



Large Scale Program of Follow Up RC Drilling Completed

Highlights:

- 5,000m of follow up RC drilling now completed following the 30,000m large-scale drilling program that concluded in May
- Program designed to test high-value and near-surface mineralisation with results now pending
- 450m diamond drilling is in train targeting down hole EM plates along strike from the high-grade Jinkas gold mineralisation
- Prefeasibility Study (PFS) and maiden Ore Reserve nearing completion and expected to be released shortly.

Ausgold Limited (ASX: **AUC**) (**Ausgold** or the **Company**) is pleased to provide an update on activities at the Company's 100% owned 2.16 Moz Katanning Gold Project (**KGP**), located 275km south-east of Perth, Western Australia.

Large-Scale Program Follow Up

After the completion of the recent 30,000m large-scale drilling program and 2.16Moz Resource upgrade in May, the Company undertook a follow-up drilling program which was designed to further test high-value and near-surface mineralisation on the Jackson and Jinkas lodes - along strike and down plunge from current Resource areas. A further 5,000m RC drill program has now been completed with results pending.

Of this RC program 1,500m was completed to test high grade gold mineralisation down-plunge of the Jinkas lode within the Central Zone to a vertical depth of 200m below surface (Figure 1 and 2). Drilling has shown semi-massive pyrrhotite in several recent holes which is consistent with high-grade gold mineralisation (Figure 3)

In addition, diamond drilling targeting extensions to the high-grade gold mineralisation along strike and down plunge extending beneath the currently reported Resource is currently underway (Figure 1, 2 and 4). **Jinkas Deeps** drilling aims to demonstrate the scalability of a potential underground Resource. This diamond drill hole steps out a further 800m north along strike from the current Resource (Figure 1 and 2). This high-grade gold mineralisation will further add to the open – pit studies being assessed in the current PFS and shows potential to extend the high-grade underground mineralisation in the Central Zone.

Exploration Drilling

Regional exploration has focused on targets in the northeast KGP building on recent results from the **Duggan prospect** with an additional 1,200m of RC drilling completed to test along strike and down plunge from recently announced high-grade mineralisation (including *7m @ 4.05 g/t Au from 19m in DUGRC015 and 4m @ 5.48 g/t Au from 72m in DUGRC019*). This area continues to show significant potential, a follow-up program of downhole EM is planned to assist future drill targeting. Additional results are also awaited from exploration drilling at Rifle Range targeting the down-dip portions of the Dingo deposit.

Prefeasibility Study (PFS)

A Prefeasibility Study (**PFS**) and maiden Ore Reserve for the KGP is nearing completion. The Company expects to be in a position to announce both shortly.

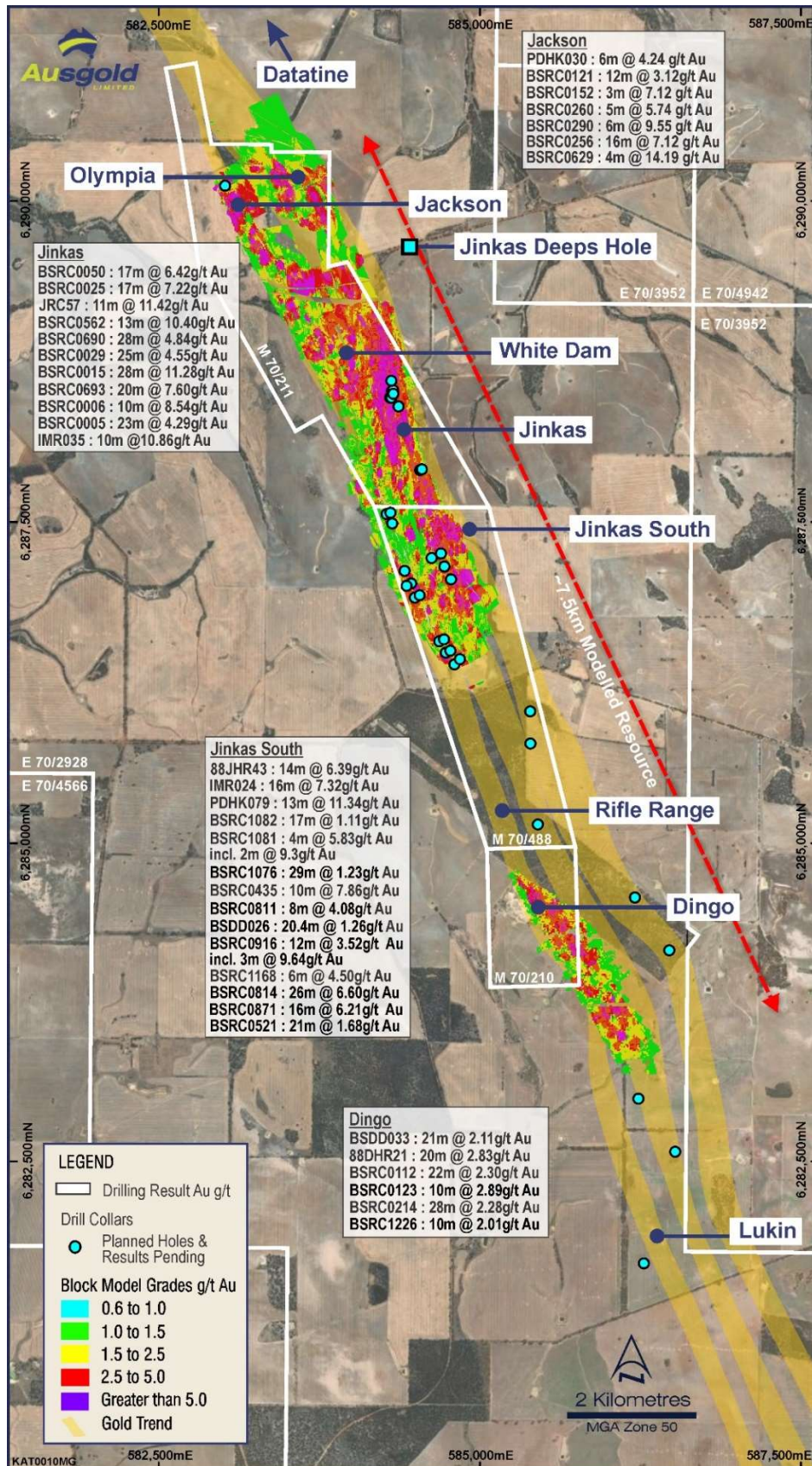


Figure 1: Recent RC and diamond drilling that the KGP

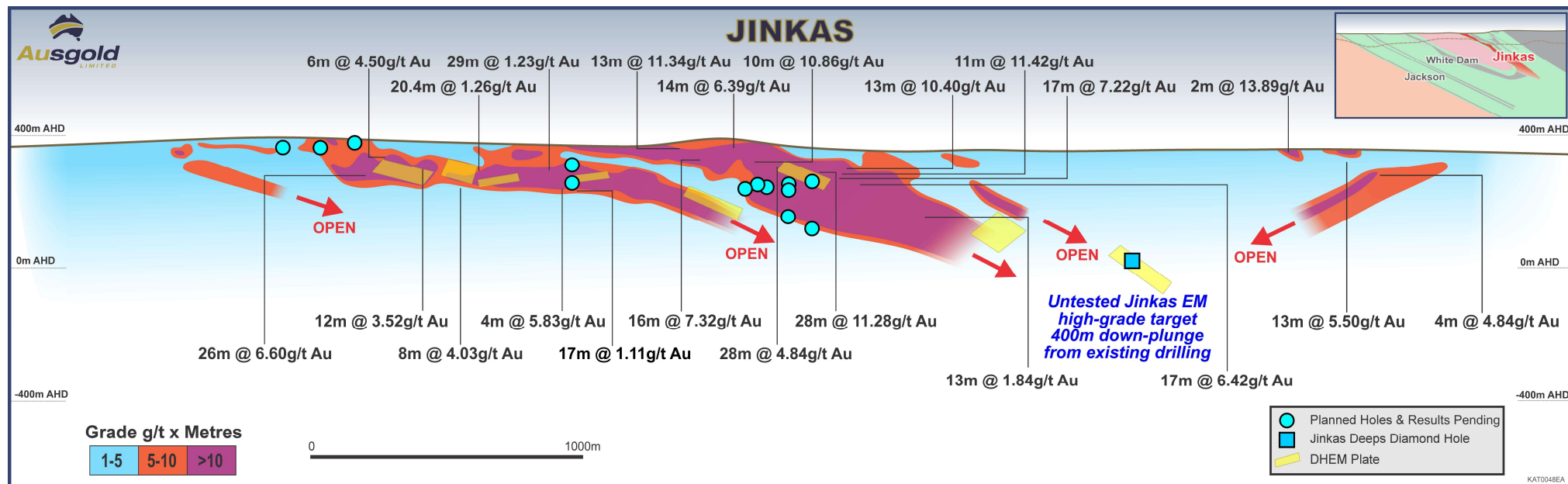


Figure 2: Long section view towards the west of the KGP Central Zone showing grade as gram metres and location of down hole EM plates



Figure 3: Zone of semi-massive pyrrhotite in recent Jinkas deep RC drilling (BSRC1231 assays pending)



Figure 4: Diamond drilling targeting the EM plate in the down plunge position north of the Jinkas high-grade zone.

About Ausgold Limited

Ausgold Limited (ASX: AUC) is a gold exploration and development company based in Western Australia.

The Company's flagship project is the Katanning Gold Project, located 275km south-east of Perth and approximately 40km north-east of the wheatbelt town of Katanning. Ausgold holds a dominant ground position in this relatively underexplored greenstone belt, an area prospective for Archean gold deposits. The current Resource at Katanning is 2.16 Moz gold (Table 1).

Ausgold's portfolio also includes the Doolgunna Station Cu-Au project and the Yamarna Ni-Cu-Co project in Western Australia and the Cracow Au Project in Queensland.

Table 1 - Current Mineral Resource
(details in ASX release 25 May 2022)

	Tonnes (Mt)	Grade (g/t)	MOz Gold
Measured	19.0	1.31	0.80
Indicated	26.8	1.14	0.98
Inferred	9.5	1.03	0.37
Total	56.0	1.21	2.16

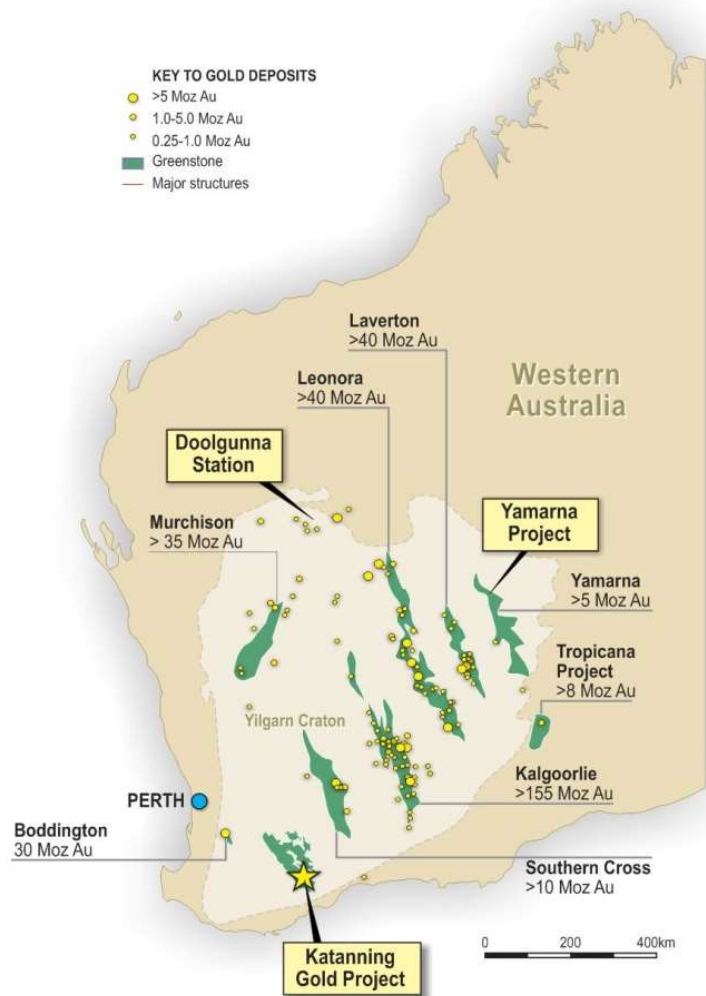


Figure 5 - Regional map showing the KGP, other Ausgold projects and mineralised greenstone belts

The information in this report that relates to the Mineral Resource in Table 1 is based on information announced to the ASX on 25 May 2022. Ausgold confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcement and that all material assumptions and technical parameters underpinning the estimates in that announcement continue to apply and have not materially changed.

The Board of Directors of Ausgold Limited approved this announcement for release to ASX.

On behalf of the Board

Matthew Greentree

Managing Director

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Competent Person's Statements

The information in this statement that relates to the Mineral Resource Estimates is based on work carried out by Dr Michael Cunningham of Sonny Consulting Services Pty Ltd, Mr Daniel Guibal of Condor Geostats Services and Dr Matthew Greentree of Ausgold Limited in 2021 and 2022.

Dr Greentree is Managing Director and is a Shareholder in Ausgold Limited. Dr Greentree takes responsibility for the integrity of the Exploration Results, including sampling, assaying, QA/QC, the preparation of the geological interpretations and Exploration Targets. Dr Michael Cunningham is an option holder in Ausgold and takes responsibility for the Mineral Resource Estimate for the Jackson, Olympia, Dingo and Datatine deposits and Mr Daniel Guibal takes responsibility for the Jinkas and White Dam Resources.

Dr Cunningham, Mr Guibal and Dr Greentree are Members of The Australasian Institute of Mining and Metallurgy and have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity they are undertaking, to qualify as Competent Persons in terms of The Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code, 2012 edition).

The Competent Persons consent to the inclusion of such information in this report in the form and context in which it appears.

Forward-Looking Statements

This Announcement includes "forward-looking statements" as that term within the meaning of securities laws of applicable jurisdictions. Forward-looking statements involve known and unknown risks, uncertainties and other factors that are in some cases beyond Ausgold Limited's control. These forward-looking statements include, but are not limited to, all statements other than statements of historical facts contained in this presentation, including, without limitation, those regarding Ausgold Limited's future expectations. Readers can identify forward-looking statements by terminology such as "aim," "anticipate," "assume," "believe," "continue," "could," "estimate," "expect," "forecast," "intend," "may," "plan," "potential," "predict," "project," "risk," "should," "will" or "would" and other similar expressions. Risks, uncertainties and other factors may cause Ausgold Limited's actual results, performance, production or achievements to differ materially from those expressed or implied by the forward-looking statements (and from past results, performance or achievements). These factors include, but are not limited to, the failure to complete and commission the mine facilities, processing plant and related infrastructure in the time frame and within estimated costs currently planned; variations in global demand and price for coal and base metal materials; fluctuations in exchange rates between the U.S. Dollar, and the Australian dollar; the failure of Ausgold Limited's suppliers, service providers and partners to fulfil their obligations under construction, supply and other agreements; unforeseen geological, physical or meteorological conditions, natural disasters or cyclones; changes in the regulatory environment, industrial disputes, labour shortages, political and other factors; the inability to obtain additional financing, if required, on commercially suitable terms; and global and regional economic conditions. Readers are cautioned not to place undue reliance on forward-looking statements. The information concerning possible production in this announcement is not intended to be a forecast. They are internally generated goals set by the board of directors of Ausgold Limited. The ability of the company to achieve any targets will be largely determined by the company's ability to secure adequate funding, implement mining plans, resolve logistical issues associated with mining and enter into any necessary off take arrangements with reputable third parties. Although Ausgold Limited believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.