



ACQUISITION OF CANADIAN HIGH-GRADE GOLD PROJECTS COMPLETED

Labyrinth Resources Limited ('the Company' or 'Labyrinth') is pleased to advise that the transaction to acquire 100% interest in the Labyrinthe (formerly Rocmec1) and Denain Gold Projects has successfully been completed.

All conditions precedent to the project acquisition agreement ('Agreement') with Nippon Dragon Resources Inc (TSX-V: NIP) ('Nippon') to acquire Nippon's 100% interest in the Labyrinthe (formerly Rocmec1) and Denain Gold Projects have now been satisfied.

Labyrinth has paid to Nippon the Initial Amount of CAD\$2 million cash from the successful \$8 million placement for which Canaccord Genuity Australia acted as Lead Manager, with the balance of the CAD\$5 million total cash consideration payable in two equal instalments of CAD\$1.5 million, due on 8 May 2022 and 7 November 2022.

The Company has rapidly implemented its exploration focus at the two high-grade gold projects, with diamond drill rig mobilisation at Denain for immediate commencement of a ~4,000m program and preparatory works initiated at Labyrinthe for underground diamond drilling, expected in January 2022 (refer to ASX announcement 8 November 2021).

Labyrinth Resources CEO Mr Matt Nixon said that completion of the acquisition triggers an exciting period of growth and value accretion for the Company.

"Completing the acquisition of two high-grade gold projects, including a proven, immediately accessible historic underground mine at Labyrinthe, places the Company in an enviable position in the highly-sought after Abitibi Greenstone belt region of Ontario/Quebec.

We will now use the demonstrated skill-set of the Labyrinth team to define and unlock the significant gold resource upside we recognise at both assets.

On behalf of Labyrinth Resources, I would like to extend thanks to Nippon for their support and co-operation throughout the Transaction."

For further detailed information on the transaction and the Labyrinthe and Denain Gold Projects, the Company refers you to the ASX announcement "Transformational Acquisition of Canadian Gold Projects" released 2 September 2021.

This announcement has been authorised and approved for release by the Board.

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