

17 November 2016

ASX Market Announcements
ASX Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000



ASX Code: EXG

Operations Update

Excelsior Gold Limited (ASX: **EXG**) ("Excelsior Gold" or the "Company") is pleased to provide a market update on the operations following on from the new geological model and pit design (*ASX announcement 14 October 2016 Operations Update*).

The Company remains on target to its December mined forecast expectations of 187,000 tonnes at an average mine claimed grade of 1.7g/t for 10,200 mined ounces (*ASX announcement 30 October 2016 Quarterly activities report*). Approximately 91,000 tonnes of ore at a mine claim grade of 1.84g/t (to be confirmed by grade determination test work) was mined during the month of October.

A total of approximately 79,000 wet tonnes of ore at a claimed grade of 1.57g/t was treated in October, with the lower grade being due to treating earlier mined material. The ore grade is scheduled to improve as the more recently mined material is delivered to the process plant.

Total Mining movement exceeded the schedule by 27% and the October strip ratio of 7.1:1 (BCM Ore to Waste) was slightly better than forecast.

EXG's Managing Director Mr Rowan Johnston said "it's pleasing to see the pit perform to the new design with strip ratios reducing and the grade increasing from the September quarter. Mining has again exceeded the mill throughput and we continue to build stockpiles on the RoM pad. The Company is taking steps to ensure it can treat all the ore that we mine in a timely manner, with discussions ongoing with the relevant parties."

For further information visit www.excelsiorgold.com.au or contact **Excelsior Gold Limited**

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