

GRANDVIEW DRILLING UNDERWAY

GRANDVIEW: GOLD TARGET

- Maiden drill program is now underway at Grandview gold target
- Drill pads completed for up to ten RC holes targeting the most prospective 600m northern zone, with drill spacing at 100m step outs
- Targeting a large, bulk-tonnage “McPhillamys-style” gold system, 1,500m long and up to 230m wide

Australian Gold and Copper Ltd (ASX: AGC) (“AGC” or the “Company”) is pleased to report that drilling at the Grandview gold target near Gundagai has commenced.

AGC Managing Director, Glen Diemar said “Grandview has large, bulk-tonnage potential with consistent gold and pathfinders in our soil and rock chip sampling and historic drilling. Gundagai is one of the oldest gold mining towns in Australia and continues to be highly prospective. We are excited to start drilling again at another target with great potential.”

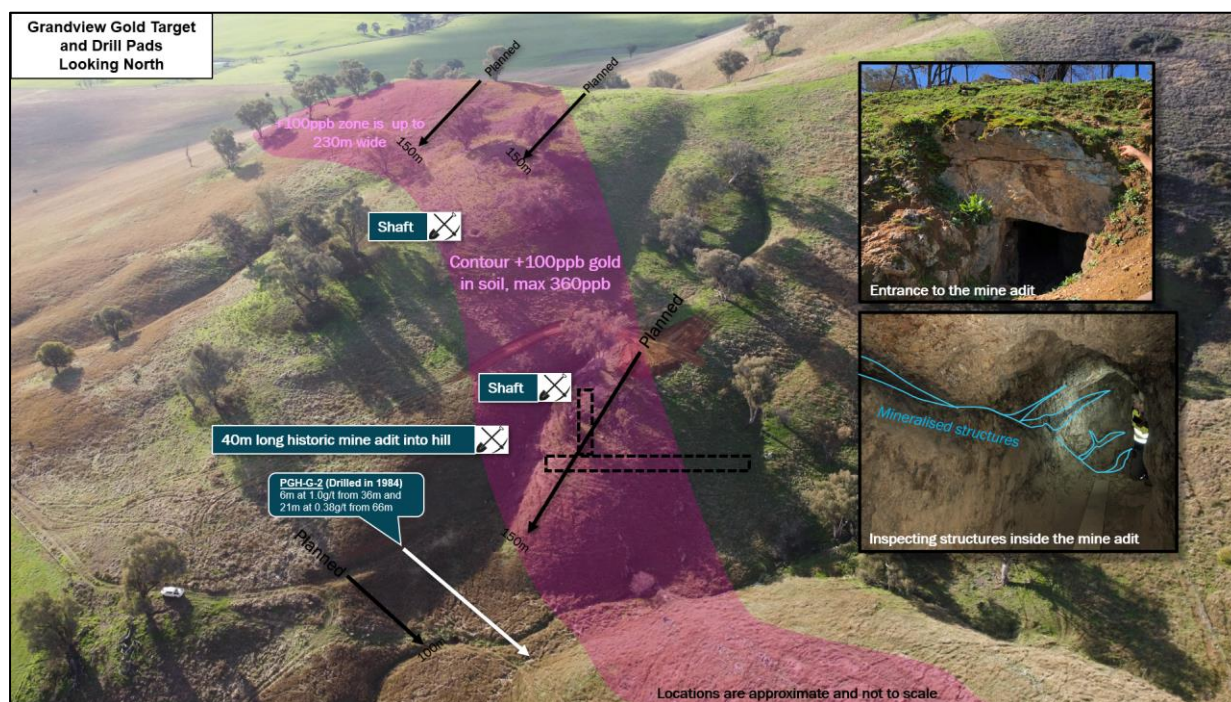


Figure 1: Schematic, looking north on a recent drone photo showing the drill pad and hole locations, gold in soil target and locations of historic mine infrastructure.

The Grandview target represents a Late Silurian, shear hosted gold mineralisation style associated with quartz + carbonate + sericite + pyrite alteration over 1500m and up to 230m wide gold-arsenic trend with a geochemical signature of Au ± As-Bi-Te-Cu-Mo-Ba. This demonstrates similarities to the Late Silurian hosted McPhillamys 2.2Moz gold deposit (ASX:RRL). The Grandview area has returning up to 35g/t gold in composite rock chip sampling (AGC ASX prospectus Nov 2020).

Over the two months, drill pads have been successfully constructed and permitting granted, as well as a UDR650 track mounted RC drill rig secured. The drill program is planned to comprise up to ten holes spread along 600m strike at 100m step outs. Drilling to target the northern zone at Grandview, which boasts the broadest and highest tenor gold-in soil-results and is 230m at its widest. Peak gold in soil values reach to 360ppb and the trend is open to the north (AGC ASX prospectus Nov 2020).

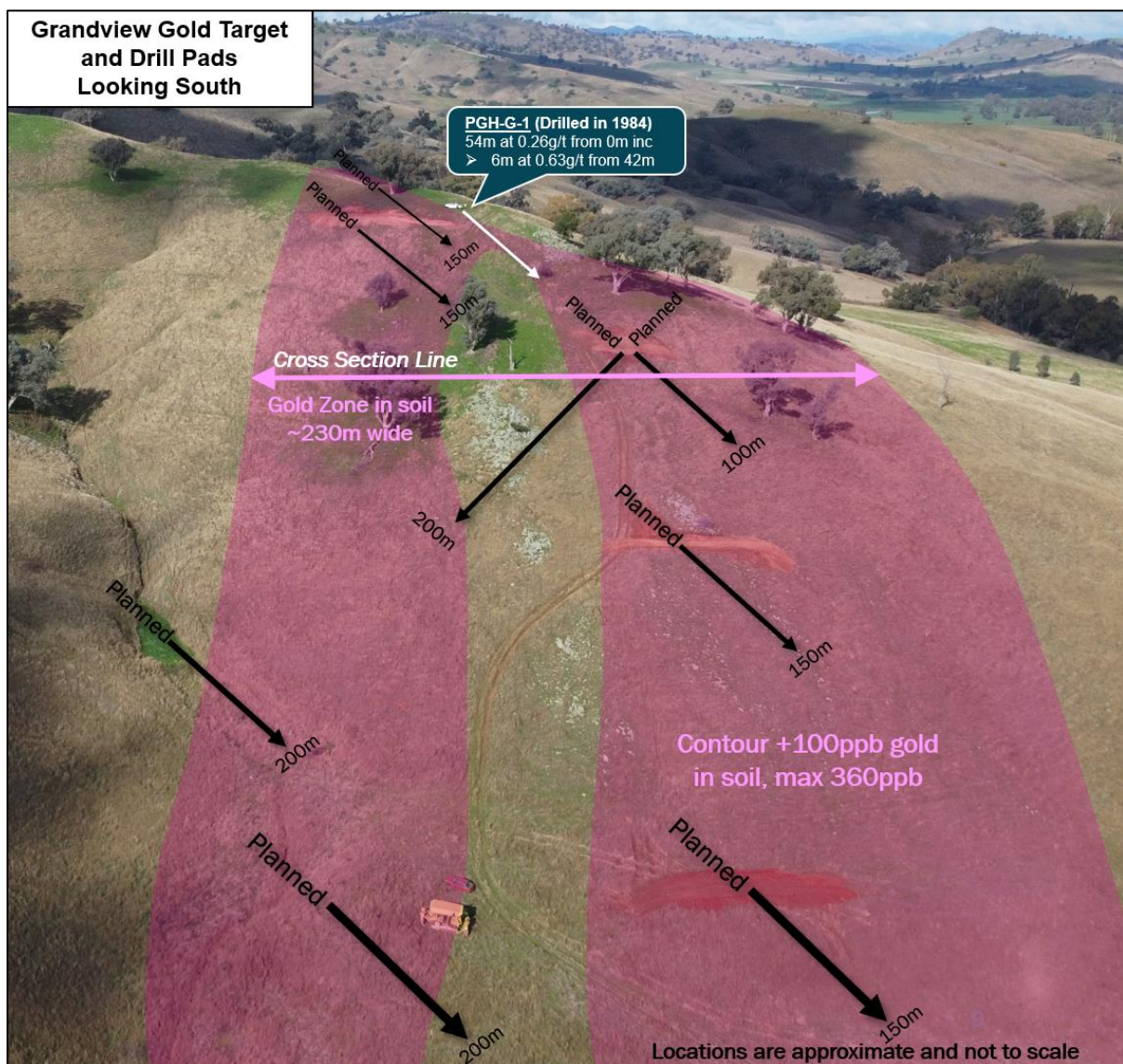


Figure 2: Schematic looking south, drawn onto a recent drone photo, showing the northern hill drill pad locations targeting the gold in soil targets (AGC ASX prospectus Nov 2020). D6 dozer in foreground for scale.

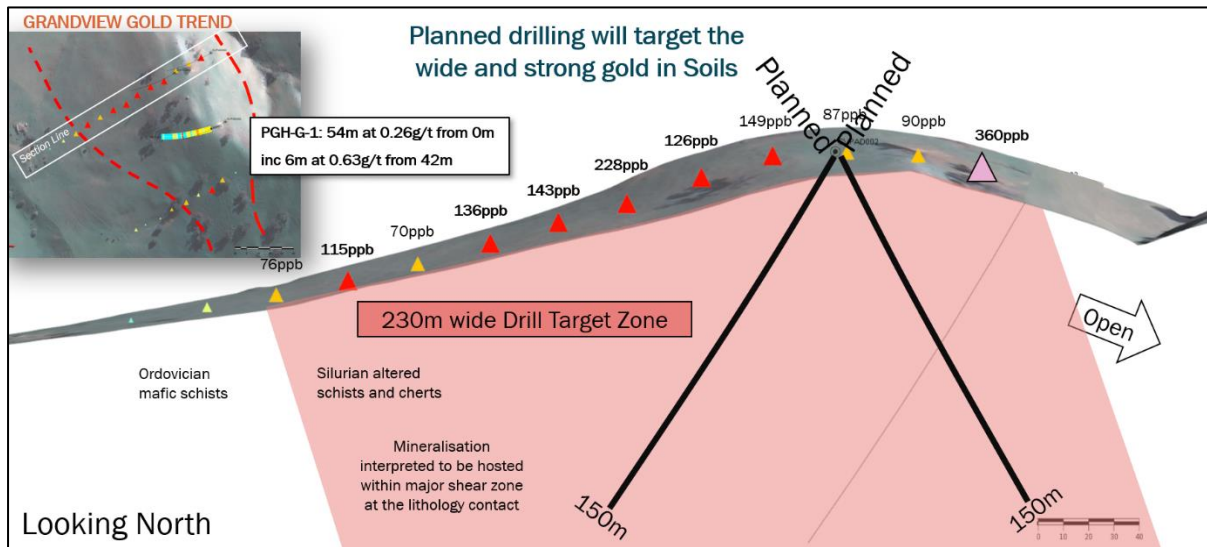


Figure 3: Schematic cross section looking north, centred on 6125500N, showing planned drilling under gold soil sampling. All data from AGC ASX prospectus Nov 2020.

Three holes drilled in 1984 targeted beneath the historic mine workings and chert horizons however largely missed the gold soil anomaly sampled more recently by AGC. Despite this, these historic drill results returned encouraging grades (AGC ASX prospectus Nov 2020):

PGH-G-1: 54m at 0.26g/t from surface inc. 6m at 0.63g/t from 42m

PGH-G-2: 6m at 1.0g/t from 36m and 21m at 0.38g/t Au from 66m

PGH-G-3: 3m at 1.6g/t from 33m

Also historic rock chips: 5.8m at 2.0g/t Au, 2.7m at 6.4g/t Au, 1.9m at 1.7g/t Au, and 30m at 0.2g/t Au (in adit) (AGC ASX prospectus Nov 2020). These historic results provide confidence for AGC's upcoming drilling program.



Figure 4: Photograph of the UDR650 track mounted drill rig on the first drill pad.

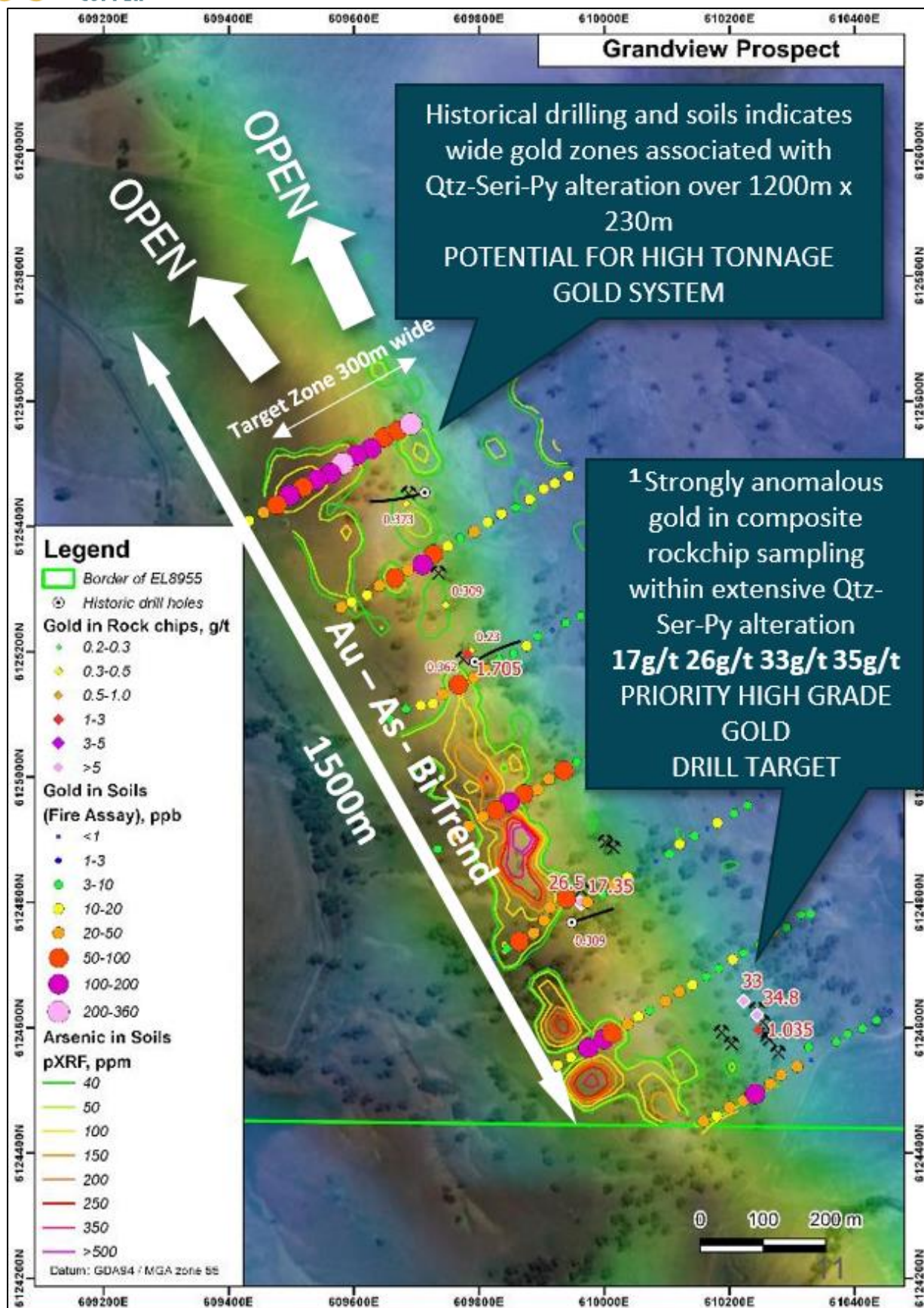


Figure 5: Plan view map showing gold and arsenic in soils, gold in rock chips and historic drill traces. Background is GSNSW magnetics TMI RTP faded over satellite photo. AGC ASX prospectus Nov 2020.

AGC Gundagai Overview

AGC's portfolio located in the Central Lachlan Fold Belt of NSW includes the Grandview gold project, exploring for multi-million ounce McPhillamy's type gold deposits. Gundagai also has potential for epithermal gold and sediment-hosted lead zinc silver.

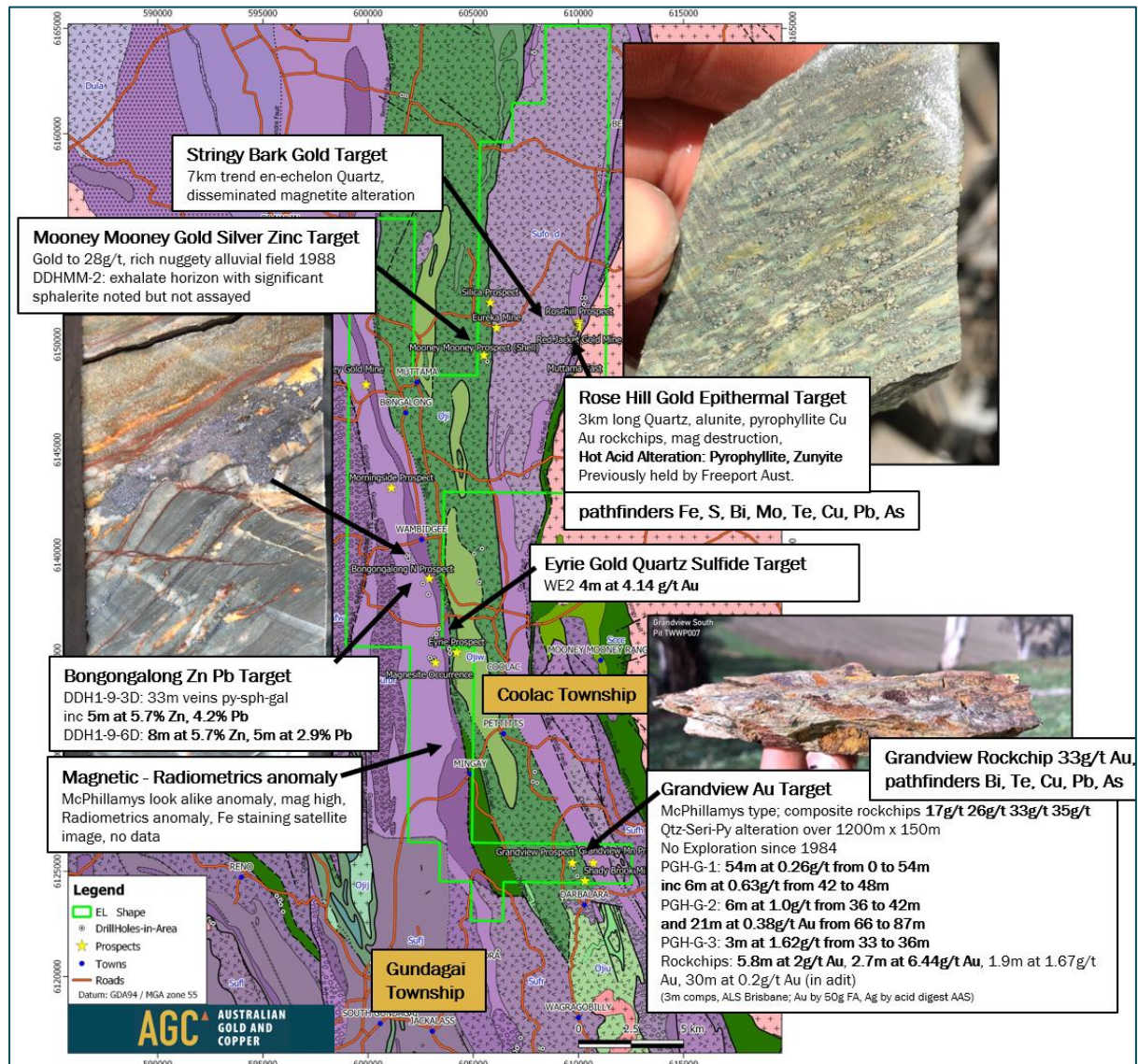


Figure 6: Exploration licence EL 8955, Gundagai geology overview map with target locations and highlights. All data from AGC ASX prospectus lodged 18th November 2020. Geology layer from NSW Geological Survey Seamless Geology mapping. All photos taken by AGC MD Glen Diemar. Drill core from the NSW Government W. B. Clarke Centre Drill Core Library, Sydney.

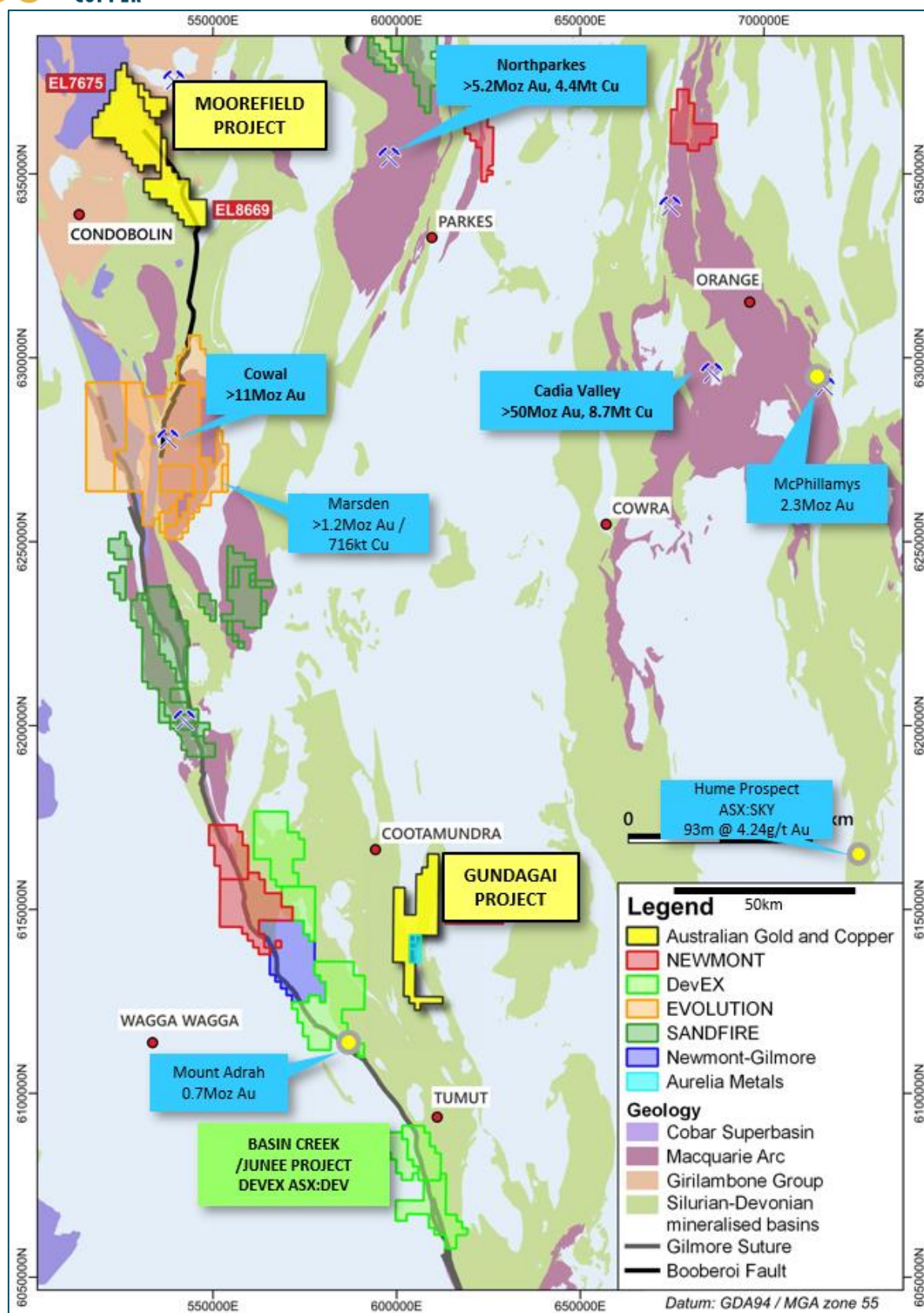


Figure 7. Location of the, Moorefield and Gundagai Projects in relation to major mines and deposits within the region, see p100 AGC ASX prospectus lodged 18th November 2020.

References

AGC ASX prospectus lodged 18th November 2020 p118-125 and appendixes within

This announcement has been approved for release by the Board of AGC.

ENDS

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Forward-Looking Statements

This announcement contains “forward-looking statements.” All statements other than those of historical facts included in this announcement are forward-looking statements. Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and based upon information currently available to the company and believed to have a reasonable basis. Although the company believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and no assurance can be given that these expectations will prove to be correct as actual results or developments may differ materially from those projected in the forward-looking statements. Forward-looking statements are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such forward-looking statements. Such risks include, but are not limited to, copper, gold, and other metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks and governmental regulation and judicial outcomes. Readers are cautioned not to place undue reliance on forward-looking statements due to the inherent uncertainty thereof. The forward-looking statements contain in this press release are made as of the date of this press release and except as may otherwise be required pursuant to applicable laws, the Company does not undertake any obligation to release publicly any revisions to any “forward-looking statement”.

Competent Persons Statement

The information in this document that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Glen Diemar who is a member of the Australian Institute of Geoscientists. Mr Diemar is a full-time employee of Australian Gold and Copper Limited, and is a shareholder, however Mr Diemar believes this shareholding does not create a conflict of interest, and Mr Diemar has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Diemar consents to the inclusion in this presentation of the matters based on his information in the form and context in which it appears.

Previously Reported Information

The information in this report that references previously reported exploration results is extracted from the Company’s ASX IPO Prospectus released on the date noted in the body of the text where that reference appears. The ASX IPO Prospectus is available to view on the Company’s website or on the ASX website (www.asx.com.au). The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person’s findings are presented have not been materially modified from the original market announcement.