

FIELD WORK COMMENCES AT RAVENSWOOD WEST AND HODGKINSON

Sunshine Gold Limited (ASX:SHN, “**Sunshine Gold**”, “**the Company**”) is pleased to report on the commencement of concurrent field activities at the Ravenswood West Au-Cu-REE Project (“**Ravenswood West**”) and Hodgkinson Gold Project (“**Hodgkinson**”).

HIGHLIGHTS

- Commencement of preliminary fieldwork at Ravenswood West comprising first pass soil sampling and mapping over the Elphinstone Creek REE-Au prospect, the Keans Cu-Mo-Au-Ag prospect and the historic Dreghorn gold field.
- Reconnaissance drilling planned in the June 2021 quarter at Keans and Dreghorn, Ravenswood West.
- Commencement of first dedicated gold exploration in over 50 years at Campbell Creek, Hodgkinson. Preliminary work will comprise first pass soil sampling and mapping of potential hard-rock sources to alluvial gold workings.



Figure 1. Sunshine Gold geologists mapping at Elphinstone Creek

RAVENSWOOD WEST WORK PROGRAM (SUNSHINE GOLD 100%)

Sunshine Gold has commenced its first field work at Ravenswood West. The program aims to delineate drill ready targets at Elphinstone Creek, Keans and in the Dreghorn gold field. Field work will initially comprise mapping and sampling followed by first pass reconnaissance drilling in the June 2021 quarter.

SUNSHINE GOLD LIMITED (ASX:SHN)

Directors:

Mr Alec Pismiris
Dr Damien Keys
Mr Anthony Torresan
Mr Paul Chapman
Mr Les Davis

Registered Office:

5/16 Nicholson Road
Subiaco WA 6008
Queensland Office:
3/50 Tully Street
South Townsville QLD 4810

Contact:

T | +61 8 6245 9828
E | info@shngold.com.au
W | www.shngold.com.au
ABN 12 063 388 821

Capital:

Ordinary shares: 356,711,618
Unquoted shares: 88,000,000 (24m Esc)
Deferred shares: 100,000,000 (24m Esc)
Unlisted options: 71,000,000 (24m Esc)
Unlisted plan options: 1,000,000
Perf Rights: 17,000,000 (24m Esc)

Elphinstone Creek REE – Au Prospect

The Elphinstone Creek Prospect is located on a tributary to Elphinstone Creek. Stream sediment sampling completed in 2017, returned highly anomalous gold and rare earth element (“REE”) assays of up to 6.28g/t Au, 0.39% Ce, 0.17% La and 0.10% Nd. The anomalies were located in a minor tributary with the primary source of Au and REEs never being delineated. Sunshine Gold will conduct a detailed soil sampling and mapping program extending over a 2.5km radius to determine the source of the Au and REE anomalism.

Keans Cu – Mo – Au – Ag Prospect

Keans is located ~7.5 km south west of the Ravenswood Mining Centre. Historic rock chip sampling has defined elevated copper, molybdenum, gold and silver anomalism over a 3km x 2km area. Located in the centre of Keans is the historic Heurs Shaft, a gold mine last operated in the 1930’s. Rock chip samples from the collar yielded 25.04% Cu, 8.71 g/t Au, 578.88 g/t Ag and 0.26 % Mo (the only elements assayed for).

Sunshine Gold will conduct field mapping and further rock chip sample analysis to confirm the mineralised samples and assay for a more complete multi-element suite, including REE. Furthermore, a broad spaced soil sampling campaign will cover Keans.

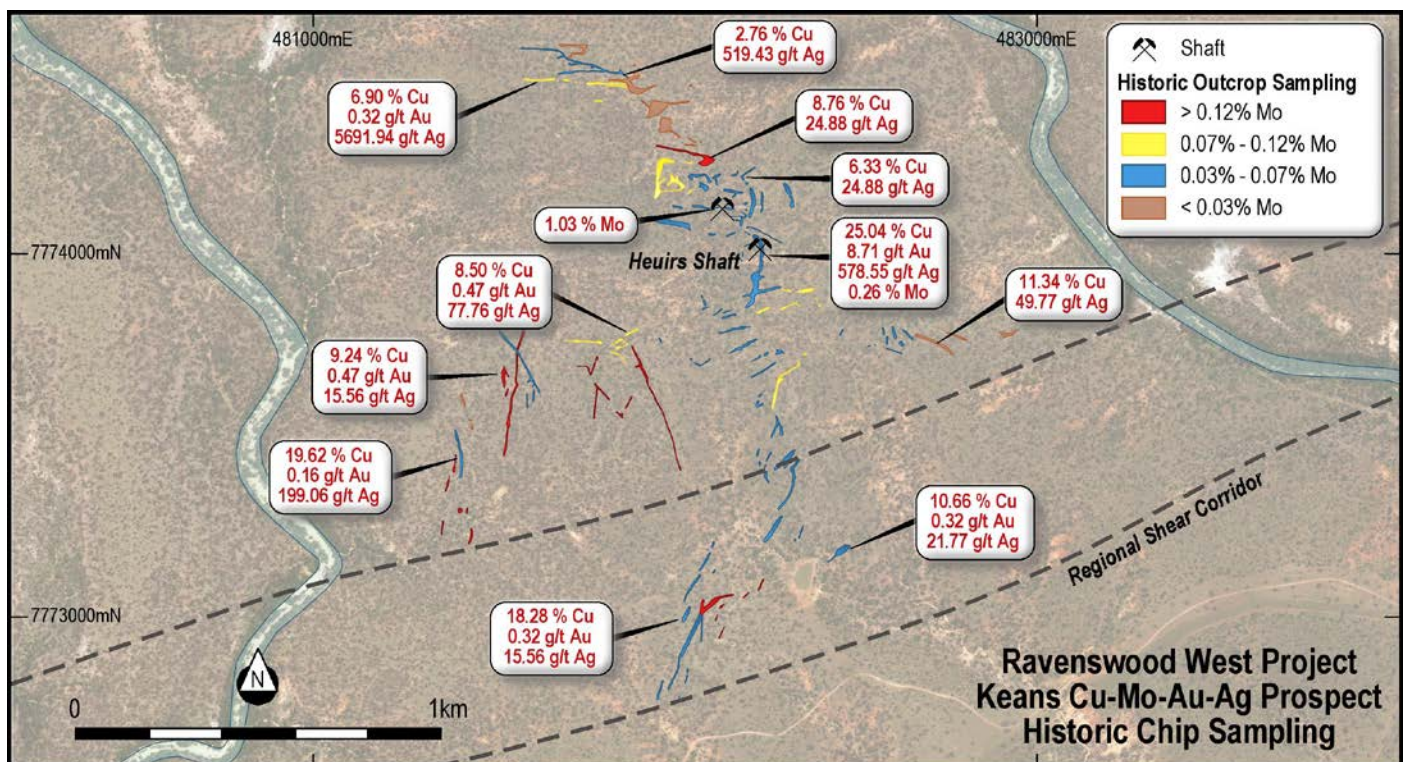


Figure 2. Historic rock chip sampling (1961) at the Keans Cu-Mo-Au-Ag prospect

Dreghorn Gold Field

The historic Dreghorn gold field consists of over 9km strike length of historical workings and gold in soil anomalism of greater than 50ppb Au. Little modern exploration has been conducted on the area, however reconnaissance visits have already identified sulphide mineralisation within rock chip samples. Historic rock chips at Dreghorn have assayed in excess of 60g/t Au. Furthermore, the most recent drilling in 2000 returned **2m @ 5.23g/t Au from 28m** (DRC005) at the Albion prospect and **2m @ 10.92g/t Au from 94m** (DRC012) on an east-west structure >700m

northwest of Albion. A significant portion of the area is under a thin veneer of cover (< 2m) and will be subject to a 1300 sample soil program to geochemically assist in identifying these trends for future drill targeting. Sunshine Gold will commence geological mapping over Dreghorn to ascertain the mineralisation trends from outcrop and existing workings.

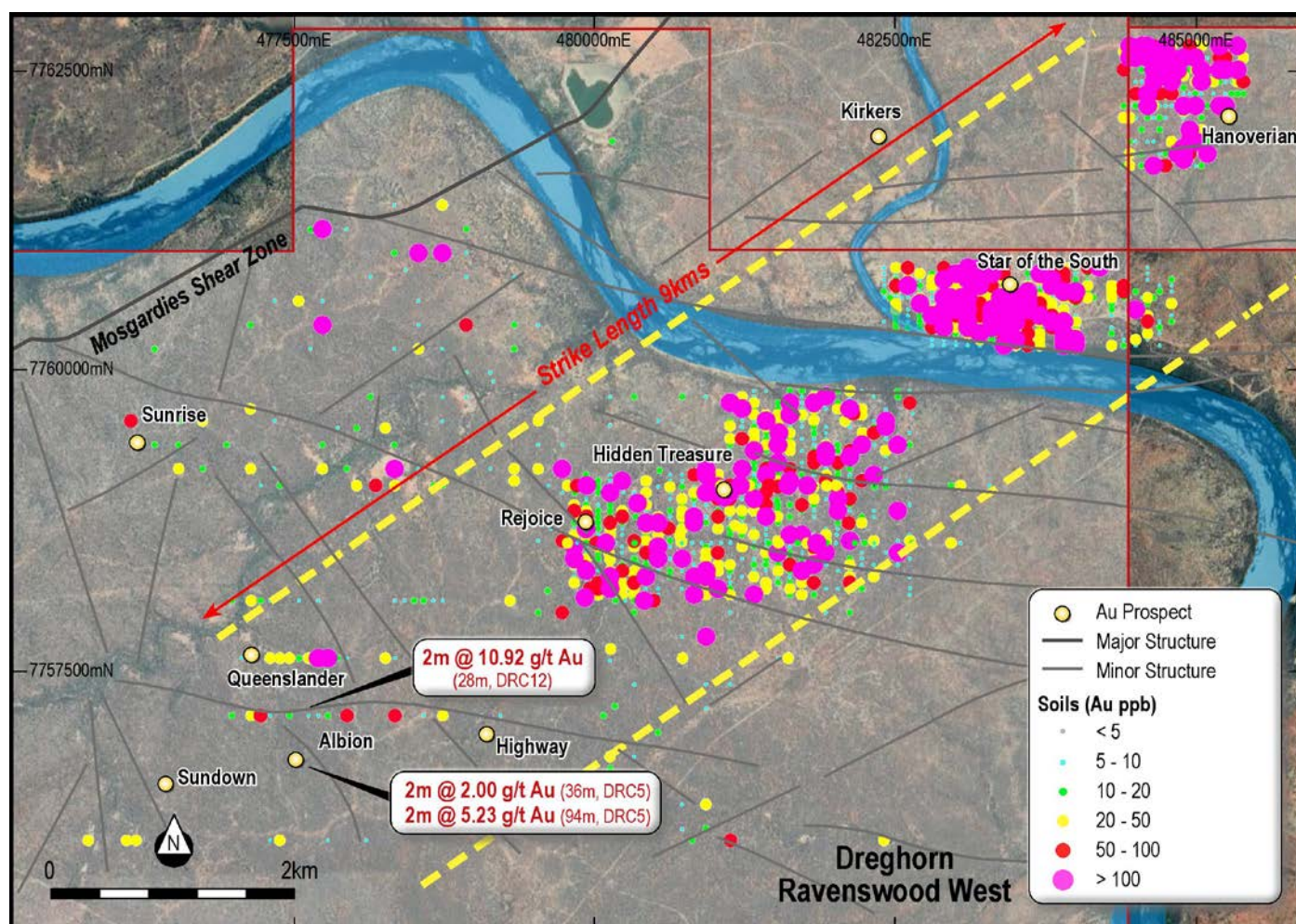


Figure 3. Soil sampling and location of effective drilling at the Dreghorn gold field prospect

HODGKINSON WORK PROGRAM (SUNSHINE GOLD 100%)

Sunshine Gold is scheduled to commence field work in early May 2021. This will be the first dedicated gold program on the Campbell Creek prospect. Field work will comprise mapping and sampling of low-lying hills to identify potential sources of alluvial gold that have been worked from the creeks. The mapping and sampling focus area has been identified from the airborne magnetic survey completed in November 2020. Sunshine Gold believes Campbell Creek to be highly prospective for gold, antimony, tin and tungsten. The area to be sampled is 2.5km wide, by 8km long.

PLANNED ACTIVITIES

- **April 2021:** Commence soils, rock chip sampling and mapping at Ravenswood West.
- **May 2021:** Commence soils, rock chip sampling and mapping at Campbell Creek.
- **May 2021:** Commence RC drill testing Dreghorn Goldfield, Ravenswood West.
- **May 4-6 2021:** Sydney RIU Conference presentation.
- **July 14-16 2021:** Noosa Mining Conference.
- **July 2021:** June 2021 quarterly report.
- **Sept 2021 quarter:** Extensional drilling at Triumph.
- **Sept 2021 quarter:** Maiden drilling campaign at Hodgkinson.

ENDS

For further information:

Dr Damien Keys
Managing Director
Telephone: +61 428 717 466
E-mail: dkeys@shngold.com.au

Mr Alec Pismiris
Director & Company Secretary
Telephone: +61 402 212 532
E-mail: alec@lexconservices.com.au

This ASX announcement is authorised for market release by the Board of Sunshine Gold.

Competent Person's Statement

The information in this report that relates to Exploration Results is based on, and fairly represents, information compiled by Dr Damien Keys, a Competent Person who is a Member of the Australian Institute of Geoscientists (AIG). Dr Keys has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the JORC Code. Dr Keys consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

ABOUT SUNSHINE GOLD

Sunshine Gold is focused on its high-quality gold and copper projects in Queensland. Following the recent acquisitions of XXXX Gold Pty Ltd and Ukalunda Pty Ltd, Sunshine Gold has secured 100% interest in the Triumph, Hodgkinson, Investigator and Ravenswood West projects.

Triumph Gold Project (EPM18486, EPM19343: 100%)

Triumph is centred around the historical Norton gold field from which ~20,000 oz of gold was extracted between 1879-1941. The project is located 50km south of the mining hub of Gladstone and comprises two exploration permits covering 138km². Triumph is located within the Wandilla Province of the New England Orogen. Nearby large gold deposits include Mt Rawdon (2.8 Moz Au), Mt Morgan (8 Moz Au and 0.4 Mt Cu) and Cracow (2 Moz Au). Triumph is a 15km² intrusion related gold system which has the potential to host both discrete high-grade vein deposits and large-scale, shear hosted gold deposits.

Hodgkinson Gold Copper Project (EPM18171, EPM19809, EPM25139, EPM27539, EPM27574, EPM27575: 100%)

Hodgkinson is located 100km north east of Cairns in North Queensland. The project comprises four exploration permits and two exploration lease applications covering 365km². The project is situated between the Palmer River alluvial gold field (1.35 Moz Au) and the historic Hodgkinson gold field (0.3 Moz Au) and incorporates the Elephant Creek Gold, Peninsula Gold-Copper and Campbell Creek Gold prospects. Hodgkinson has been extensively explored for tungsten, owing to its proximity to the Watershed and Mt Carbine tungsten deposits, but underexplored for gold. BHP-Utah International completed stream sediment sampling across the entire tenure in the late 1980's and confirmed that the area was anomalous in gold as well as tungsten.

Investigator Copper Project (EPM27344, EPM27345: 100%)

Investigator comprises two exploration permits covering 115km². It is located 110km north of Mt Isa and 12km south of the Mt Gordon Copper Mine. Investigator has seen no modern exploration and importantly, no holes have been drilled in the most prospective stratigraphic and structural positions.

Ravenswood West Gold-Copper-Rare Earths Project (EPM 26041, EPM 26152, EPM 26303, EPM 26304: 100%)

Ravenswood West is comprised of a significant holding (392 km²) of highly prospective gold-copper ground within 5 kms of the Ravenswood Mining Centre (4 Moz Au produced, a further 4.3 Moz Au in Resource and 1.8 Moz in Ore Reserves). The Ravenswood Mining Centre was purchased by EMR Capital and Golden Energy & Resources Ltd. (SGX:AUE) from Resolute Mining Ltd. (ASX:RSG) in 2020 for up to \$300m and is presently subject to a ~\$200m upgrade. In addition, there are three other gold mills within 100km, two of which are toll treating (Figure 2). The Project is highly prospective for intrusion-related and orogenic gold, porphyry gold-copper-molybdenum and rare earth elements. Ravenswood West covers 20-25km of strike along a major fault that links Pajingo (4 Moz) and Ravenswood (9.8 Moz) and contains numerous historic gold workings.

