

**Centennial Mining
Limited**

ABN 50 149 308 921

ASX: CTL

Investment Highlights:

A1 Gold Mine

Operating mine site including underground development and infrastructure

Mineral Resources in accordance with the JORC Code (2012)

Indicated – 250,000 t @ 5.1 g/t for 41,200 oz Au

Inferred – 1,170,000t @ 6.4 g/t for 240,000 oz Au

Maldon Gold Operations

Operational 120 - 150,000tpa gold processing facility, Union Hill Mine, including underground development & infrastructure

Executive Chairman

Dale Rogers

Non-Executive Directors

Jamie Cullen

Anthony Gray

Company Secretary

Dennis Wilkins

Capital Structure:

705,444,920 Ordinary Shares

288,557,631 Listed Options

82,000,000 Unlisted Options

71,428,565 Convertible Notes

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ASX Release – 12th April 2017

Operational Update

Centennial Mining Limited (ASX: CTL) (**Centennial** or the **Company**) is pleased to provide a summary of the highlights for the Quarter ending 31st March, 2017.

A more detailed Activities report will be included with the Quarterly Cash flow statement at the end of April.

Highlights:

- ❖ **Gold production exceeded guidance for the Quarter**
- ❖ **Quarterly Gold deliveries were a new record of 4,632oz**
- ❖ **Gold and silver sales generated revenue of \$7.4 million**
- ❖ **Centennial was cash flow positive for the Quarter**
- ❖ **Gold sales averaged \$1,610 per ounce for the Quarter**
- ❖ **New Record Mill throughput**
 - **25,457t at 6.29g/t and 90.4% recovery**
- ❖ **New Record Mine Production**
- ❖ **The Company's balance sheet strengthened from 31 December 2016 with cash and gold increasing to \$1.3 million and creditors reducing**
- ❖ **Centennial completed the transition to owner operating at the A1 Mine**
- ❖ **Significant Capital upgrades to Centennial's mining fleet undertaken during the Quarter**

Gold production and gold sales for the March Quarter set new records for the Company with 4,632 ounces delivered to the Mint. This was an increase of **24%** from the previous record set in the last Quarter.

The increased production was a result of record mining and milling tonnages for the March Quarter. The milled tonnes, for the March Quarter were;

- o 25,457t at 6.29g/t and 90.43% recovery

This was an increase from the previous production record for the Porcupine Flat processing facility set in the December 2016 Quarter of;

- o 21,810t at 5.95g/t and 90.0% recovery

With an average sale price of \$1,610.1 per ounce for the Quarter, revenue generated for the March Quarter was also a new record at \$7.4 million. This was an increase of **23%** on the previous Quarter's record.

As a result of increased revenues Centennial was cash flow positive from Operations for the March Quarter, a first for the Company. This historic milestone is the culmination of the significant effort of Management over the previous 9 months.

There was a moderate increase in cash in bank and gold at the Perth Mint, to \$1.3 million, compared with the end of the December 2016 Quarter.

The mining contractor, PYBAR, finished their contract at the A1 Mine on 31st January and demobilised from site in early February. As a result, there were additional once off costs during the Quarter associated with refurbishing and upgrading the Company's mining fleet, recruiting and training employees, inductions and mobilisation to site of the workforce.

As a result of focussed Management and concerted effort by Centennial employees this transition was managed well and disruptions to mining activities were minimised during the Quarter. Management are confident that this initiative will lead to material cost reductions.

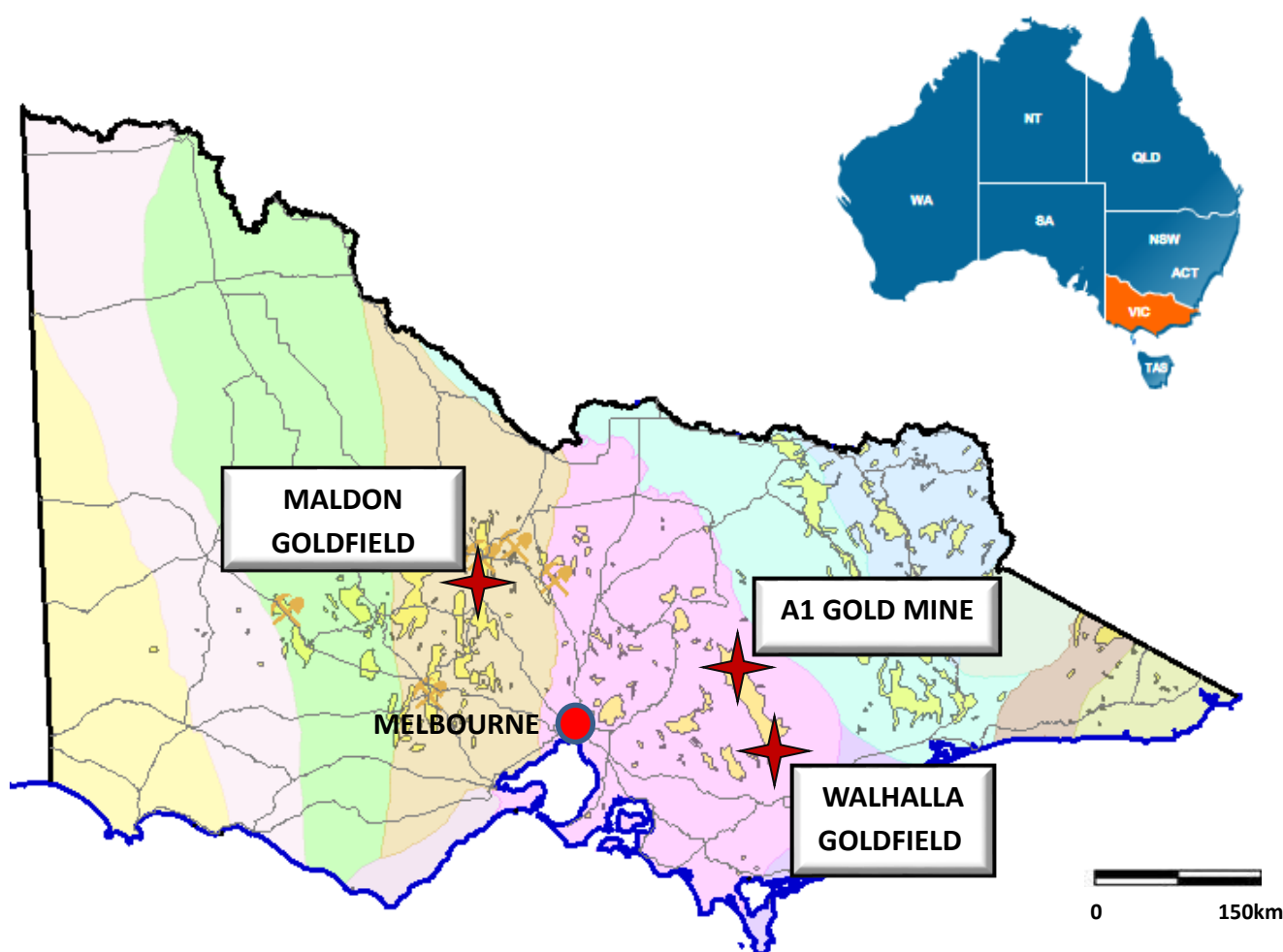
The Board notes there was a significant increase in the volume of shares and options bought and sold in Centennial during the Quarter. The share register shows that parties associated with and/or linked to a former Director of the Company sold out of their holdings during the Quarter by some 55 million to 60 million shares.

About the Company

Centennial Mining Limited is an emerging junior Victorian gold producer that is developing and producing from the A1 Gold Mine near Woods Point, Victoria. Ore mined from the A1 Gold Mine is trucked to the Company's fully permitted and operations processing facility at Porcupine Flat, near Maldon.

The Company also owns the Union Hill Mine at Maldon and the Eureka and Tubal Cain deposits near Walhalla. Both of these locations are being assessed with the aim of adding to the expected production profile from the A1 Gold Mine in the medium term.

Location of Projects



Caution Regarding Forward Looking Information

This document may contain forward looking statements concerning Centennial Mining Limited. Forward looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward looking statements as a result of a variety of risks, uncertainties, and other factors. Forward looking statements are inherently subject to business, economic, competitive, political, and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes. Forward looking statements in this document are based Centennial Mining's beliefs, opinions and estimates of Centennial Mining's as of the dates the forward looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future development.

Compliance Statements

The information in this document that relates to the Phase 1 Resource at the A1 Gold Mine is extracted from the Company's (then named A1 Consolidated Gold Ltd ASX - AYC) ASX announcement dated 8 July 2016 and is available to view on the Company's website. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original announcement and that all material assumptions and technical parameters underpinning the estimates in the original announcement continue to apply and have not materially changed.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based geological information compiled by Mr Peter de Vries, a consulting geologist, on behalf of Centennial Mining Limited. Mr de Vries is a member of the Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists and is a Competent Person as defined by the 2012 JORC Code, having more than five years' experience which is relevant to the style of mineralisation and type of deposit described in this report, and to the activity for which he is accepting responsibility. Mr de Vries consents to the publishing of the information in this report in the form and context in which it appears.