

ASX ANNOUNCEMENT

**QUARTERLY ACTIVITIES REPORT
FOR THE QUARTER ENDED 30 SEPTEMBER 2020**

YOUANMI GOLD PROJECTS

The Youanmi Gold Project comprises two granted Exploration Licences located in the Youanmi Goldfield in Western Australia (Figure 1) adjacent to Ramelius Resources Penny West Project. The Youanmi Gold Mining District has gained investor attention with the discovery of the Penny North gold resource by Spectrum Metals Ltd and the high-grade Grace Prospect discovery by Rox Resources Ltd at the Youanmi Mine.

The Youanmi Project covers a structurally complex granite-greenstone contact zone containing faults that splay off the major north-south trending Youanmi Shear Zone that controls gold mineralisation at Penny West/Penny North.

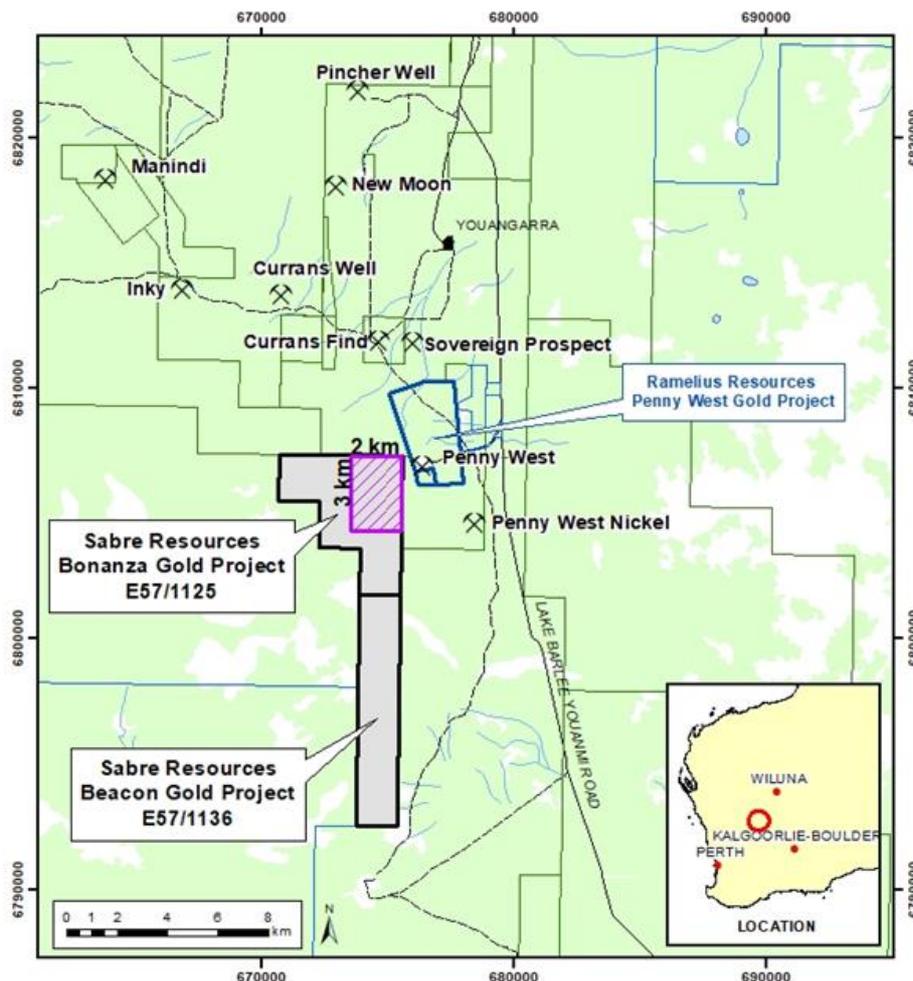


Figure 1: Location plan showing planned aeromagnetic survey area

Aeromagnetic Survey and Interpretation

In August 2020, Perth based Pegasus Airborne Systems Pty Ltd successfully completed a detailed airborne magnetic survey over a structural target area of 2km by 3km in the northeast corner of E57/1125 (Bonanza Gold Project), located immediately west of the Penny West Gold Mine (Figure 1-2). The survey was flown at a line spacing of 20m and a sensor height of 20m providing exceptionally high quality and detailed data that exceeded the Company's expectation. The northeast corner of E57/1125 is approximately 500m from the tenement boundary of Ramelius Resources Ltd's tenement and 800m from the Penny North discovery (Figure 1).

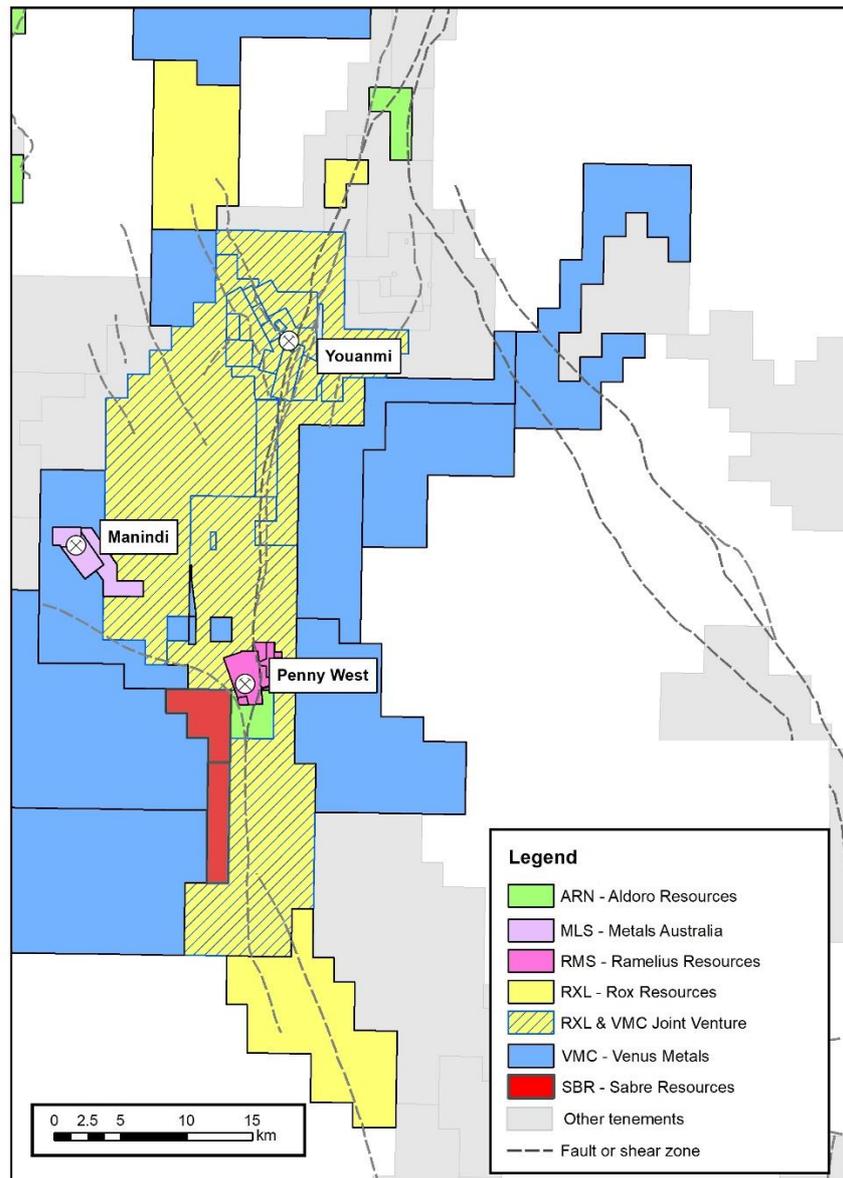


Figure 2: ASX listed companies active in the Youanmi area showing main structural trends

Sabre's geophysical consultants processed and imaged the aeromagnetic data and completed a lithological and structural interpretation¹ (Figure 3).

¹ SBR ASX announcement dated 23 September 2020 'Aeromagnetic survey shows excellent targets at Bonanza Project near Penny West paving way towards drilling'.

The magnetic survey covers an area of structural complexity at the greenstone-granite contact near Penny West. The northeastern portion of the surveyed area has a lower magnetic response to the southeastern portion. These different magnetic domains are separated by sets of northwest and northeast trending faults that are represented by linear magnetic lows possibly caused by alteration. There is no outcrop within the surveyed area and no previous drilling so although different magnetic domains have been identified the rock type cannot be accurately determined.

The northeast trending faults offset the geological domains and extend through to the gold mineralised area at Penny West and Penny North. The northwest trending faults appear to represent splays off the main north-south trending Youanmi Fault that controls gold mineralization along the trend between the Penny West and Youanmi Mines. At the intersection of the northeast and northwest trending faults, Sabre's consultants have identified magnetic lows that they believe to represent alteration caused by magnetite destruction. These fault intersections and interpreted dilation zones are the highest priority targets for drilling to test for gold mineralization. However, all the fault zones, and particularly those in the northeast and eastern portion of the survey area, are potential targets and will be tested.

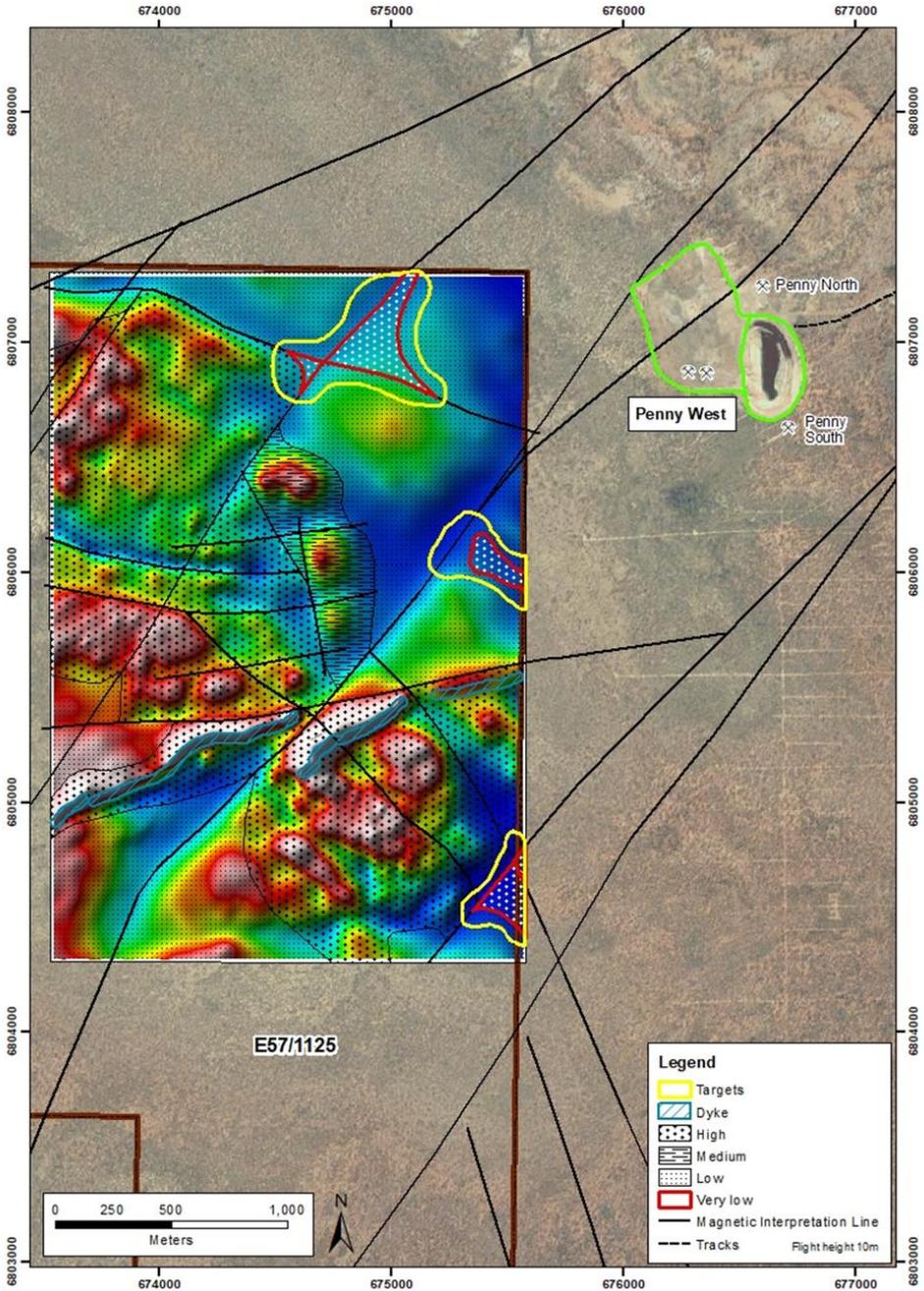


Figure 3: Aeromagnetic image (TMI-RTP) of the survey area on E57/1125 and interpretation by Newexco.

Priority Gold Targets and Planned Drilling

The interpretation shows several north east trending fault lines, one of which runs through the centre of the area surveyed and continues directly through the Penny West Gold Discovery of Ramelius Resources Ltd. Sabre's geophysical consultants have identified a high priority gold target on a portion of this fault line within Sabre's tenement (Figure 3).

A second target, to the north of the above target, has been interpreted on another north east trending fault line. This target is a possible dilation zone on the intersection of the north east trending fault and a north west trending fault that may represent splay off the Youanmi Shear.

A third target to the south of the central target, sits near the junction of a north east trending fault line and a north west trending splay from the Youanmi Shear.

Applications for a drilling program to test the priority targets identified on E57/1125 have been lodged at the Western Australian Department of Mines, Petroleum, Industry Regulation and Safety (DMIRS). The applications were lodged shortly after receipt of the structural and lithological interpretation of the aeromagnetic data from the Company's geophysical consultants. An initial ~50 hole Aircore drilling program for ~1,500m is planned and will be followed up with RC drilling, pending results. Site preparation works will commence as soon as all required approvals are in place.

SHERLOCK BAY PROJECT

Sabre holds a 70% interest in the Sherlock Bay Project located in the Pilbara region of Western Australia (refer to SBR announcement dated 29 January 2018). The Project is well-located 12 km off Highway 1 with access to critical mining infrastructure. The Project comprises a mining lease M47/567 and a Miscellaneous Licence L47/124 (Figure 3). The mining lease contains a resource of 24.6Mt grading 0.4% nickel, 0.09% copper and 0.02% cobalt². Sabre continues to review the economics of the project following recent fluctuations in the nickel price.

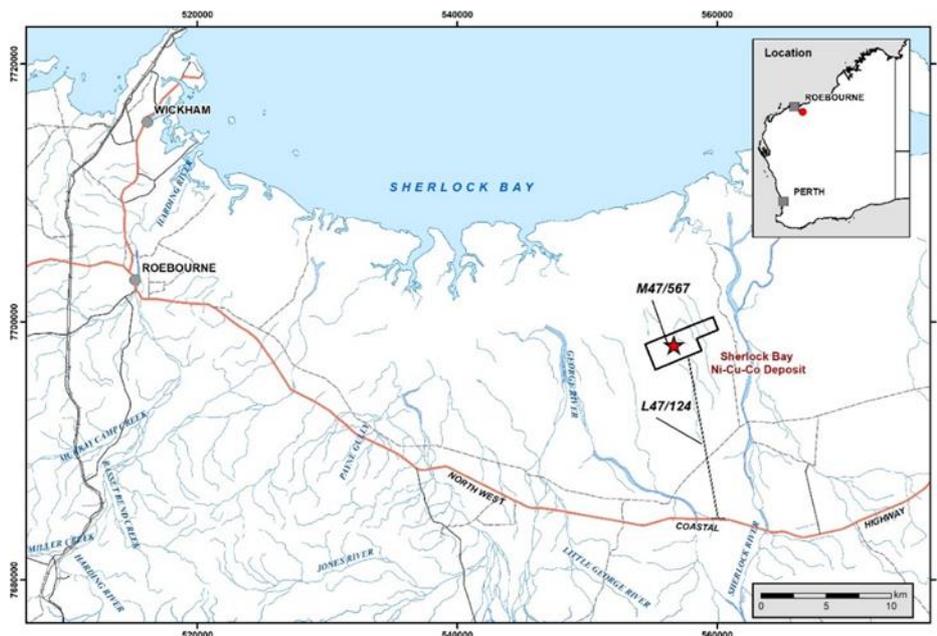


Figure 3: Location map of the Sherlock Bay Project in Western Australia

² SBR ASX announcement dated 12 June 2018 'Sherlock Bay resource estimate update'. The Company is not aware of any new information or data that materially effects the information in this announcement.

In June 2020, Sabre announced that DMIRS had granted a 5 year exemption from expenditure for M47/567 that covers the Sherlock Bay Nickel Deposit in the Pilbara Region of Western Australia. The exemption was granted on 27 May 2020 and is valid for the tenement years ending 22 September 2020 to 2024. The annual minimum expenditure commitment was previously \$100,000 per year.

The DMIRS granted the exemption from expenditure under Section 102(2)(c) of the Mining Act on the basis that “the ground the subject of the mining tenement contains a mineral deposit which is uneconomic but which may reasonably be expected to become economic in the future”.

The Company has done much of the work required to make a decision to proceed to develop the project. Sabre considers that it is well positioned to take advantage of any future recovery in the nickel price and in that event, quickly bring the project into production.

OTAVI MOUNTAIN LAND PROJECT (“OML PROJECT”)

The Otavi Mountain Land is a highly prospective, underexplored area in northern Namibia which has potential for high-value copper mineralisation, stratabound zinc-lead mineralisation and vanadium deposits (Figures 3).

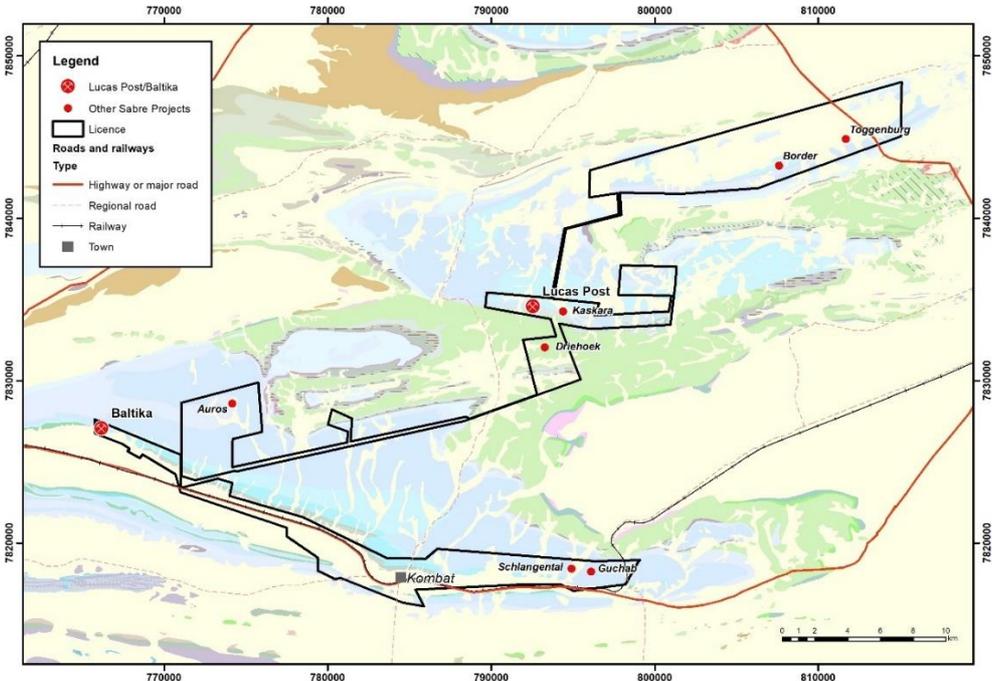


Figure 4: Location plan showing the Otavi Project (EPL3540) and the Ongava Project (EPL3542) and prospects

The Otavi Mountain Land contains numerous historic mines, including the Tsumeb copper-lead-zinc mine and smelter complex, plus the Kombat copper mine. These mines are currently on care and maintenance, but the Tsumeb copper smelter remains one of only five operating copper smelters in Africa. The presence of these mines and other significant historical mining and processing operations has resulted in the provision of excellent infrastructure throughout the region.

On 28 September 2020, Trigon Metal Inc. (TSX-V:TM) announced an increase in the Mineral Resource at the Kombat Mine from 7 million tonnes to 39 million tonnes. The Mineral Resource is now 7.35Mt at 0.91% Cu, 0.88% Pb, 0.58g/t Ag (Indicated) and 31.75Mt at 2.21% Cu, 1.33% Pb, 4.42g/t Ag (Inferred)³

³ Trigon Metals Inc. (TSX-V: TM) announcement 28 September 2020 “Trigon expands Kombat resource from 7Mt to 39 million tonnes”.

The Otavi Mountain Land Project comprises two tenements, EPL 3540 (SBR 80%) and EPL 3542 (SBR 70%), which covers about 347km² of the 'Otavi Triangle'. Renewal applications for EPL3540 and EPL3542 have been granted for an additional two-year term and will now expire in May 2021.

CORPORATE

On 21 July 2020, the Company issued 180,929,251 fully paid ordinary shares at \$0.0025 per share with a free-attaching option, raising \$452,323 (before costs).

On 28 July 2020, the Company issued 212,000,000 fully paid ordinary shares at \$0.00304 per share with a free-attaching option, raising \$644,480 (before costs).

The Company held a General Meeting on 27 July 2020, at which time all Resolutions put to shareholders were passed.

On 30 July 2020, the Company announced that it been successful in its application for participation in the Australian Government's Junior Mineral Exploration Incentive Scheme for the 2020/21 income year. Sabre has received an allocation of \$300,000 in credits that can be distributed to eligible investors.

Cash Position

Sabre's cash position as at 30 September 2020 was \$1.011 million.

This announcement was authorised for release by the Board of Directors.

END

For further information please contact:

Martin Stein
Company Secretary
Phone (08) 9481 7833

Or consult our website:

www.sabresources.com

Competent Person Declaration

The information in this report that relates to Exploration Results, Exploration Targets and Mineral Resource or Ore Reserves is based on information compiled by Mr Martin Bennett, who is a consultant to Sabre Resources Ltd, and who is a Member of The Australian Institute of Geoscientists. Mr Bennett has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australian Code for Reporting of Exploration Results, Mineral Resource and Ore Reserves". Mr Bennett consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. 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 announcements.

Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Sabre Resources Ltd's planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward-looking statements. Although Sabre believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

APPENDIX I – TENEMENT SCHEDULE

Sabre Resources tenement schedule at 30 September 2020

Country	State/Region	Project	Tenement ID	Area (km ²)	Date Granted	Date Expires	Interest
Namibia	Otjozondjupa	Otavi Mountain Land	EPL3540	56.19	30/10/2006	7/5/2021	80%
			EPL3542	116.29	30/10/2006	8/5/2021	70%
Australia	WA	Sherlock Bay	M47/567	10.0	23/09/2004	22/09/2025	70%
			L47/124	0.97	21/07/2004	20/07/2025	70%
Australia	WA	Bonanza	E57/1125	18.0	10/01/2020	9/01/2025	100%
	WA	Beacon	E57/1136	15.0	14/03/2020	23/03/2025	100%
	WA	Wanna	E09/2244		25/02/2019	24/02/2024	100%