

Government of Mali

Firefinch Limited (ASX:FFX) ("Firefinch", "FFX" or the "Company") wishes to respond to social media posts relating to correspondence between the Company and the Government of Mali ("the Government").

FFX confirms that it recently received a letter from the Minister of Mines, Mali ("**the letter**"). Firefinch has not received any court order. The letter stated, the Government will not approve any deed of sale of Firefinch's interest in Societe des Mines de Morila SA ("**Morila SA**") unless Firefinch resolves issues relating to Morila Gold Mine.

Firefinch once again emphasises that it is not a party to any agreements between Morila SA and its vendors and suppliers, nor is there any agreement between Firefinch and Morila SA that would require Firefinch to either continue to fund Morila SA, or meet its debts, or other liabilities. Shareholders are also reminded that FFX has already written down the value of its shareholding in Morila SA to nil.

While FFX considers that it has no liabilities relating to Morila Gold Mine, the Company has nevertheless agreed to enter into good faith discussions with the Government. The aim of Government meetings will be to resolve this matter and reach a solution that results in the Government supporting a potential transaction for the Company's sale of its interest in Morila SA. The disposal of Firefinch's interest in Morila SA to a party better positioned to fund the operation's ongoing significant development and capital requirements, will be for the benefit of all Morila Gold Mine stakeholders including employees, community and Government.

The preferred buyer for Firefinch's interest in Morila SA remains the West African contracting company referred to in the Company's 30th June 2023 ASX announcement. Firefinch will continue to negotiate with this buyer in parallel with Government meetings.

Firefinch directors continue to assess options to deliver value to all shareholders including driving and responding to potential corporate transactions, and preparing the process on returning the assets to shareholders. Either way the directors are committed to deliver results in the best interests of all shareholders.

Shareholders are reminded that any potential transaction to dispose of Morila SA, or a corporate transaction will require shareholder approval.

The Company will provide an update in due course.

This announcement has been approved for release to the ASX by the Board.