ASX ANNOUNCEMENT ASX: PGO

23 January 2017



GARRY MILLS TO BE APPOINTED MANAGING DIRECTOR OF PRIMARY GOLD

HIGHLIGHTS

- Garry Mills appointed Managing Director effective 1 March 2017
- Strong mining engineering background with over 30 years experience in operating gold mines
- Significant experience in feasibility studies and project construction

Primary Gold Limited (ASX: PGO) is pleased to announce that Mr Garry Mills has been appointed as Managing Director commencing 1 March 2017 to lead the Company's development of the Mount Bundy and Coolgardie Gold Projects.

Garry is a Mining Engineer with over 30 years of operating experience in middle and senior management levels in a range of progressive technical and hands on positions within the mining industry. Garry has operating and management experience in both open cut and underground mines in gold and base metals. He has operated throughout Australia and Africa at Mine Manager, Chief Operating Officer and VP Operations levels.

Garry is currently the General Manager at Northern Star Resources Limited and was previously Operations Manager at Dominion Mining Limited where he was instrumental in turning around the performance of its Challenger Gold Mine in South Australia. He has extensive experience in narrow vein gold mining starting at Coolgardie Gold's mines which has long been regarded as the pioneer of mechanised narrow vein gold mining. He was the COO of Norseman Gold where he developed mechanised mining of horizontal narrow gold veins. Garry has been involved in resurrecting some of Australia and South Africa's more successful underground and open pit gold mines including Jundee, Paulsens, Agnew, Lihir and South Deeps.

Garry has significant experience in feasibility studies, project construction and strategic, middle and short term planning for effective mine operation from exploration to metal production. His narrow vein gold mining experience will be invaluable to Primary as it looks to recommence mining operations at both its Tom's Gully and Coolgardie operations.

Garry joined the Board of Primary Gold in March 2016 as a non-executive director. With the appointment of Garry as Managing Director, the Company will be evaluating the current Board composition over the coming months to ensure the appropriate mix of skills and experience are represented.

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Remuneration

The key terms of Mr Mills's appointment as Managing Director are:

- base salary of \$350,000 inclusive of statutory superannuation;
- 10,000,000 unquoted options over shares in the Company (subject to shareholder approval) with an exercise price of 130% of the volume weighted average price for the 5 trading day period prior to issue and expiring three years from the date of issue; and
- a termination notice period of 3 months.

For more information, please contact:

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