

12 May 2017

ASX Release (ASX code: "FYI")

Resource and Metallurgical Drilling Commences

FYI Resources' (the "Company" or "FYI") is providing an update to the market on its new High Purity Alumina project.

Following the recently announced transaction with Kokardine Kaolin (see *ASX announcement 8/5/2017*), FYI will commence a drilling program at the Cadoux Kaolin project in Western Australia.

The program is planned for 1,100m of air core drilling and will include both extension and in-fill drilling on the existing resource – see collar plan overleaf.

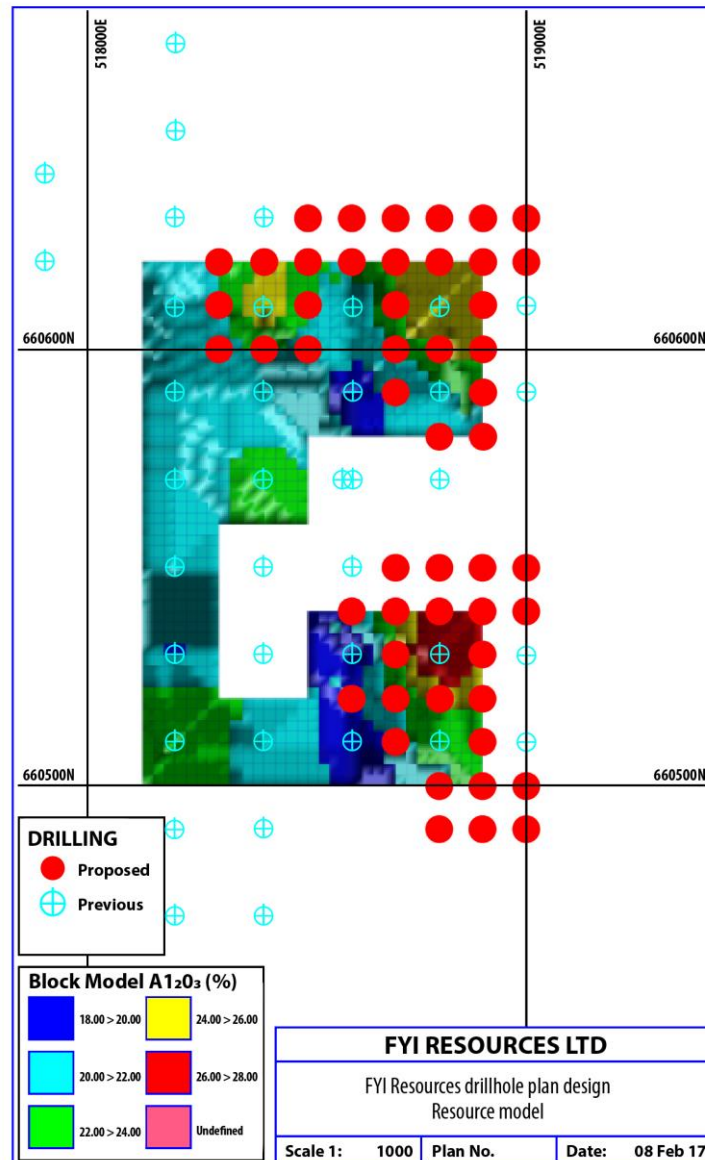
The drill program which will commence on Saturday 13th May is designed to:

1. Further define the extent of the kaolin resource;
2. Verify the historic drilling;
3. Provide sample material for the metallurgical sighter test work to confirm suitability of kaolin for production of high purity alumina and provide pathway for development, i.e. process design and test work;
4. Provide additional laboratory analysis and test work of the kaolin which will confirm the grade, whiteness and impurity range of the kaolin;
5. upgrade the current JORC resource; and
6. Satisfy the due diligence conditions of the transaction for FYI.



Previous Drilling at Cadoux Kaolin Project

Commenting on the program, FYI Managing Director, Mr Roland Hill stated that "the scheduled drilling and sighter test work will be valuable to the Company and demonstrates our commitment to fast-track the HPA project. The results will provide important information which will be the basis of our future development decisions".



Drill collar location plan for Cadoux Kaolin project – May 2017

Further information:

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About FYI Resources Limited

FYI is an ASX listed natural resources focused public company. The Company’s principal objective is the assembling of a quality portfolio of potash projects in Southeast Asia with the view to long term development and production. Certain areas in Southeast Asia have the potential to host world class potash deposits.

In addition, FYI will also be capitalising on an exceptional opportunity to develop a major HPA (high purity alumina) production project in Western Australia.

Competent person statement

The information in this announcement that relates to Mineral Resources is based on information compiled by Mr Andrew Kohler, a Competent Person who is a Member of the Australian Institute of Mining and Metallurgy (AusIMM). Mr Kohler is an employee of Strategic Resource Management, and consultant to the Company. Mr Kohler has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity that he has undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves. The Mineral Resource estimate complies with recommendations in the Australian Code for Reporting of Mineral Resources and Ore Reserves (2012) by the Joint Ore Reserves Committee (JORC). Mr Kohler consents to the inclusion of the report in the form and context in which it appears. The Company confirms it is not aware of any new information that materially affects the information included in the original announcement.