



CORPORATE INFORMATION

Bassari Resources Limited is an Australian ASX-listed company focused on discovering and developing multi-million ounce gold deposits in the Birimian Gold Belt, Senegal, West Africa.

FAST FACTS

ASX Code	BSR
Issued Capital	2,418,855,633
No of shareholders	2,310
Top 20	36%

INVESTMENT HIGHLIGHTS

Mineral tenements over approximately 312km² of prospective Birimian Gold Belt, Senegal.

- Makabingui Gold Project Feasibility Study – Initial high grade open pit project of 1Mt at 5.7g/t for 174,000 oz production inventory, \$678/oz cash cost, US\$90m pre Capex after tax cash flow in first three years, and expansion anticipated from underground and infill drilling of 8km Makabingui South zone.
- Makabingui Gold Project Mineral Resource (Prepared and disclosed under JORC Code 2004 and remains unchanged) **1 Moz in 11.9 Mt at 2.6 g/t gold (0.5 g/t cut-off)** :
 - Indicated: 336,000 oz in 2.6 Mt at 4.0g/t
 - Inferred: 669,000 oz in 9.3 Mt at 2.2g/t
- Makabingui Gold Project open pit JORC 2012 Probable Ore Reserve:
 - **158,000 oz in 0.86 Mt at 5.7 g/t**
- Senegal, stable democracy since 1960.
- Well located tenements in a +60M ounce gold province hosting world class deposits.
- Multiple prospects identified along 60km of partially drilled mineralised strike.

BOARD AND MANAGEMENT

John Traicos

Director

Modou Guene

Director

Malik Easah

Director

Conrad Karageorge

Director

Andrew Goode

Director and Acting CEO

Ian Riley

Company Secretary/CFO

CONTACT US

Bassari Resources Limited (ACN 123939042)

25 Colin Street, West Perth WA 6005

T: +61 3 96299925

Email: admin@bassari.com.au

Website: www.BassariResources.com

29 October 2021

BASSARI RESOURCES LIMITED – CORIS SETTLEMENT AGREEMENT AND BISHOP RESOURCES FUNDING

The Directors of Bassari Resources Limited (**Bassari** or the **Company**) are pleased to report that its subsidiary, Makabingui Gold Operation SA (**MGO**), has executed a settlement agreement with Coris Bank International for repayment of all amounts due under the FCFA 7 billion Makabingui Gold Project (**Project**) loan facility. The settlement agreement provides for the payment of a total of US\$13.8m by way of three payments comprising: US\$3 million by 29 October 2021, the remaining 50% of the debt by 30 November 2021, and the outstanding balance by 30 December 2021.

The settlement agreement was executed following a long period of negotiations with Coris, as previously announced by the Company. Importantly, the agreement provides for Coris to cancel all proceedings before the Dakar Courts, including the proceeding initiated by Coris for a seizure and sale process for the Sambarabougou Exploitation Permit.

BISHOP RESOURCES LOAN FUNDING

The Company has secured a A\$15 million loan from Bishop Resources UK Ltd (**Bishop**) to provide funding towards the payments required by MGO under the Coris settlement agreement. The facility has been entered into between Bishop and Bassari Mauritius Holding No2 Ltd, (**Bassari Mauritius**) a subsidiary of Bassari.

The key terms of the loan, including the fees payable to Bishop Resources, are set out in the Schedule.

Your Directors will continue to keep all shareholders advised of further significant developments as they arise.

This announcement has been approved by the Board of the Company.

About Bishop Resources

Bishop Resources UK Ltd is a wholly owned subsidiary of Bishop Resources NL an Australian registered company developing mining tenements in Ghana.

About Bassari

Perth – based West African gold developer, Bassari Resources Limited (ASX:BSR), has a strategic portfolio of exploration and exploitation permits focused on the Birimian Gold Belt in Senegal. The permits cover an area of 312 km² with 60km of strike along the two adjoining permits. The permits are located within the Keneiba Inlier which is a +60M ounce gold region. Bassari's vision is to discover and delineate gold resources which can be developed into profitable operations.

John Traicos

Executive Chairman

Mob: +61 417 885 279

Email: johntraicos17@gmail.com

Ian Riley

Company Secretary

Ph: +61 3 9629 9925

Email: ian@bassari.com.au

SCHEDULE – KEY LOAN TERMS

The key terms of the loan provided by Bishop Resources are as follows:

- Loan amount: A\$15 million.
- Interest rate: 12% p.a (15% p.a on default).
- Loan period: 36 month (early repayment permitted after 18 months) with the loan repayment to be made from production proceeds.
- Loan tranches: A\$3.9 million provided immediately, with the balance to be provided in subsequent tranches as required by the Company.
- Security: Subject to the approval of the board of directors of MGO, the loan will be secured by a pledge of all shares held by Bassari Mauritius in MGO (comprising 63% of MGO's issued capital), a mortgage by MGO over the mining licence and the land comprising the mining area of the Project (consisting of a land with an area of 121.83km²), together with related guarantees and pledges.
- Repayment Amount: Loan balance and interest, plus the issue, subject to Bassari shareholder approval, of 20 Bassari options for each A\$1 of the loan amount (each exercisable at \$0.015 within 5 years of grant), totalling 300,000,000 options. The options have an indicative value of \$1.5 million using the valuation methodology set out below.

The Black & Scholes option pricing model and the assumptions set out below have been used to determine the indicative value of the options to be issued to Bishop Resources.

Assumptions:	
Valuation date	29 October 2021
Market price of Shares	\$0.013 (last traded price)
Exercise price	\$0.015
Expiry date	5 years from grant
Risk free interest rate	2%
Expected volatility	50%
Value of each option	\$0.005