

22nd December 2020

Market release

Ausmex Mining Group Limited (**Company**) (ASX:AMG) refers to its announcement to the Australian Securities Exchange on 18 December 2020 (**Announcement**).

Retraction of information

The Announcement included the following information:

- a heading stating that 'pit design and pit optimisation studies indicates low waste to ore ratio of 4:1'; and
- an image described as 'Image 1: Comstock Pit Optimisation with Grades.'

The Company has been advised that this information may be considered to constitute a production target in accordance with ASX Listing Rule 19.12, which is not accompanied by the information required by ASX Listing Rule 5.16.

The Announcement also included the following paragraph:

'COMSTOCK'S DRAFT FEASIBILITY STUDY, EVEN THOUGH BASED ON THE CURRENT JORC RESOURCE, WHICH IS TO BE UPGRADED, INDICATES AN EXTREMELY FINANCIALLY VIABLE AND ROBUST PROJECT. NEW JORC UPGRADED RESOURCE ESTIMATES FOR COMSTOCK EXPECTED END OF JAN 2021

The final draft feasibility study of the Comstock, Falcon and Shamrock mines, even though based on the current JORC resource estimates, indicates a highly robust return on investment. The upgrade resource "infill drilling program" is currently in progress on the Comstock and expectations, so far, indicate an increase in Gold grades, with the final drill holes completed by the end of December 2020. The new upgraded JORC resource estimates are expected by late January 2021. The updated data from the resource upgrade drilling will allow the completion of the final feasibility study. The current draft feasibility study already concludes that the Comstock to be an extremely viable Gold mining project.'

The Company has been advised that this information may be considered to be forecast financial information, which is not accompanied by the information required by ASX Listing Rules 5.16 and 5.17.

The Company does not consider, at this stage, that it has a reasonable basis to disclose production targets as interpreted under ASX Listing Rule 19.12 or a final feasibility study containing the information required by ASX Listing Rules 5.16 and 5.17 in relation to the Comstock project and accordingly retracts the information described above. As a consequence of the retraction of those statements, the Company advises that the statements should be disregarded and accordingly investors should not rely on the retracted statements for the purposes of their investment decisions.

Processing - clarification of terms

The Announcement also refers to the processing of the Company's ore mined from the Comstock project at a processing facility owned by Round Oak Minerals, in accordance with the terms of a joint venture agreement between the Company and Round Oak Minerals.

The Company confirms that this refers to the existing joint venture and sale agreement of low grade ore between the Company and Exco Resources (Qld) Pty Ltd ACN 103 214 740 (**Exco**), a wholly-owned subsidiary of Washington H Soul Pattinson and Company Ltd, referred to in the Company's ASX announcements of 16 April 2018 and 8 June 2018 and 18th August 2019 (**JV Agreement**).

The terms of the JV agreement provide that the Company's gold product must be processed at Exco's facilities at Great Australia Mine (owned by Round Oak Minerals Pty Ltd in Cloncurry, Queensland), on terms to be determined by the parties at the time of processing.

As processing has not yet commenced, the material terms agreed between the Company and Exco in relation to processing as at the date of this announcement are:

Facility	Great Australia Mine, approximately 60km North/North-West of Cloncurry, Queensland
Transport	Ore to be transported in triple road trains on the Company's haul road to the State Government highway
Fees	To be agreed at the time of processing

Authorised by Aaron Day, Managing Director.

For further information, please contact: enquire@ausmexgroup.com.au

Forward Looking Statements

The materials may include forward looking statements. Forward looking statements inherently involve subjective judgement, and analysis and are subject to significant uncertainties, risks, and contingencies, many of which are outside the control of, and may be unknown to, the company.

Actual results and developments may vary materially from that expressed in these materials. The types of uncertainties which are relevant to the company may include, but are not limited to, commodity prices, political uncertainty, changes to the regulatory framework which applies to the business of the company and general economic conditions. Given these uncertainties, readers are cautioned not to place undue reliance on forward- looking statements.

Any forward-looking statements in these materials speak only at the date of issue. Subject to any continuing obligations under applicable law or relevant stock exchange listing rules, the company does not undertake any obligation to publicly update or revise any of the forward-looking statements, changes in events, conditions or circumstances on which any statement is based.

Competent Person Statement

Statements contained in this report relating to QLD (Cloncurry) exploration results and potential are based on information compiled by Mr. Aaron day, who is a Member of the Australasian Institute of Mining and Metallurgy (MAusIMM). Mr. Day is the Managing Director of Ausmex Mining Group Limited and whom has sufficient relevant experience in relation to the mineralisation styles being reported on to qualify as a Competent Person as defined in the Australian Code for Reporting of Identified Mineral resources and Ore reserves (JORC Code 2012). Mr. Day consents to the use of this information in this report in the form and context in which it appears.