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12 October 2022

AFRICAN GOLD AND RESOLUTE MINING ENTER INTO EARN-IN AGREEMENT IN MALI

African Gold Ltd (**African Gold** or the **Company**) (ASX: A1G) is pleased to announce that it has executed an earn-in agreement with Resolute Mining Limited (**Resolute**) (ASX: RSG) over the Syama Shear Zone Project (the **Project**) located in south western Mali.

Resolute can earn up to an 80% interest in the Project by the completion of an agreed minimum exploration program in two years and the subsequent completion of a feasibility study over an eight year period. Resolute own and operate the neighboring Syama Gold Mine.

African Gold Managing Director, Mr Phillip Gallagher, said:

"African Gold is pleased to enter into this agreement with Resolute Mining as they are the natural partners for our Syama Shear Zone Gold Project. Resolute's Syama Gold Mine is a very large, operating gold mine that is contiguous to African Gold's Syama Shear Zone Project."

"The agreement allows African Gold to maintain a meaningful interest in the Syama Project with the option to participate in the future development of the Project, if it chooses to do so. In the short term, African Gold will focus its efforts on its flagship Didievi Gold Project in Cote d'Ivoire and its Senegal-Mali Shear Zone projects in Northern Mali."

Key Terms of the Agreement

Resolute can earn up to 80% of the Syama Project by:

- spending USD \$500,000 on an agreed exploration program in 24 months following the execution of the agreement;
- commencing a Feasibility Study within 5 years and completing the study within 8 years of the execution of the agreement; and
- during the earn-in period, maintaining the permit in good standing.

Resolute are transferred the 80% ownership of the Syama Project following a positive Decision to Mine, which must be made within 90 days following the completion of the Feasibility Study.

Following a positive Decision to Mine from Resolute, African Gold can elect to contribute to the Project development to maintain its equity or dilute to a 1.5% Net Smelter Royalty.



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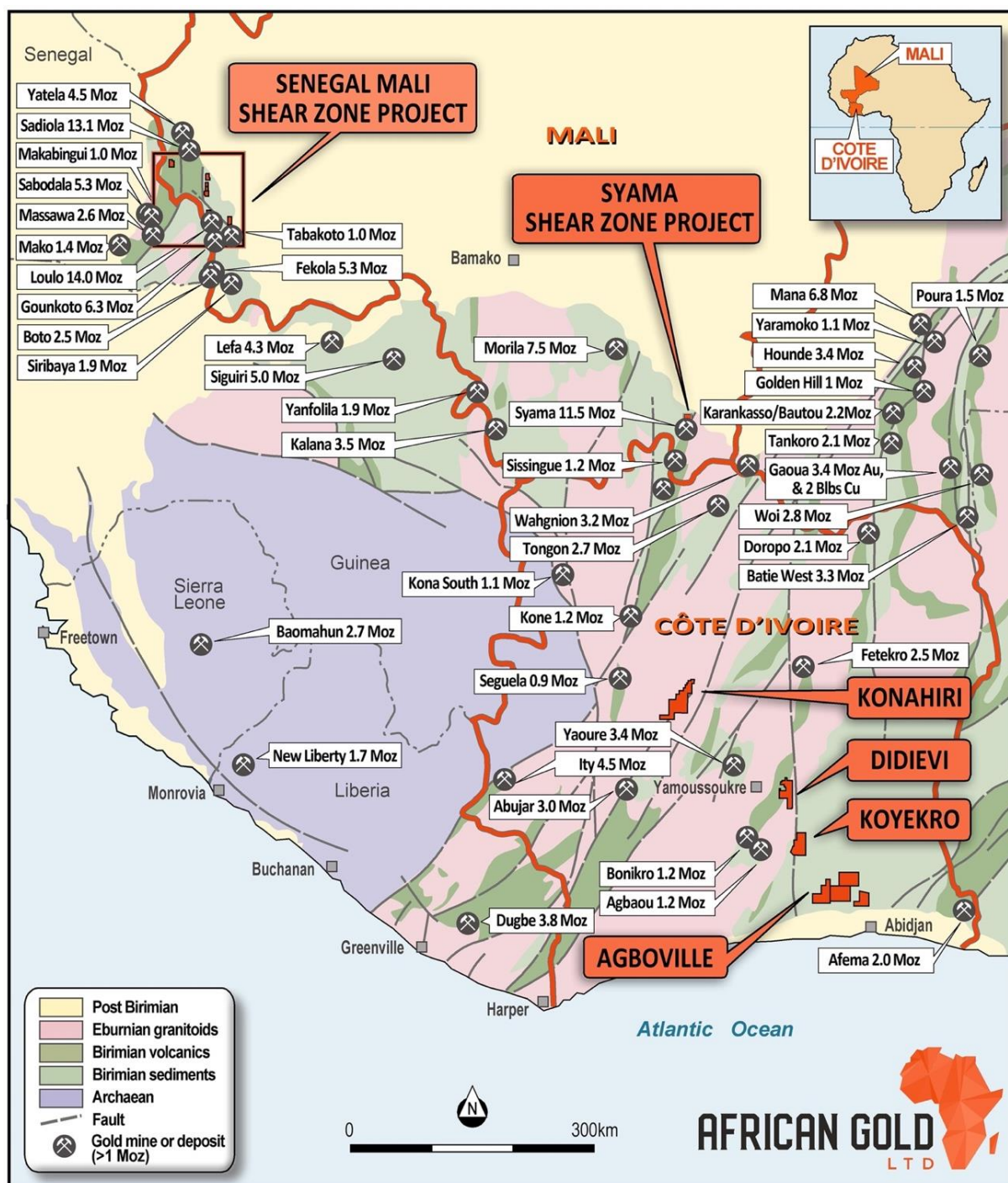


Figure 1: African Gold project locations in Mali and Cote d'Ivoire.



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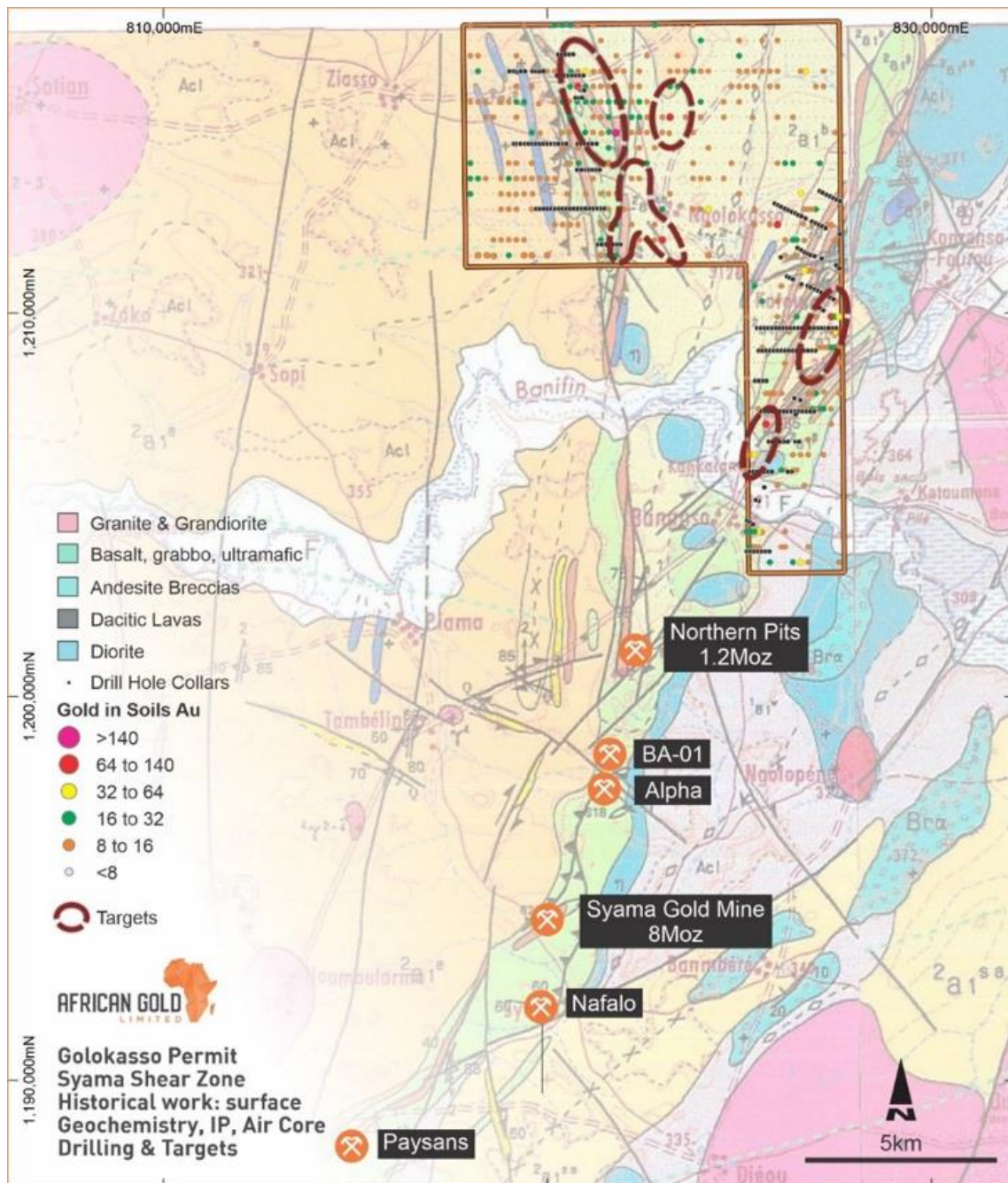


Figure 2: African Gold's Syama Project location and the location of the Resolute Syama Mining operation.

This announcement has been authorised for release by the Board of African Gold Ltd.

Mr Phillip Gallagher

Managing Director

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