



MEDIA RELEASE

Austral Gold Limited

7 October 2021

Austral Engages SLR to update NI 43-101 Technical Report

Austral Gold Limited (the “**Company**”) (ASX: AGD; TSX-V: AGLD) is pleased to announce that it has engaged SLR Consulting (Canada) Ltd (“**SLR**”) to update the mineral resource and mineral reserve estimates at its Guanaco-Amancaya mine complex, which were most recently reported in a Technical Report prepared by Roscoe Postle Associates Inc. (“**RPA**”, a predecessor to SLR) dated June 16, 2017 and filed on SEDAR July 11, 2017 (the “**Original Report**”).

The Company expects the updated report to be completed and filed during Q1 2022. Updates will include mineral resources and mineral reserves from the Amancaya, Guanaco and Inesperada mines as well as the heap leach pads at Guanaco.

SLR is a global provider of environmental and advisory solutions founded in 1994 with more than 100 offices in 13 countries. It acquired RPA in September 2019.

Chief Executive Officer, Stabro Kasaneva commented “Because the updated report is to include drilling results obtained since we filed the Original Report, we expect to see positive results. This effort comprises an important pillar in our strategy to preserve our flagship producing mines in Chile.”

About the Guanaco-Amancaya Mine Complex

The Guanaco and Amancaya mine complex remains the Company’s flagship asset in Chile. Guanaco is located approximately 220km south-east of Antofagasta in Northern Chile at an elevation of 2,700m and 45km from the Pan American Highway. Guanaco is embedded in the Paleocene/Eocene belt, a geological feature which runs north/south through the centre of the Antofagasta region, Chile. Amancaya is located approximately 60km south-west of the Guanaco mine. Amancaya is a low sulphidation epithermal gold-silver deposit consisting of eight mining exploration concessions covering 1,755 hectares (and a further 1,390 hectares of second layer mining claims). At Amancaya, underground operations started in 2018.

About Austral Gold

Austral Gold Limited is a growing gold and silver mining, development and exploration company whose strategy is to expand the life of its cash generating assets in Chile, restart its Casposo mine in Argentina and build a portfolio of quality assets in Chile, the USA and Argentina organically through a Tier 1 or 2 exploration strategy and via acquisitions and strategic partnerships. Austral owns a 100% interest in the Guanaco/Amancaya mine in Chile and the Casposo Mine (currently on care and maintenance) in Argentina, a non-controlling interest in the Rawhide Mine in Nevada, USA and a non-controlling interest in Ensign Gold which holds the Mercur project in Utah, USA.

In addition, Austral owns an attractive portfolio of exploration projects in the Paleocene Belt in Chile (including those acquired in the recent acquisition of Revelo Resources Corp), a non-controlling interest in Pampa Metals and a 100% interest in the Pingüino project in Santa Cruz, Argentina. Austral Gold Limited is listed on the TSX Venture Exchange (TSX-V: AGLD) and the Australian Securities Exchange. (ASX: AGD). For more information, please consult Austral's website at www.australgold.com.

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

Release approved by the Chief Executive Officer of Austral Gold, Stabro Kasaneva.

For additional information please contact:

Jose Bordogna

Chief Financial Officer

Austral Gold Limited

jose.bordogna@australgold.com

+54 (11) 4323 7558

David Hwang

Company Secretary

Austral Gold Limited

info@australgold.com

+61 (2) 9698 5414

Forward Looking Statements

Statements in this news release that are not historical facts are forward-looking statements. Forward-looking statements are statements that are not historical and consist primarily of projections - statements regarding future plans, expectations and developments. Words such as "expects", "intends", "plans", "may", "could", "potential", "should", "anticipates", "likely", "believes" and words of similar import tend to identify forward-looking statements. Forward-looking statements in this news release include those concerning the expectation that the update to the Original Report will include drill results obtained since the date of the Original Report, will include mineral resources and mineral reserves from the Amancaya, Guanaco and Inesperada mines as well as the heap leach pads at Guanaco, the expectation that it will include positive results, and the expectation that it will be completed during Q1, 2022.

These forward-looking statements are subject to a variety of known and unknown risks, uncertainties and other factors that could cause actual events or results to differ from those expressed or implied, including, without limitation, business integration risks; uncertainty of production, development plans and cost estimates, commodity price fluctuations; political or economic instability and regulatory changes; currency fluctuations, the state of the capital markets especially in light of the effects of the novel coronavirus, uncertainty in the measurement of mineral reserves and resource estimates, Austral's ability to attract and retain qualified personnel and management, potential labour unrest, reclamation and closure requirements for mineral properties; unpredictable risks and hazards related to the development and operation of a mine or mineral property that are beyond the Company's control, the availability of capital to fund all of the Company's projects and other risks and uncertainties identified under the heading "Risk Factors" in the Company's continuous disclosure documents filed on the ASX and on SEDAR. You are cautioned that the foregoing list is not exhaustive of all factors and assumptions which may have been used. Austral cannot assure you that actual events, performance or results will be consistent with these forward-looking statements, and management's assumptions may prove to be incorrect. Austral's forward-looking statements reflect current expectations regarding future events and operating performance and speak only as of the date hereof and Austral does not assume any obligation to update forward-looking statements if circumstances or management's beliefs, expectations or opinions should change other than as required by applicable law. For the reasons set forth above, you should not place undue reliance on forward-looking statements.