

ASX ANNOUNCEMENT

1 SEPTEMBER 2022



HILL 212 PROJECT UPDATE: PHASE 1 DRILLING COMMENCED

Far East Gold Limited (“**FEG**” or “**the Company**”) is pleased to announce that Phase 1 of the exploration drill program at the Company’s Hill 212 Gold Project has commenced. The Hill 212 Project is an advanced 1,920ha Exploration Permit for Minerals tenement located in the Drummond Basin region in Central Queensland. The project is situated 30km east of Mt Coolon within the same geological region as the Vera Nancy deposit (Pajingo Gold Mines) which has produced over 3Moz of gold at 10g/t.

HIGHLIGHTS:

- On 30 August 2022, the Company commenced drilling at the Hill 212 Gold Project. The initial Phase 1 drilling is planned to comprise a 2,000m reverse circulation drill program across 10 holes that will target possible depth and lateral extensions of mineralized quartz veins intersected by previous drilling at the project and test an extensive area of exposed quartz veins in the recently discovered Bobcat zone.
- The Phase 1 drill program will also test two distinct geophysical spectral anomalies and interpreted linear features defined by the Company’s 2021 CSAMT geophysical survey.
- The Company believes that results from the Phase 1 drill program will assist in testing the project’s conceptual geological model that the Hill 212 veins exposed on surface and intersected on the tenement are representative of a high-level part of the vein system with the high-grade gold-silver zone occurring deeper in the system. This is analogous to the discovery of the Vera-Nancy deposit.
- The Cultural Heritage Survey conducted by the Jangga People for the new access roads and drill pad locations was successfully completed on 16 August 2022. No Aboriginal, archeological or historical objects and no significant sites were found during the survey. Consequently, the Company has completed construction of the access roads and 40 surveyed drill pads to allow flexibility in location choices for both current and future phases of the project’s drill program.
- The Phase 1 drill program is expected to be completed on-site within four weeks. The drill program will satisfy the Company’s Stage 1 exploration expenditure obligations under the project’s up-front earn-in agreement. Results from the Phase 1 drill program will assist the Company in its decision on whether to proceed to the next Stages of the project’s exploration expenditure commitments.



HILL 212 GOLD PROJECT – PHASE 1 DRILL PROGRAM

The Hill 212 Project's quartz veins and breccia zones are contained within a northeast-trending structural corridor that can be traced for 10,000 metres. Approximately 2,500 metres of the system have been mapped. Previous exploration on the tenement has included scout drilling (9 holes totaling 730m), over 24-line km of CSAMT geophysics survey work and ASTER spectral survey works. Assay results have shown grades up to 6.93g/t gold and 37.3g/t silver.

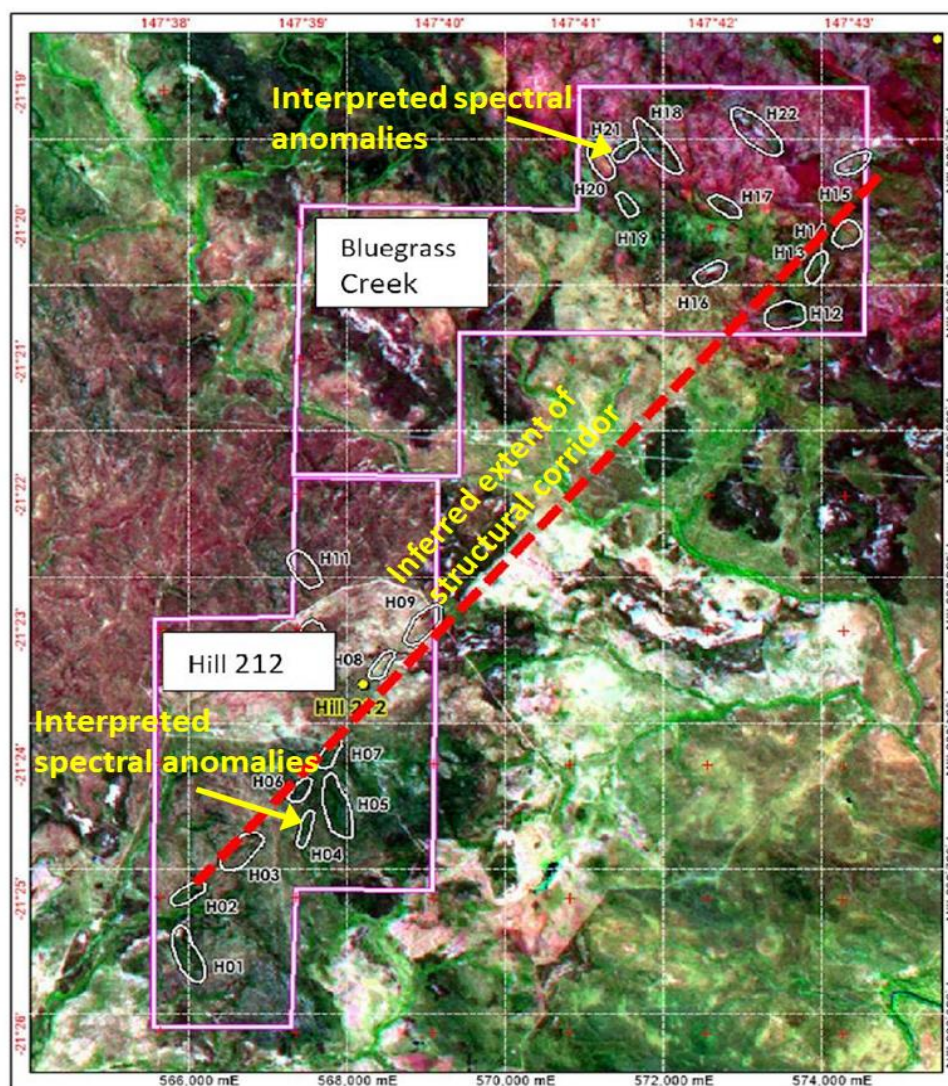


Figure 1: Image shows interpreted ASTER spectral anomalies occurring within Hill 212 and the adjoining Blue Grass Creek property. The alteration mineral anomalies occur proximal to the inferred structural corridor.



Ground checking of the anomalies identified during the CSAMT survey led to the discovery of a new quartz vein/breccia zone (Bobcat zone) situated about 350m east of, and striking oblique to the principal northeast vein and structural trend. The Bobcat zone is situated at lower elevation to the main vein system, however surface rock samples are dominated by chalcedonic quartz suggesting the level of exposure to still be high in the vein system (Figure 2). The Bobcat veins will be tested at depth in the Phase 1 drill program.



Figure 2: Image showing rock samples and mineralised slabs taken from the Bobcat zone.

Previous surface sampling and drill intersections at Hill 212 suggest a high-level, low temperature geological environment. The Phase 1 drill program will test these targets at depth to determine the potential for high-grade gold (Au) and silver (Ag) within deeper parts of the vein system. The drilling will also test interpreted linear features defined by the 2021 CSAMT geophysical survey. The CSAMT targets occur adjacent and parallel to the main vein trend tested by previous drilling (See Figure 3 below for location of planned Phase 1 drilling).

The objective of the Phase 1 drill program is to determine Au-Ag resource potential of known veins that occur within the Hill 212 tenement (See Figure 4 below for an overview of a typical zonation within an epithermal vein system). Additionally, the results will assist in proving the project's conceptual geological model that high-grade mineralisation is to be found at depth in the deeper parts of the epithermal vein system. This is analogous to exploration and discovery of Pajingo Gold Mine's Vera-Nancy deposit whereby initial shallow drilling intersected low-grade Au mineralization (see Figure 5 below showing rock samples from Hill 212 and the Pajingo Gold Mine).

The Company will also commence a program of geological mapping along the interpreted northeast-trending structural corridor that hosts defined quartz veins and breccia. This work will include ground-truthing areas of alteration indicated by spectral mineral anomalies identified by the 2021 satellite imagery interpretation. Defined targets identified from this work will be tested as part of an expanded Phase 2 drill program.

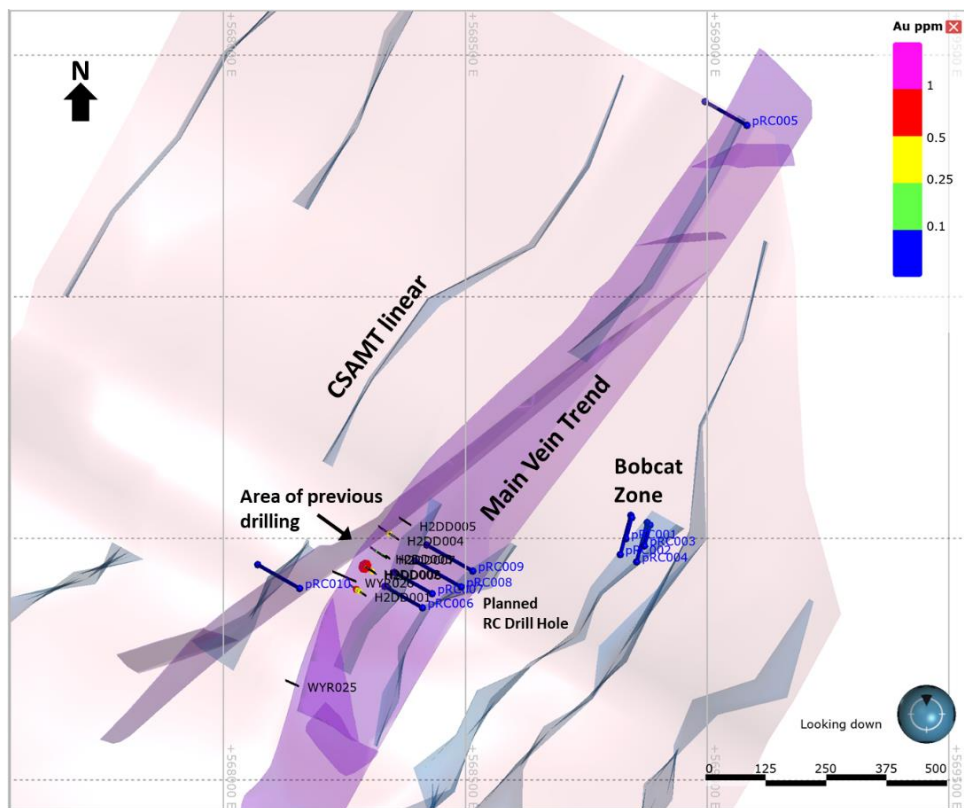


Figure 3: Image shows locations of initial drill sites and vein trends. The area of previous drilling and location of interpreted CSAMT linears (blue) adjacent to the trend of the main Hill 212 vein system is shown. These targets will be tested as part of the current Phase 1 drill program.

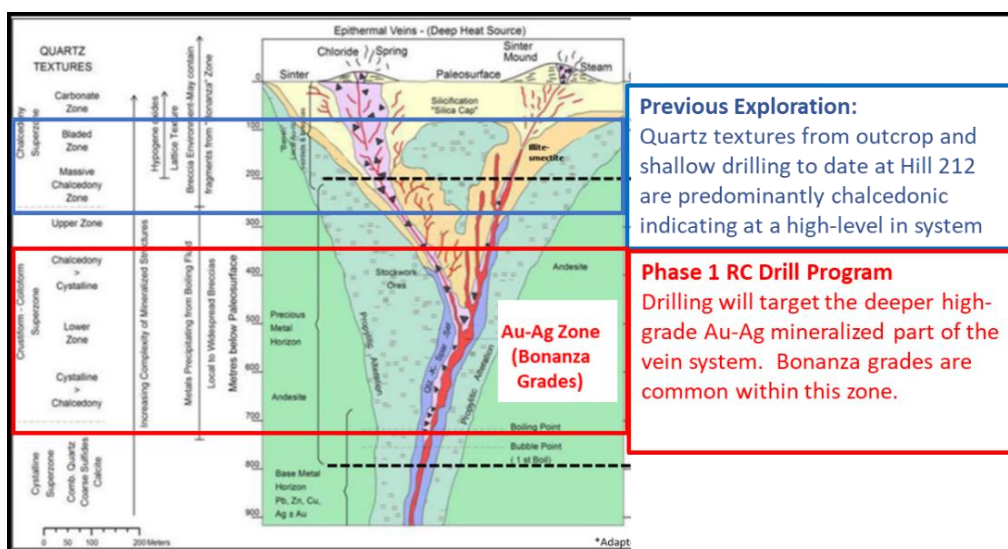


Figure 4: Image shows typical zonation within a low-sulphidation epithermal vein system. Surface mapping and previous drilling indicated a high-level chalcedonic quartz dominate environment. The Phase 1 drill program will test vein occurrences at depth to determine potential for high-grade Au-Ag associated with deeper parts of the vein system.

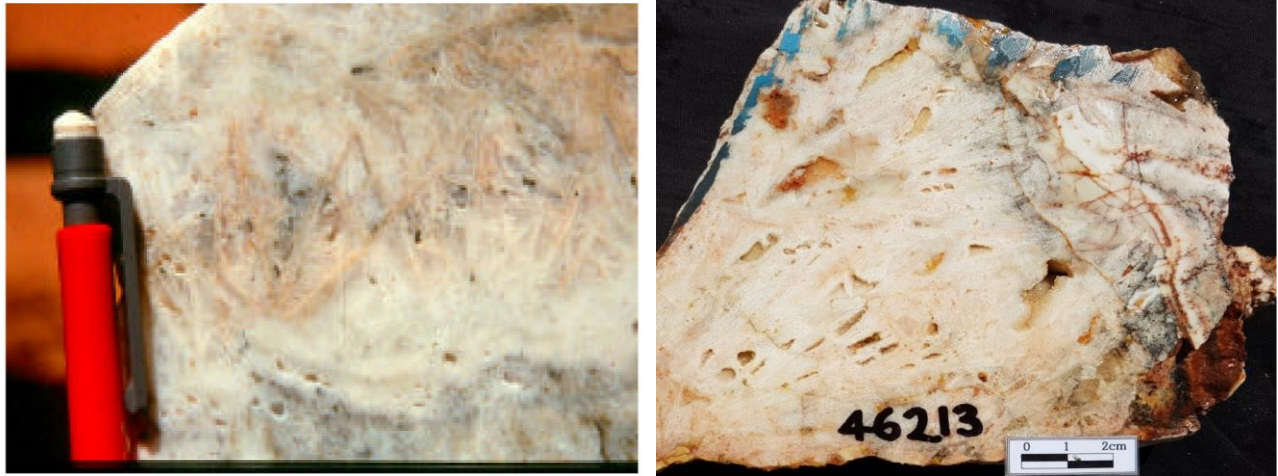


Figure 5: Image on the left shows a rock sample from the Vera Nancy discovery at the Pajingo Gold Mine and the image on the right shows a rock sample from Hill 212 with similar vein textures.



Figure 6: Image on the left shows the drill rig entering Hill 212 tenement and the image on the right shows one of the 40 surveyed and cleared drill pads.



Figure 7: Image showing the first drill hole commencing at the Hill 212 Project on 30 August 2022 for the Company's Phase 1 drill program.



ABOUT FAR EAST GOLD

Far East Gold Limited (ASX: FEG) is an ASX listed copper/gold exploration company with six advanced projects in Australia and Indonesia. The Company has a 90% interest in the Hill 212 Project by way of an up-front earn in agreement.

Release approved by the company's board of directors.

FURTHER INFORMATION:

To receive company updates and investor information from Far East Gold, register your details on the investor portal: <https://fareastgold.investorportal.com.au/register/>

COMPANY ENQUIRIES

Paul Walker
Chairman

Shane Menere
Chief Executive Officer

Tim Young
Investor Relations & Capital Markets

[e: paul.walker@fareast.gold](mailto:paul.walker@fareast.gold)

m: + 61 408 776 145

[e: shane.menere@fareast.gold](mailto:shane.menere@fareast.gold)

m: + 61 406 189 672
+ 62 811 860 8378

[e: tim.young@fareast.gold](mailto:tim.young@fareast.gold)

m: + 61 484 247 771

MEDIA ENQUIRIES

Sophie Bradley
IR Executive
Reach Markets

[e: IR@reachmarkets.com.au](mailto:IR@reachmarkets.com.au)

m: +61 450 423 331