

## **Amended Agreement for Julie West Acquisition**

West African gold explorer and developer Azumah Resources Limited (ASX: AZM) (“Azumah” or the “Company”) advises that it has agreed to pay Castle Minerals Limited (ASX:CDT) (“Castle”) the final \$250,000 cash component of the purchase price owing in respect to the acquisition of the Julie West prospecting licence, notwithstanding that the consent of the Ghana Minister of Mines and Natural Resources to the transfer of legal title to that licence remains outstanding.

The payment of this residual amount ensures that the acquisition of the Julie West prospecting licence can proceed (subject to receipt of the required regulatory approval) on the same terms as originally agreed pursuant to the Julie West Put Option and Sale Agreement entered into with Castle (refer ASX release 27 April 2016).

The Julie West licence is currently held by Castle’s wholly owned Ghanaian subsidiary, Carlie Mining Limited (“Carlie”) and hosts the Julie West and Danyawu Ore Reserves of 49,300oz and 10,500oz respectively and the Julie West, Danyawu and Alpha-Bravo Mineral Resources of 64,100oz, 16,000oz and 20,000oz respectively (Tables A and B).

Obtaining the required regulatory approval to transfer the Julie West prospecting licence from Carlie to Phoenix Resources Limited (a wholly-owned subsidiary of Azumah Resources Ghana Limited, the owner of the Wa Gold Project and the company in which Azumah currently holds a majority 57.5% interest)(“Phoenix”) has been protracted due to complexities associated with the original ownership of the licence and Phoenix’s subsequent acquisition of the right to acquire that licence under the Put Option and Sale Agreement.

Phoenix and Castle have agreed to continue to use their best endeavours to obtain the consent of the Ghana Minister of Lands and Natural Resources to the transfer of legal title to the Julie West licence to Phoenix.

Azumah is not aware of any impediment to the Ghana Minister of Lands and Natural Resources approving the transfer of legal title to the Julie West prospecting licence. However, until the transfer of legal title to the licence takes place, Castle will retain certain clawback rights should Phoenix fail to maintain the licence in good standing or incur material environmental liabilities in respect to the licence.

Pursuant to the Option Agreement, Carlie will retain a 4% net smelter precious metal royalty over the licence.

**For further information, please contact:**

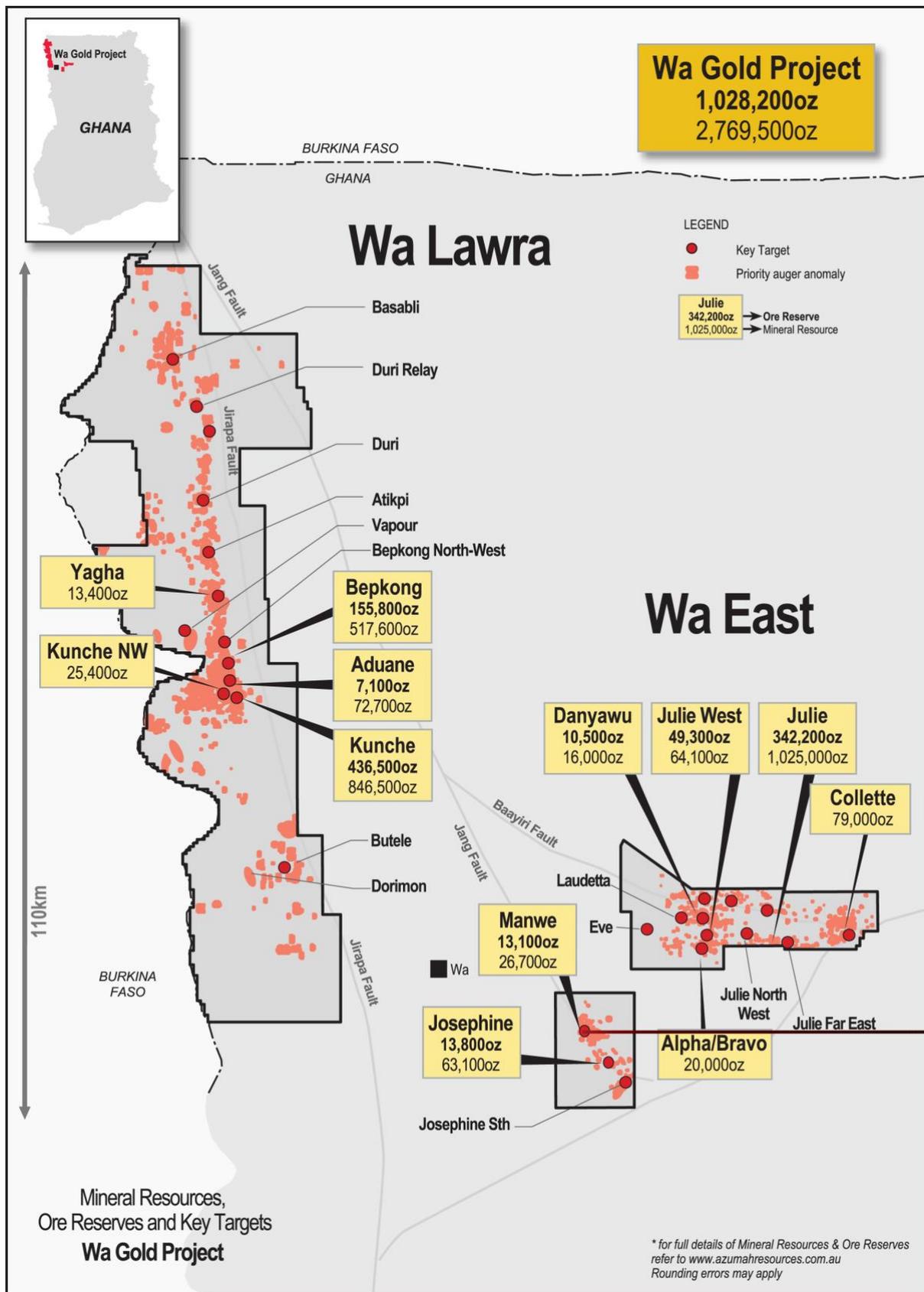
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## About Azumah Resources Limited

Azumah Resources Limited is a Perth-based, ASX-listed (ASX: AZM) company focused on exploring and developing the regional-scale Wa Gold Project in the Upper West Region of Ghana, West Africa (Project). All of Azumah's Ghana interests are held through Azumah Resources Ghana Limited (AZG), a company in which Azumah currently holds a 57.5% shareholding.

Three main deposits have been discovered and extensively drilled at Kunche and Bepkong, adjacent to the Black Volta River and Ghana's border with Burkina Faso, and at Julie approximately 80km to the east.

Several satellite deposits including Aduane, Kunche Northwest, Yagha, Julie West, Danyawu, Alpha/Bravo, Josephine and Collette have also been discovered and delineated.

To date, the Company has estimated a JORC 2012 Mineral Resource of 2.8Moz of gold grading 1.7g/t Au, including 1.8Moz Measured and Indicated grading 1.8g/t Au. These are evenly distributed between the Kunche-Bepkong and Wa East (Julie deposit etc.) camps.

In January 2019, an Ore Reserve estimate of 1,028,000oz (18Mt at 1.77g/t Au)(JORC 2012) was reported. A Feasibility Study is scheduled for finalisation in early-2020 and a development decision is expected to be made shortly thereafter.

Extensive metallurgical test work has confirmed a high average overall gold recovery of ~92% for the combined Kunche, Bepkong and Julie deposits.

Mineral Resources have been progressively grown through a focused, systematic approach to the exploration of the Company's 2,400km<sup>2</sup> licence holdings. These encompass large tracts of prospective Birimian terrain, the rocks that host the majority of West Africa's gold mines.

Much of the tenure is covered in soil, alluvium or laterite, so most discoveries have been 'blind'. Azumah anticipates Mineral Resources will substantially grow as AZG continues to generate and test its extensive pipeline of targets.

AZG has two 15-year Mining Leases over its principal deposits (the Ghana Government holds a 10% free carried interest in their 'rights and obligations' and is also entitled to a 5% gross gold royalty).

No technical, social or environmental impediments to development have been identified, no communities need to be relocated and rehoused, and there is strong support from key stakeholders for the Project.

The Project benefits from excellent regional infrastructure including grid power to site; good quality bituminised and non-bituminised roads, easy access to water, a 2km sealed airstrip at the regional centre of Wa and good general communications.

## Ibaera Funding Transaction

In 2017 Azumah executed an Earn-In and Shareholders Agreement (EISA) with private equity group, Ibaera Capital GP Limited (Ibaera), whereby Ibaera has since earned a 42.5% interest in AZG, and therefore the Wa Gold Project, by spending US\$11.25M over two years (ASX release 11 July 2019). On 24 July 2019, Azumah advised that it had elected to allow Ibaera to sole fund the next approved US\$2.25M budget and programme that is expected to see the Feasibility Study completed ("Additional Earn-In Funding"). Upon funding the Additional Earn-In Funding, Ibaera will earn an additional 4% interest in AZG, total 46.5%, with Azumah retaining majority ownership at 53.5% (refer ASX release 11 September 2019).

Ibaera's owners, principals and management are all highly regarded geologists, engineers and financiers and, pursuant to the EISA, are now managing all facets of the Project.

## Previously reported information

This report includes information that relates to Ore Reserves, Mineral Resources, Pre-Feasibility Study results, Production Targets and forecast financial information derived from Production Targets and Exploration Results which were prepared and first disclosed under JORC Code 2012. The information was extracted from the Company's previous ASX announcements as follows:

- Mineral Resources: 2 September 2014 "Azumah Increases Ore Reserves 45%"
- Mineral Resources: 28 September 2018 "Mineral Resources Increased 21% to 2.5Moz"

- Ore Reserves: 30 January 2019 “Ore Reserve and Study Progress Update”
- Mineral Resources: 2 July 2019 “Maiden Bepkong Underground Mineral Resource of 279,700oz at 3.59g/t Au”
- Scoping Study: 5 August 2019 “Bepkong Underground Scoping Study”

The Company confirms it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of reporting of Ore Reserves and Mineral Resources, and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which any Competent Person’s findings are presented have not been materially modified from the original market announcement.

Statements of Competent Persons for the various Mineral Resource Estimates and Ore Reserve Estimates can all be found on the Company’s website at: [http://www.azumahresource.com.au/projects-competent\\_persons.php](http://www.azumahresource.com.au/projects-competent_persons.php)

### **Forward-Looking Statements**

All statements other than statements of historical fact included in this document including, without limitation, statements regarding plans and objectives of Azumah, are forward-looking statements. Forward-looking statements can be identified by words such as ‘anticipate’, ‘believe’, ‘could’, ‘estimate’, ‘expect’, ‘future’, ‘intend’, ‘may’, ‘opportunity’, ‘plan’, ‘potential’, ‘project’, ‘seek’, ‘will’ and other similar words that involve risks and uncertainties. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that are expected to take place. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, its directors and management of Azumah that could cause Azumah’s actual results to differ materially from the results expressed or anticipated in these statements.

The Company cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained on this website will occur and investors are cautioned not to place any reliance on these forward-looking statements. Azumah does not undertake to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained on this website, except where required by applicable law and stock exchange listing requirements.

**Table A: Mineral Resource Estimate – JORC Code 2012 – Updated 19 June 2019**

Deposit	Measured				Indicated			Measured + Indicated			Inferred			Grand Total		
	Cut-Off Au g/t	Tonnes (Kt)	Au g/t	Ounces	Tonnes (Kt)	Au g/t	Ounces	Tonnes (Kt)	Au g/t	Ounces	Tonnes (Kt)	Au g/t	Ounces	Tonnes (Kt)	Au g/t	Ounces
<b>Wa-Lawra:</b>																
Kunche	0.5	8,835	1.6	446,000	3,404	1.3	145,000	12,239	1.5	591,000	7,616	1.0	255,700	19,855	1.3	<b>846,500</b>
Bepkong o/c	0.5	3,163	1.8	185,000	728	1.4	33,000	3,704	1.7	218,000	462	1.4	20,000	4,354	1.7	<b>237,900</b>
Bepkong u/g	2.0	16	4.3	2	1,270	4.1	165,000	1,286	4.1	168,000	1,138	3.1	112,000	2,424	3.6	<b>279,700</b>
Aduane	0.5				322	1.2	12,800	322	1.2	12,800	1,491	1.3	59,900	1,812	1.3	<b>72,700</b>
Kunche NW	0.5										694	1.1	25,400	694	1.1	<b>25,400</b>
Yagha	0.5										333	1.3	13,400	333	1.3	<b>13,400</b>
<b>Wa East:</b>																
Julie	0.5	1,490	2.1	101,000	9,300	1.9	572,100	10,790	1.9	673,000	6,360	1.7	352,000	17,150	1.9	<b>1,025,000</b>
Collette	0.5										1,690	1.5	79,000	1,690	1.5	<b>79,000</b>
Julie West	1.0				455	4.0	58,900	455	4.0	58,900	68	2.4	5,100	523	3.8	<b>64,100</b>
Danyawu	1.0				105	4.2	14,200	105	4.2	14,200	38	1.5	1,800	143	3.5	<b>16,000</b>
Alpha/Bravo	1.0										148	4.2	20,000	148	4.2	<b>20,000</b>
Josephine	1.0				709	1.5	34,500	709	1.5	34,500	580	1.5	28,600	1,290	1.5	<b>63,100</b>
Manwe	1.0				257	2.1	17,300	257	2.1	17,300	192	1.5	9,400	450	1.9	<b>26,700</b>
<b>Total</b>		<b>13,504</b>	<b>1.7</b>	<b>732,002</b>	<b>16,550</b>	<b>2.0</b>	<b>1,052,800</b>	<b>29,867</b>	<b>1.8</b>	<b>1,787,700</b>	<b>20,810</b>	<b>1.5</b>	<b>982,300</b>	<b>50,866</b>	<b>1.7</b>	<b>2,769,500</b>

- Note: Values have been rounded.
- A lower cut-off of 0.5g/t Au was used for Kunche, Bepkong o/c (open-cut), Aduane, Julie and Collette, and a lower cut-off of 1.0g/t Au was used for Julie West and Danyawu. A lower cut-off of 2.0g/t was used for Bepkong u/g (underground).
- Mineral Resources are inclusive of Ore Reserves in Table B.

**Table B: Ore Reserve Summary – JORC Code 2012 – Updated 30 January 2019**

(As at January 2019)	Proved			Probable			Total		
	Tonnes (Mt)	Grade g/t Au	Gold oz	Tonnes (Mt)	Grade g/t Au	Gold Oz	Tonnes (Mt)	Grade g/t Au	Gold oz
Kunche	8.0	1.51	388,600	0.9	1.65	47,900	8.9	1.52	436,500
Bepkong	2.4	1.65	124,400	0.7	1.41	31,300	3.0	1.59	155,800
Aduane				0.2	1.11	7,100	0.2	1.11	7,100
Julie	1.2	2.11	83,600	3.6	2.24	258,600	4.8	2.21	342,200
Julie West				0.4	3.59	49,300	0.4	3.59	49,300
Danyawu				0.1	4.63	10,500	0.1	4.63	10,500
Josephine				0.3	1.29	13,800	0.3	1.29	13,800
Manwe				0.2	1.91	13,100	0.2	1.91	13,100
<b>Total</b>	<b>11.6</b>	<b>1.60</b>	<b>596,700</b>	<b>6.4</b>	<b>2.09</b>	<b>431,500</b>	<b>18.0</b>	<b>1.77</b>	<b>1,028,200</b>

Note: Values have been rounded