GATEWAY MINING LTD

ASX Announcement: 26 November 2019

GATEWAY COMPLETES SALE OF EDJUDINA PROJECT

Sale of non-core exploration project to Syndicated Metals crystallises value and maintains Gateway's focus on its flagship Gidgee Gold Project

Further to its announcement of 6 November 2019, Gateway Mining Limited (ASX: GML) (**Gateway** or **Company**) is pleased to advise that it has completed the divestment of its non-core Edjudina Exploration Project in the Laverton region of Western Australia to ASX-listed Syndicated Metals (ASX: SMD) (**SMD**) following the satisfaction of the conditions precedent to the Tenement Sale Agreement.

Under the Tenement Sale Agreement, between the Company's wholly-owned subsidiary, Gateway Projects WA Pty Limited (**Gateway Projects**) and SMD, SMD has agreed to acquire an 80% interest in E39/1765, E39/1882, E31/1150 and E31/1134 (**Tenements**)(**Tenement Sale Agreement**).

As consideration for selling an 80% ownership interest in the Tenements, Gateway has received the following consideration:

- $50,000 cash;
- $200,000 in SMD shares with an issue price of $0.0076 per share (based on the 5-day VWAP at the date of execution of the Tenement Sale Agreement); and
- The grant of a 1.5% gross revenue royalty over the Tenements (payable after the first 200,000 ounces of gold or equivalent mineral product has been recovered from the Tenements).

MANAGEMENT COMMENT

Gateway's Non-Executive Chairman, Trent Franklin, said the divestment of the Edjudina Project was consistent with the Company's strategy of crystallising value from its portfolio of non-core exploration assets while maintaining a strong focus on gold exploration and development at its flagship 100%-owned Gidgee Gold Project – where a major 11,000m drilling program is continuing.

Trent Franklin
Non-Executive Chairman

For and on behalf of
GATEWAY MINING LIMITED