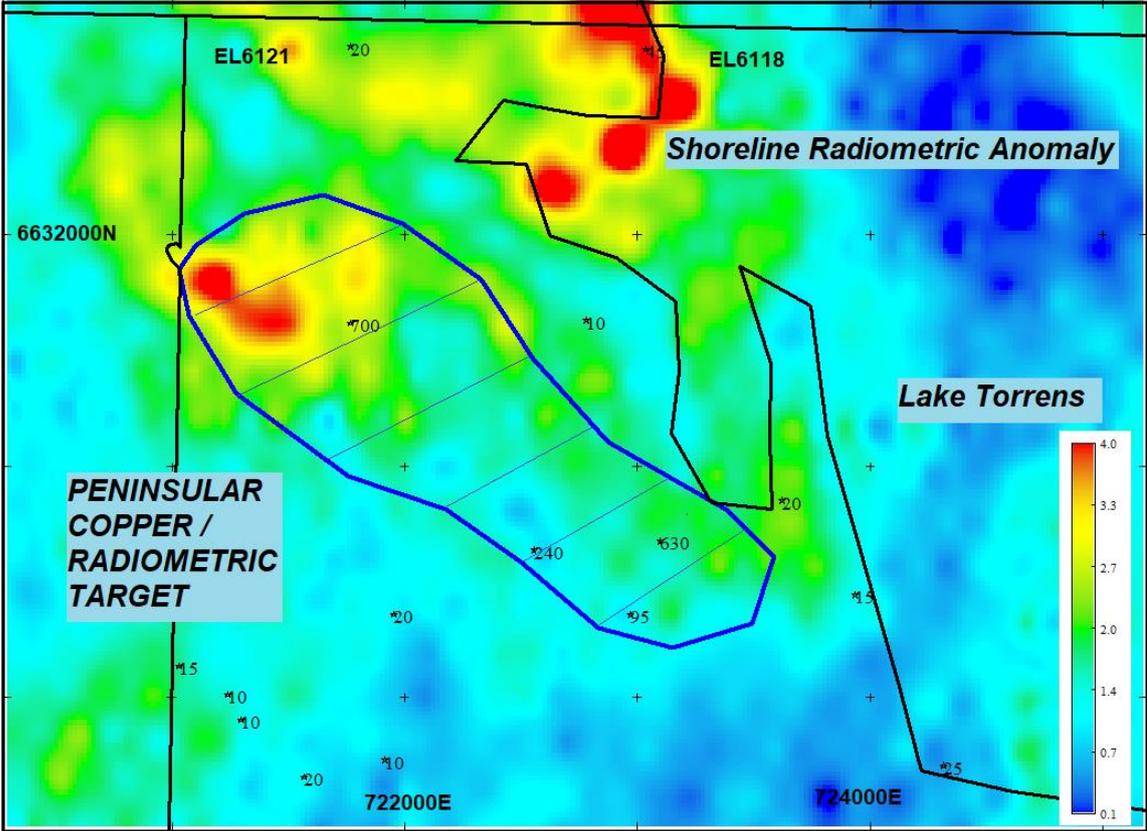


Figure 4: Peninsular (Lake Torrens) rock-chip sample locations and copper levels on radiometric (Uranium channel) image (cps)

Next Steps

Cohiba is currently confirming land access with the intent of conducting a detailed surface sampling program in the Peninsular Prospect area, and continuing with the detailed geophysical review of IOCG targets in a major copper province (Figure 5) (Ref: The Mineral Resources Division (Department of Premier and Cabinet SA)).

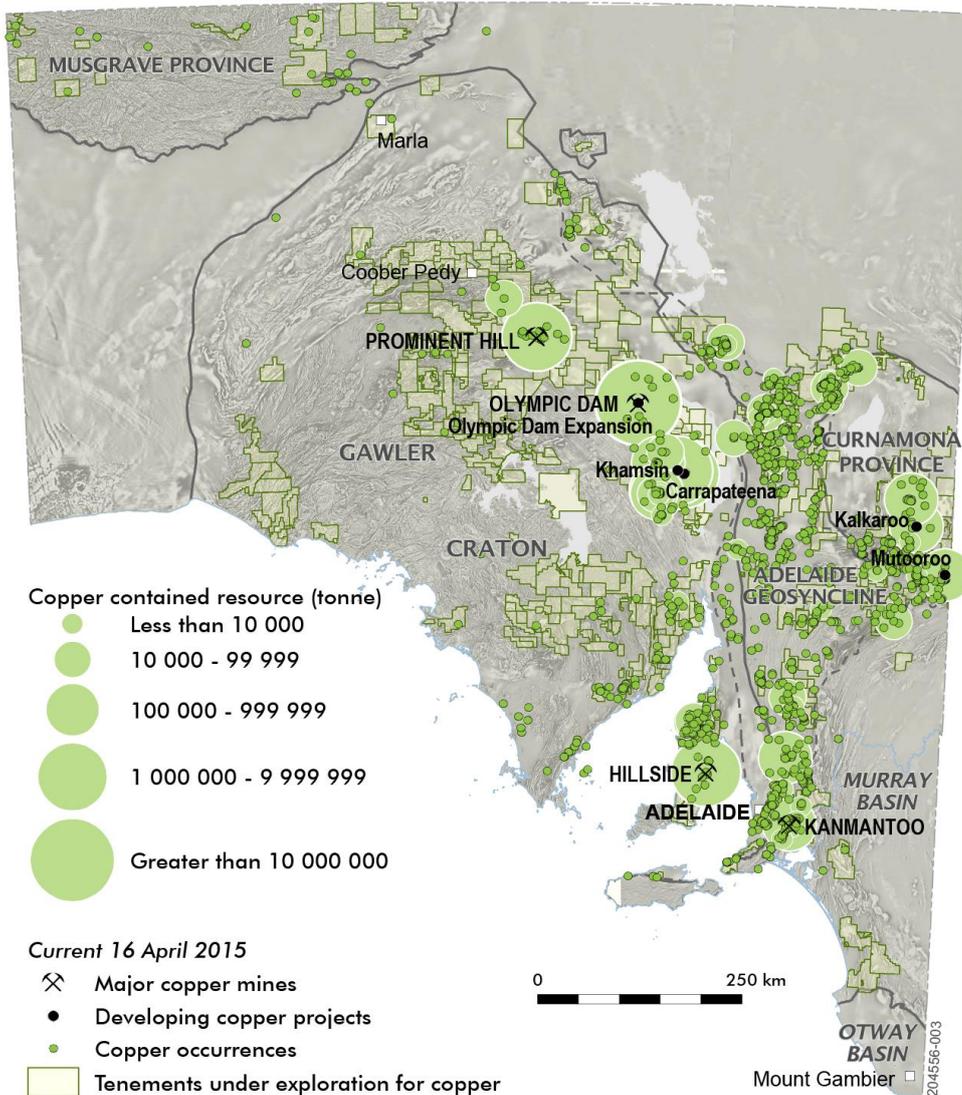


Figure 5: South Australian Copper Resources

Technical Services

Technical services for the project are being provided by EURO Exploration, C.G. Anderson and Associates and Mineral Strategies Pty Ltd.

EURO Exploration Services Pty Ltd is a multi-disciplined geological contracting and consulting company with experience in all facets of mineral exploration and particularly within the Gawler Craton.

C.G. Anderson and Associates through its principal, Chris Anderson, provides geophysical and geological expertise with specific knowledge of the Gawler Craton including the modelling and interpretation of data which led to the siting of drill holes for the Carrapateena discovery.

Mineral Strategies Pty Ltd through its principal, Andrew Graham provides geological and operational expertise with specific knowledge of the Gawler Craton and especially the sediment-hosted copper-cobalt (Mt Gunson style) deposits.

Tenement holdings

Olympic Domain has recently been advised by the South Australian Mines Department of the renewal of 5 exploration licences and the new exploration licence numbers are noted below.

EL Number	Locality
EL 6118 (formerly EL 5082)	Lake Torrens A (Approx. 50km east of Olympic Dam)
EL 6119 (formerly EL 5083)	Lake Torrens B (Approx. 75km east of Olympic Dam)
EL 6120 (formerly EL 5084)	Lake Torrens C (Approx. 80km east of Olympic Dam)
EL 6121 (formerly EL 5085)	Lake Torrens D (Approx. 15km east of Andamooka)
EL 6122 (formerly EL 5086)	Sandy Point (Approx. 55km SSW of Andamooka)
EL 5224	Horse Well (Chinaman Swamp area, approx. 30km NNE of Woomera)
EL 5970	Pernatty B and C (Approx. 60km south of Andamooka)

Ends.

For Further information, please contact:

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