

VUZEL GOLD PROJECT PERMITTING UPDATE

OVERVIEW

- Project advanced in the permitting process
- No public objections received in regard to award of the Vuzel exploration permit
- Company expects Exploration Agreement proposal from Ministry in the near term
- Drill testing to be advanced as quickly as possible after final agreements executed
- High grade target defined on the project includes historic channel Rock chip results (Refer previous Company announcement 12th June 2019¹):
 - 45m @ 1.48 g/t Au AND 63m @ 2.55 g/t Au, which includes 33m @ 3.42 g/t Au and 3m @ 15.46 g/t Au
 - 24m @ 2.79 g/t Au, which includes 6m @ 9.31 g/t Au
 - 66m @ 1 g/t Au
 - 99m @ 2.48 g/t Au, which includes 12m @ 11.78 g/t Au
 - 48m @ 4.96 g/t Au, which includes 24m @ 7.78 g/t Au and 6m @ 20.99 g/t Au

¹<https://www.asx.com.au/asxpdf/20190612/pdf/445s43rw352v70.pdf>

Raiden Resources Limited (ASX: RDN) ('Raiden' or 'the Company') is pleased to announce an update in regard to permitting status of the Vuzel project.

Dusko Ljubojevic, Managing Director of Raiden commented:

"The Vuzel epithermal gold project represents Raiden with one of the most exciting prospects in our portfolio of targets. The high grade historical gold results on Vuzel present the Company with a well-defined, high-grade gold drill target. We are pleased that the permitting of the exploration license is

QUICK STATS

ASX Code: RDN

Shares on Issue: 431.4 million

Market Cap: ~\$2.59 million

BOARD & MANAGEMENT

Non- Executive Chairman

Mr Michael Davy

Managing Director

Mr Dusko Ljubojevic

Non-Executive Director

Mr Martin Pawlitschek

Company Secretary

Ms Kyla Garic

ASSET PORTFOLIO

Stara Planina - Serbia

(JV with local entity – path to 100% - 46km²)

Donje Nevlje - Serbia

(100% – 74km²)

Majdanpek West - Serbia

(100% - 76km²)

Zupa - Serbia

(100% Raiden – 85km²)

Kalabak - Bulgaria

(JV with QX Metals, path to 75% - ~195km²)

Zlatusha - Bulgaria

(Pending final signature – Jv with QX Metals, path to 75% - ~195km²)

Vuzel - Bulgaria

(JV with local entity – path to 100% - ~26.5km²)

progressing in a positive direction and we anticipate that final approval will be received to pave the way for drill testing the prospect soon."

Vuzel project permitting

During the first quarter of 2020, the Vendor of the Vuzel project was informed by the Bulgarian Ministry of Energy ('Ministry'), that the award of the Vuzel license to the Vendor was advertised in the government gazette, as well as, in other publications, with the objective of allowing the public to express objections to the award of the exploration license to the vendor. No objections were received by the Ministry. This is a positive outcome of a key step in the permitting process, which will now progress to the final Exploration Agreement between the Vendor and the Ministry, detailing the expected work programs.

The Company expects that the Vendor will receive a proposal of the 'Exploration Agreement' from the Ministry in the near term and will review this with the Vendor on execution of this document. The Company will have the opportunity and option to conduct its' final due diligence (see terms of the agreement with vendor below), upon which the Company can elect to proceed with exploration activities, which will focus on drill testing the mineralised targets defined by high grade historical channel samples.

Vuzel project highlights

In 2019, before entering into the Agreement, the Company had reviewed the available historical data from the project area. Historical work consisted of geochemical soil sampling; geological and alteration mapping; channel rock chip sampling over areas with outcropping mineralisation and a short drilling program by Gramex. The program included only four shallow drill holes, all of which reported encouraging gold values. Most of the work was focused in the vicinity of the historical mining sites located in the central part of a mapped 3 km x 1km alteration zone. The zone of historical workings contains many adits, shafts, small pits and mining dumps, which are concentrated in the main target zone over an approximate one square kilometer area.

Notably, the rock sampling defines a number of high grade structures within a broad lower grade mineralisation. The Company expects that the historical mining within the central area was focused on similar high-grade zones within a larger mineralised zone. On the basis of the historical results, the Company will be targeting outcropping high-grade mineralisation and aim to delineate the structures which control the mineralisation. In addition to the structures and mineralized zones outlined by the historic data, the Company will design its program so that the contact of the mineralized sediments and basement rocks can also be tested. This basal contact is a key setting for high grade mineralisation at the Ada Tepe deposit (Dundee Precious Minerals), located approximately 30km to the east of the Vuzel project.

The Company cautions, that the sampling results are historical in nature and have not been verified by the Company to date. Furthermore, the nature of the sampling program (Channel rock sampling), may not be representative of the average grades within the sampled intervals and more rigorous trench sampling and drilling activities need to be implemented in order to evaluate the potential of the permit. The Company is only treating the results as an indication that gold is present in the prospect and will be used only to guide future exploration. As soon as the final project license permissions have been granted by the Bulgarian Ministry of Energy ("Ministry"), the Company plans to verify the historical results, as well as define targets and drill test them as soon as practical.

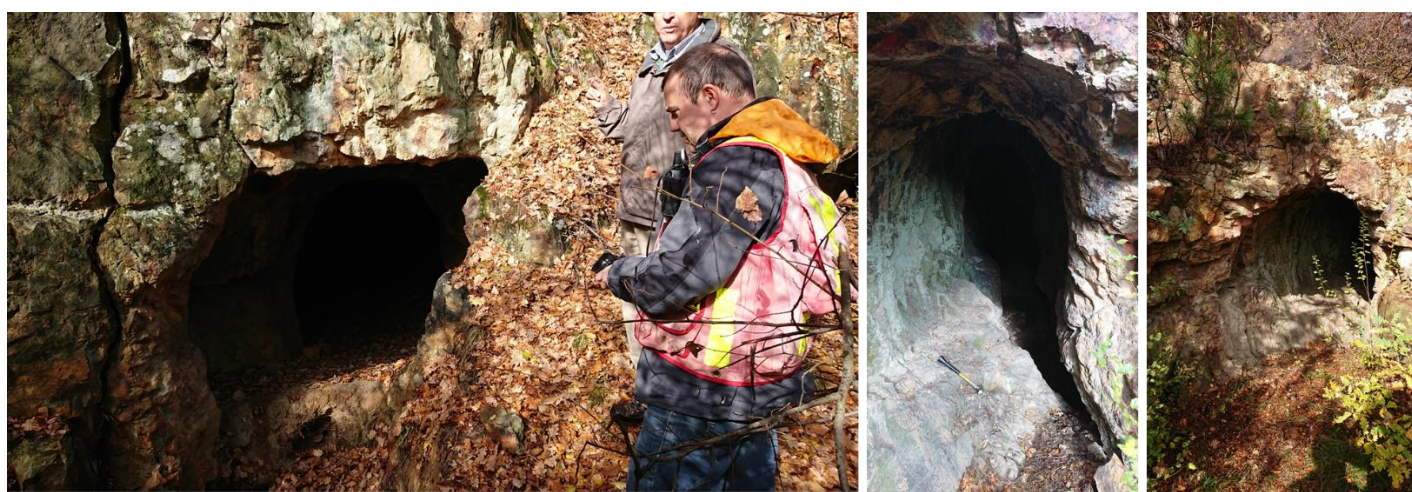


Figure 1 – The central target area, which is defined by historical high-grade channel sampling results, is also coincident with historical mine workings. A number of shafts, adits and surface workings were observed in the field

For further technical details in regard to the Vuzel project, please refer to Company's previous announcement on the 12th of June 2019, which details all the historical work and results.

<https://www.asx.com.au/asxpdf/20190612/pdf/445s43rw352v70.pdf>



Figure 2 – The low sulphidation gold system is defined by alteration within the sedimentary sequence (sandstone and conglomerate units), which overlies the basement rocks. This geological setting and style of mineralisation is comparable to the setting of the Ada Tepe gold deposit (Dundee Precious Metals), located approximately 30km east of the Vuzel project

Vuzel project earn-in and option terms

Under the terms of the agreement, the Company has the option to earn into the Vuzel license under the following terms:

On final grant of the project by the Bulgarian Ministry of Energy, the Company has the exclusive right to conduct a legal and technical due diligence on the Vuzel license to determine if it wishes to proceed with the agreement. On satisfactory completion of the due diligence, the parties will form a joint venture company and submit a request to the Ministry to transfer the permit into the joint venture company.

Stage 1 Earn-in Raiden has the option to sole fund AUD\$350k of exploration expenditure within 24 months from the exploration agreement coming into effect, to earn a 51% project level interest

Stage 2 Earn-in Raiden has the option to sole fund an additional AUD\$650k of exploration expenditure within the following 24 months from the completion of Stage 1 to earn a 75% project level interest

Stage 3 Earn-in Subject to Raiden completing the Stage 2 Earn-in and having maintained its Participating Interest at 75% or greater, Raiden will have the right to earn up to a total 90% interest in the JV Company by defining a resource reported under the JORC code

Option to Purchase

The Company also has the exclusive right, exercisable at its discretion, to purchase 100% of the project from Ridge and the rights to the project under the following terms;

- At any time within the first 12 months of the exploration agreement coming into effect, Raiden can at its election make a AUD\$100k cash payment OR AUD50k cash payment and a further AUD50k equivalent in Raiden shares (at an issue price based on 30 day VWAP) to the vendor
- At any time during the 12-month period commencing 12 months from the date of signing of the Exploration Agreement, Raiden may acquire a 100% interest in the Vuzel Permit through acquisition of a 100% Participating Interest in the JV Company by paying either (at the election of Raiden):
 - a) paying AUD\$300,000 to the bank account nominated by Ridge Consultants; or
 - b) paying AUD\$150,000 to the bank account nominated by Ridge Consultants and issuing to Ridge Consultants that number of Shares with a total value of AUD\$150,000 based on an issue price per share equivalent to the 30 Day VWAP; and
- if Raiden gives a Stage 2 Earn In Notice, at any time during the 12 month period commencing 24 months after the date of signing of the Exploration Agreement, Raiden may acquire a 100% interest in the Vuzel Permit by paying either (at the election to Raiden):
 - a) paying AUD\$400,000 to the bank account nominated by Ridge Consultants; or
 - b) paying AUD\$200,000 to the bank account nominated by Ridge Consultants and issuing to Ridge Consultants that number of Shares with a total value of AUD\$200,000 based on an issue price per share equivalent to the 30 Day VWAP.

This ASX announcement has been authorised for release by the Board of Raiden Resources Limited.

FOR FURTHER INFORMATION PLEASE CONTACT:

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Managing Director

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Competent Person's Statement

The information in this announcement that relates to exploration results is based on and fairly represents information and supporting documentation prepared by Mr Martin Pawlitschek, a competent person who is a member of the Australian Institute of Geoscientists (AIG). Mr Martin Pawlitschek is employed by Raiden Resources Limited. Mr Martin Pawlitschek has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 edition of the JORC Code. Mr Martin Pawlitschek has provided his prior written consent as to the form and context in which the exploration results and the supporting information are presented in this announcement.

Disclaimer:

Forward-looking statements are statements that are not historical facts. Words such as "expect(s)", "feel(s)", "believe(s)", "will", "may", "anticipate(s)", "potential(s)" and similar expressions are intended to identify forward-looking statements. These statements include, but are not limited to statements regarding future production, resources or reserves and exploration results. All of such statements are subject to certain risks and uncertainties, many of which are difficult to predict and generally beyond the control of the Company, that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. These risks and uncertainties include, but are not limited to: (i) those relating to the interpretation of drill results, the geology, grade and continuity of mineral deposits and conclusions of economic evaluations, (ii) risks relating to possible variations in reserves, grade, planned mining dilution and ore loss, or recovery rates and changes in project parameters as plans continue to be refined, (iii) the potential for delays in exploration or development activities or the completion of feasibility studies, (iv) risks related to commodity price and foreign exchange rate fluctuations, (v) risks related to failure to obtain adequate financing on a timely basis and on acceptable terms or delays in obtaining governmental approvals or in the completion of development or construction activities, and (vi) other risks and uncertainties related to the Company's prospects, properties and business strategy. Our audience is cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof, and we do not undertake any obligation to revise and disseminate forward-looking statements to reflect events or circumstances after the date hereof, or to reflect the occurrence of or non-occurrence of any events.

About Raiden Resources

Raiden Resources Limited (ASX: RDN) is an ASX listed copper—gold focused exploration Company focused on the emerging prolific Tethyan metallogenic belt in Eastern Europe, and has established a significant exploration footprint in Serbia and Bulgaria. Over the last 2 years, the Company has secured one of the largest project portfolios, considered prospective for porphyry and epithermal mineralisation in Eastern Europe. The Company has defined over 20 porphyry, epithermal and polymetallic prospects over the course of 2019 and the Directors believe that the Company is well positioned to unlock value from this exploration portfolio and deliver a significant mineral discovery.