

ASX ANNOUNCEMENT

29 April 2025

OPERATIONS AND CORPORATE UPDATE

The Directors of Savannah Goldfields Ltd ("Savannah" or "the Company") (ASX:SVG) are pleased to provide an update on the Company's progress towards recommencement of its gold mining and processing operations together with an update on the Company's capital raising program and other recent corporate developments.

Highlights

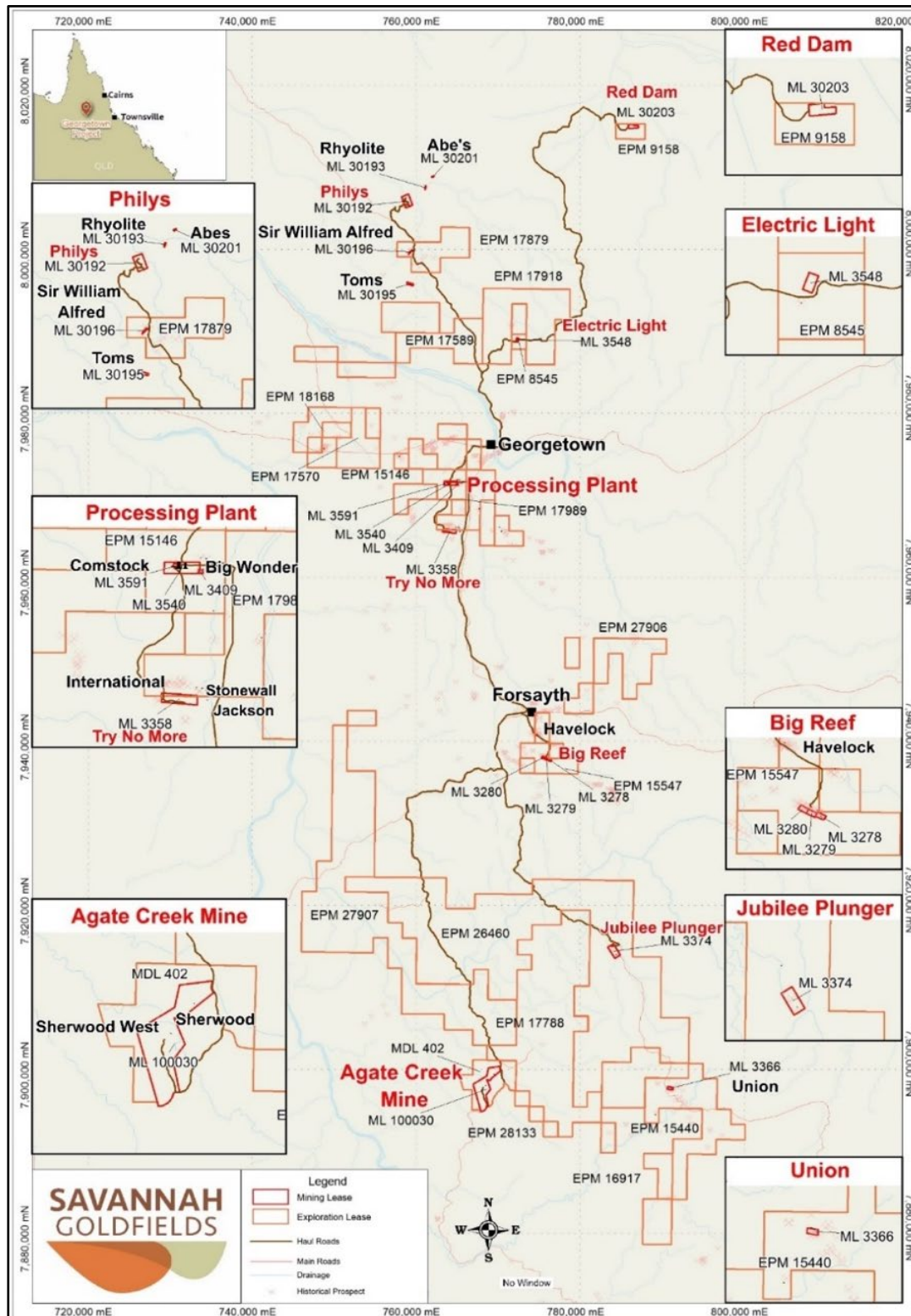
- Progress continues on multiple workstreams towards recommencement of gold production as quickly as possible to take advantage of prevailing high gold prices;
- Operations targeted to recommence in July starting with transportation of stockpiled ore to the Georgetown processing plant to be followed by recommencement of mining at the Big Reef project and then processing operations;
- Work also being progressed towards growing the Company's existing gold Mineral Resource base with Exploration Targets being defined across multiple project areas;
- Capital raising program to strengthen balance sheet and underpin gold production and resource growth initiatives is progressing well with approximately \$9.1m raised to date via completion of an upfront placement (\$1.2m) and underwritten entitlement offer (\$4.2m) and settlement of initial tranches of the Conditional Placement (\$3.4m) and Convertible Notes (\$0.3m);
- The balance of the Conditional Placement (\$1.1m) and an Extended Conditional Placement to raise up to a further \$3m and issue of further Convertible Notes (\$4m) are being progressed and expected to be settled shortly;
- Amendments to Convertible Note terms approved by shareholders and noteholders, extending the Convertible Notes maturity to 31 December 2026;
- Brad Sampson appointed as CEO and other key appointments being made to support the Company's resumption of gold production operations.

Gold Production Resumption

The Company is targeting to restart operations in July with transport of currently stockpiled ore to the Georgetown processing plant in preparation for the restart of processing operations as quickly as possible to take advantage of prevailing high gold prices.

The Georgetown processing plant (location in Figure1 and plant shown in Figure 2) is located immediately adjacent to the township of Georgetown in the gulf savannah region of Queensland. It is the only gold processing plant within approximately 400km radius and is centrally located to the existing Savannah Goldfields tenements (also shown in Figure1).

Figure 1: Georgetown Processing Plant and Tenements locations



The Company intends to cart material from existing ore stockpiles in the Georgetown and Agate Creek areas to the Georgetown processing plant first.

Mining activities are then anticipated to recommence initially at the Company's Big Reef and Try No More projects which are part of the Georgetown Gold Project portfolio.

Ore samples from Big Reef have been dispatched to a laboratory for ore characterisation test work as part of the environmental approvals process for this material to be processed at the Georgetown processing plant.

Recommencement of mining activities at the Agate Creek project will be scheduled after finalisation of required amendments to the project's existing environmental authorities.

Some of the workstreams towards the recommencement of gold production currently being progressed include:

- Detailed pit designs, mine planning and scheduling;
- Testwork for progressing approvals for processing of further ore types at Georgetown processing plant;
- Engagement with potential service providers for mining, haulage and crushing services;
- Progressing amendments to existing Environmental Authorities and other environmental permitting required to support restart and longer term mining and processing operations;
- Design and approvals processes for an expanded tailings storage facility to allow for longer term production capacity; and
- Processing Plant ongoing care and maintenance and restart testing.

Figure 2: Georgetown Processing Plant



Resource Growth Initiatives

Savannah's geologists have been progressing the review of various historical drilling, geochemical sampling and mapping and geological interpretations to assess the potential for additional mineralisation as extensions adjacent to, along strike, and down dip of existing Mineral Resource Estimates with a view to designing work programs to grow the Company's existing JORC compliant Mineral Resource Estimates. This work has been initially focussed on Savannah's granted mining leases to prioritise the identification of potential additional near term ore sources to underpin Savannah's longer term gold production operations.

A step in this process will be the identification of Exploration Targets on a number of these projects which can then be advanced with further work towards potential estimation of additional Mineral Resources.

This Exploration Target work is initially being undertaken on a number of Savannah's Georgetown Project tenements with Exploration Targets expected to be outlined on the Red Dam, Phily's, Electric Light, Jubilee Plunger and Big Reef projects in the near term.

Equity Raising Update

The Company continues to make good progress on the capital raising program designed to strengthen the Company's balance sheet to underpin future production and resource growth initiatives as outlined in the Company's ASX Announcement of 3 February 2025.

The Company has completed on approximately \$9.1m of the capital raising program via an upfront Share Placement (\$1.2m), underwritten pro-rata Entitlement Offer (\$4.2m) and settlement of an initial tranche of the Conditional Placement (\$3.4m) and Convertible Notes (\$0.3m) with strong support from existing shareholders including substantial participation by Savannah's directors and a new cornerstone investor.

The balance of the Conditional Placement (\$1.1m) and an Expanded Conditional Placement to raise up to a further \$3m and issue of further Convertible Notes (\$4m) are being progressed and expected to be settled shortly.

Morgans Corporate Ltd have acted as Lead Manager with respect to the Offers and underwrote the upfront Share Placement and Entitlement Offer components of the Offers.

Approval of Amendments to Convertible Notes Terms of Issue

Savannah has received approval from shareholders including pursuant to the ASX Listing Rules for the amendments to the Terms of Issue at the General Meeting of Shareholders held on 11 April 2025.

The Company is well advanced in finalising the approval from the requisite majority of holders of the Company's existing issued Convertible Notes to amend the Terms of Issue of the Convertible Notes that currently are due to mature 31 October 2025.

The amendments will extend the maturity date of the Convertible Notes to 31 December 2026 and reduce the conversion price of the Convertible Notes to 4 cents. Each Convertible Note (which has a face value of 28 cents) will be convertible into 7 ordinary shares.

Convertible Notes Interest Payment

Interest on the Company's existing issued Convertible Notes for the six month period to 31 March 2025 is being met by way of issue of further convertible notes, subject to receipt of any necessary shareholder approvals for related party note issues. The issue of convertible notes in respect of this interest payment will be made this week other than for notes to be issued to related parties.

Key Personnel Appointments

As well as the appointment of Mr Brad Sampson as CEO (refer ASX Announcement of 14 April 2025) to lead the Company, the Company is also progressing the appointment of other key personnel to support the recommencement of operations.

Mr Rod Cooper was recently appointed the Company's Environmental Manager and will work with the Company's external consultants to complete all environmental planning and approval matters to facilitate the restart and ongoing operations.

This Announcement is Authorised by the Board of Directors

Paul Marshall
Company Secretary

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