

5 December 2024

HIGH GOLD & ANTIMONY PRICES UNDERPIN OPPORTUNITY FOR DIRECT SALE OF GOLD-ARSENOPYRITE CONCENTRATE FROM LA DEMAJAGUA MINE IN CUBA WITHOUT ADDITIONAL PROCESSING

Antilles Gold Limited ("Antilles Gold" or the "Company") (ASX: AAU) advises that as a result of high gold and antimony prices the opportunity exists for the direct sale of the gold-arsenic concentrate to be produced by the proposed La Demajagua gold-silver-antimony mine with a potentially significant increase in revenue to the forecasts set out in the Scoping Study advised to the ASX on 30 March 2023.

Payables for precious metals and antimony advised by potential buyers could more than off-set penalties for arsenic in the gold concentrate if sold directly to Chinese smelters, and be more attractive than the alternative of conducting additional on-site processing to produce a gold doré.

The first-stage La Demajagua open pit mine is being developed by the 50% owned joint venture mining company, Minera La Victoria ("MLV"), with a planned 9-year LoM.

- **Advice from potential buyers indicates that LoM income net of penalties for the direct sale of the mine's two concentrate products - gold-arsenopyrite, and gold-silver-antimony - would result in revenue ~70% higher than established in the project's Scoping Study.**
- **Additional capex and opex are being assessed for the proposal to increase antimony production to ~4,500tpa as was advised to the ASX on 10 October 2024, but are not expected to be material.**
- **China's total ban on antimony exports announced earlier this week could sustain high prices for the in-demand strategic metal.**
- **The concept of installing a roaster and CIL circuit, at a relatively significant capex to produce a gold doré from the gold-arsenopyrite concentrate may become less attractive if metal prices remain high, at or near current levels.**

- **A revised Scoping Study for the La Demajagua mine is being prepared based on the sale of the two concentrates without further processing, with the results to be compared with the gold doré option before determining the preferred development pathway and progressing to a DFS.**
- **Both options are expected to show excellent returns.**

Antilles Gold Chairman, Mr Brian Johnson, commented: "As we advance pre-development activities for the La Demajagua mine, the project continues to attract interest from potential counterparties amid strong global market conditions for gold and antimony.

As prices for these metals remain high, the Company is assessing the two development pathways, both of which have the potential to deliver a material improvement to the already-strong project economics for La Demajagua set out in the 2023 Scoping Study."

END

This announcement has been approved by the Board of Antilles Gold Limited.

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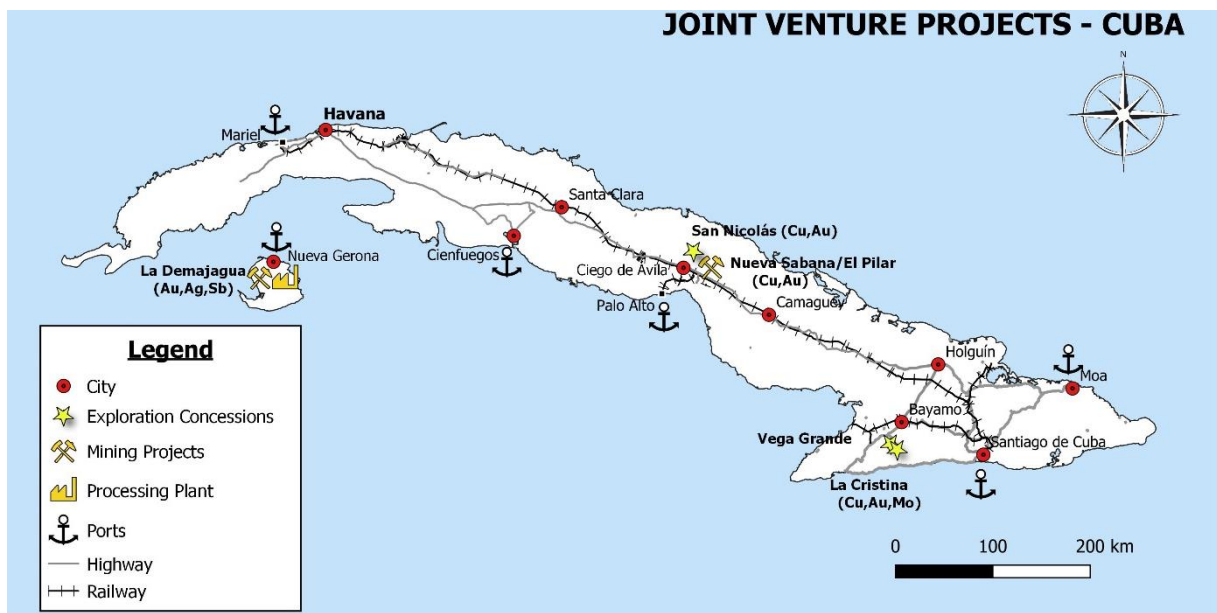
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ABOUT ANTILLES GOLD LIMITED:

Antilles Gold is participating in the development of two previously explored mineral deposits in Cuba to produce gold, silver, antimony and copper, and the exploration of potentially large porphyry copper deposits through its 50:50 joint venture with the Cuban Government's mining company, GeoMinera SA.

- The first project expected to be developed by the joint venture company, Minera La Victoria SA, is the small first stage of the Nueva Sabana mine based on a gold-copper oxide deposit which overlays the large El Pilar copper-gold porphyry system in central Cuba.



- The second project is expected to be the development of the La Demajagua open pit mine on the Isle of Youth in south-west Cuba to produce a gold-arsenopyrite concentrate, and a silver-gold-antimony concentrate. The joint venture's current intention is for the gold-arsenopyrite concentrate to be processed at a plant incorporating a two-stage fluidised-bed roaster and CIL circuit to produce higher valued gold doré. A separate antimony recovery circuit will maximise antimony production as an in-demand strategic metal.
- The joint venture partners intend to invest part of the expected surplus cash flow from the Nueva Sabana mine to fund exploration of major copper targets, including the El Pilar copper-gold porphyry system, and two highly prospective properties within the Sierra Maestra copper belt in south east Cuba.

- Antilles Gold is comfortable operating under the applicable law on Foreign Investment in Cuba, and the realistic Mining and Environmental regulations, and has been granted a generous fiscal regime by the Government which is supportive of its objectives.
- The existing joint venture agreement includes the requirement for all funds to be held in a foreign Bank account with the only transfers to Cuba being for local expenses, which will obviate Country credit risk for foreign lenders and suppliers.



Drilling - El Pilar