

30 June 2020 Quarterly Report Highlights

African Gold Limited (**A1G** or the **Company**) has a significant and highly prospective portfolio of strategically located exploration properties in Cote d'Ivoire and Mali.

- During the Quarter, the Company announced results of the recently completed maiden RC and AC drill programmes at TD and Damba Massa prospects and regional targets, Falémé Project Area in West Mali. The project is located within the +45Moz producing Kedougou-Kenieba Inlier and within 10 kms of the regionally significant Senegal Mali Shear Zone.
- Results from RC drilling at TD and Damba Massa prospects returned significant gold intercepts with broad alteration pointing to a very large gold system. Best results include¹:
 - 1m @ 102.38 g/t Au from 56m in 19FARC008
 - 20m @ 1.19 g/t Au from 55m in 19FARC012
Incl. 4m @ 4.40g/t Au from 59m
 - 6m @ 3.08 g/t Au from 116m in 19FARC012
 - 5m @ 2.01 g/t Au from 55m in 19FARC011
- Assays from shallow wide spaced reconnaissance AC drilling returned extremely encouraging results with the discovery of **AT LEAST THREE NEW** mineralised systems under thin laterite cover. These represent first pass single traverses and mineralisation is open along strike. 30 holes out of 76 returned anomalous (+100 ppb Au) intercepts which will require follow up drilling. Best results include¹:
 - 10m @ 0.91 g/t Au from 26m in 19FAAC078
 - 20m @ 1.15 g/t Au from 4m in 19FAAC069
 - 12m @ 1.10 g/t Au from 0m in 19FAAC077
- Infill soil sampling results from Samanafoulou confirmed and further defined a 6 km x 2km coherent gold-in-soil anomaly. Bedrock source of anomalism yet to be established.
- There has been limited field activity during the June Quarter due to travel restrictions both locally and internationally due to the Covid-19 pandemic and associated containment measures.
- A1G acquired an option to more ground in the KKI, west Mali. The Kofi Quest permit immediately adjacent to the our Walia permit, immediately to the north and west of Barrick's Loulou Mining Lease and Endeavour Mining's Kofi Permit. It covers the hanging wall to the Senegal Mali Shear Zone.
- Company to consider opportunities to raise capital to bolster current cash reserves of approximately \$490k to fund post-wet season drill programs in Q4 2020



“West Mali Project – Significant & highly prospective strategic landholding in major gold producing district in Mali”

“Agboville Gold Project – Maiden drill testing of a major gold anomaly in a highly prospective terrain returns positive results”

“Focused on delivering shareholder wealth through the identification, exploration & development of significant mineral properties in Africa”

CORPORATE DIRECTORY

Executive Chairman
Evan Cranston

CEO & Exploration Manager
Glen Edwards

Non-Executive Director
Tolga Kumova

Non-Executive Director
Mathew O’Hara

Company Secretary
Oonagh Malone

CONTACT DETAILS

Principal & Registered Office
Suite 23, 513 Hay Street,
Subiaco, WA, 6008
E: admin@african-gold.com

EXPLORATION

African Gold Limited has a significant and highly prospective portfolio of strategic exploration properties in Cote d'Ivoire and Mali (Figure 1). Permits are located close to known controlling mineralized structures in belts with multiple, multimillion-ounce gold deposits and mines.

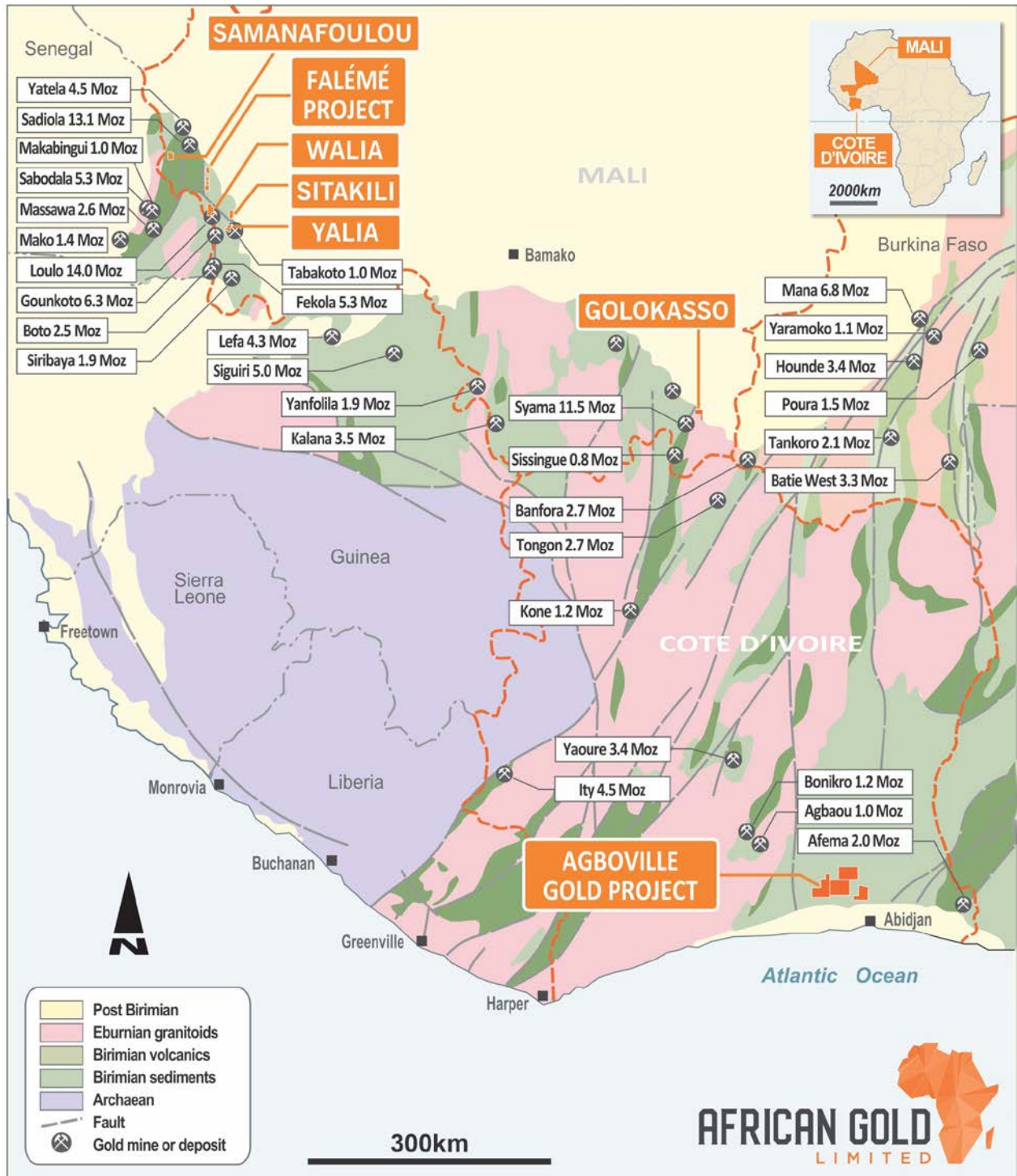


Figure 1: African Gold Project / Permit Locations (orange) on simplified regional geology with only the most significant gold deposits in West Africa.

WEST MALI – KEDOUGOU – KRNEIBA INLIER

Eight of the nine permits held by A1G in Mali are located within the Kedougou Kenieba Inlier (KKI) in Western Mali (Figure 2). The remaining permit is located along strike from the Syama Gold Mine in southern Mali. With all, except one, of the KKI permits being located on or in the hanging wall to the Senegal Mali Shear Zone (SMSZ) and the exception located to the Mali Transcurrent Fault Zone (MTFZ).

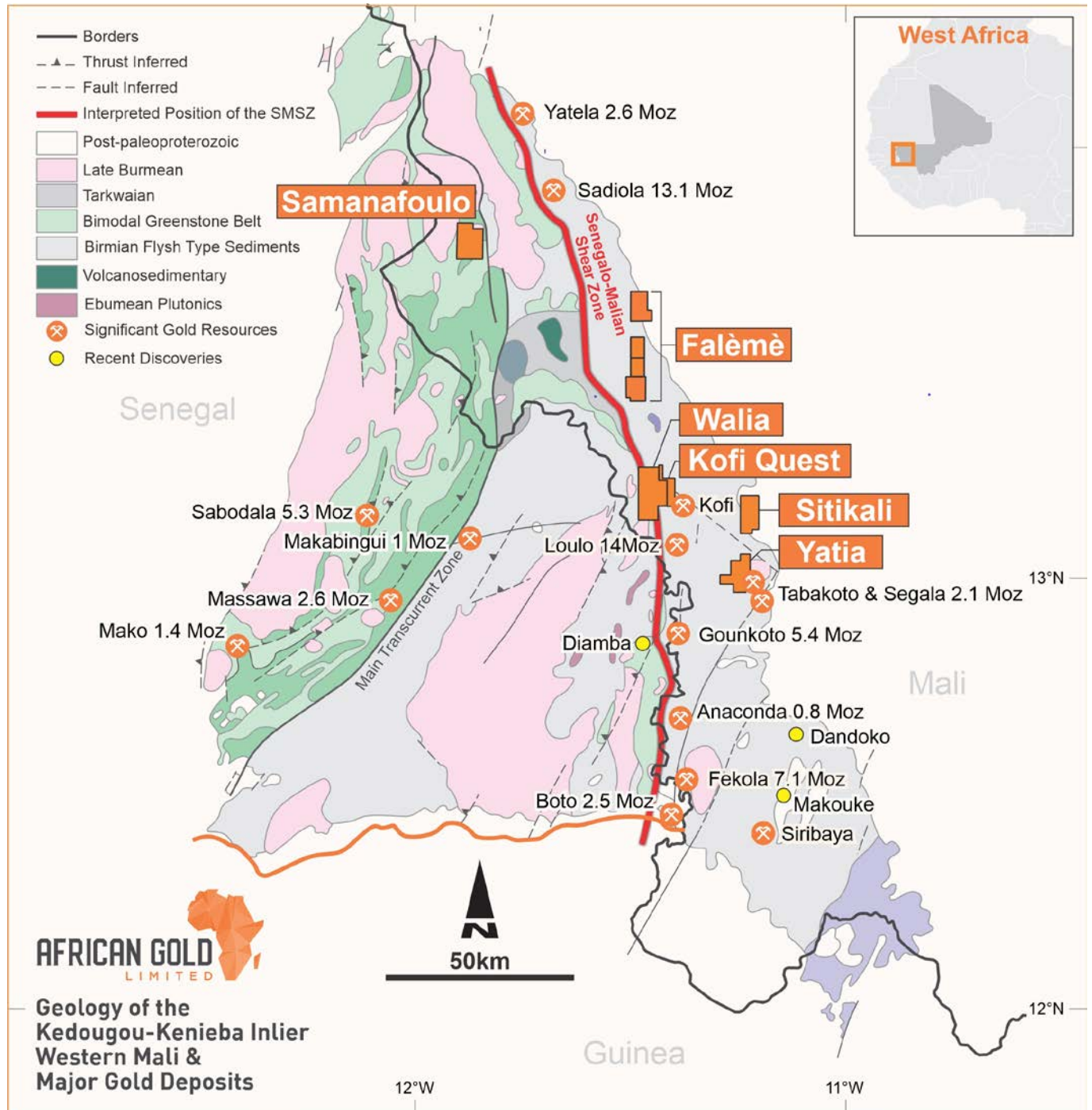


Figure 2: A1G Kedougou Kenieba inlier projects over simplified KKI geology and significant gold deposits.

Falémé Project

The Falémé project consists of four exploration permits (Bourdala, Boubou, Tintinba Nord and Diokeba Sud). Falémé is located centrally 45km to the north of Barrick's Loulo-Gouunkoto Mine and 40km to the south of the Sadiola Mine (IAMGold/AngloGold Ashanti) within the prolific Kedougou-Kenieba Inlier of Western Mali. The properties are located in the hanging wall of the SMSZ, which is considered the most prospective zone of the structure. The majority of the large world class gold deposits in Mali are located in the hanging wall and in close proximity to the SMSZ.

Permits have demonstrated significant gold anomalism either in the form of artisanal gold workings, gold-in-soil anomalies and/or historical drill intercepts. Until October 2019, no more than 25 shallow drill holes had been completed at Falémé. Most of those historical holes had returned significant intercepts, structures and alteration. Historic intercepts at Falémé include² :

Damba Massa Prospect:	24m @ 2.01 g/t Au; 5m @ 8.6 g/t Au; 2.1m @ 5.63 g/t Au 3m @ 2.83 g/t Au; 2.3m @ 3.40 g/t Au; 2.9m @ 2.37 g/t Au
TD Prospect:	5.5m @ 2.9 g/t Au within a broader 23m @ 1.0 g/t Au 9m @ 1.04 g/t Au within a broader 26m @ 0.58 g/t Au 64m @ 0.23 g/t Au; 7m @ 4.2 g/t Au; 4.3m @ 4.3 g/t Au

In December 2019, A1G completed a total of 11 RC holes for an aggregate of 1,554 metres (figure 3) and 76 shallow AC holes for an aggregate of 3,050 metres. RC holes were drilled to further test the TD and Damba Massa Prospects, following up on historical drill results¹.

TD Prospect - results from two RC drill holes drilled 75 meters apart into this prospect confirmed and expanded on historical intercepts. Mineralisation is typically, but not always associated with quartz-tourmaline veins within silica \pm sericite \pm pyrite \pm arsenopyrite alteration in meta-sediments. Best results from TD include¹:

- 19FARC012 20m @ 1.19 g/t Au from 55m
 6m @ 3.08 g/t Au from 114m
- 19FARC011 8m @ 1.39 g/t Au from 54m

Damba Massa Prospect – results from 10 RC holes covering 600m of strike length confirmed the presence of a large (>1km strike) gold system. At Damba Massa, gold mineralisation is typically associated with quartz-tourmaline veins within silica \pm sericite \pm pyrite \pm arsenopyrite alteration within moderately sheared meta sediments and quartz-feldspar porphyries. Best results from Damba Massa include¹:

- 19FARC007 33.0m @ 0.35 g/t Au from 20m
 43.0m @ 0.34 g/t Au from 83m
- 19FARC008 2.0m @ 1.26 g/t Au from 18m
 2.0m @ 51.27 g/t Au from 56m

A1G completed infill soil sampling on coincident geochemical-structural-magnetic-geological targets (Figure 3). Aircore drilling, following-up on the soils sampling program, consisted of ten traverses drilled over a strike of 17km to provide an initial assessment of the regolith, geology and geochemistry and potential alteration and mineralisation. Results from this shallow wide spaced reconnaissance AC drilling are considered extremely encouraging with the discovery of **AT LEAST THREE NEW MINERALISED SYSTEMS** under thin laterite cover.

These first pass wide spaced traverses show that mineralisation is open along strike. Of the 76 air core holes drilled 30 holes returned anomalous intercepts (+100ppb Au). Eight separate anomalies need infill drilling and are still open along strike. The three most significant targets returned¹:

- 19FAAC078 10m @ 0.91 g/t Au from 26m
- 19FAAC069 20m @ 1.15 g/t Au from 4m
- 19FAAC077 12m @ 1.10 g/t Au from 0m

The Company is currently refining targets and planning for follow up drilling during the 2020 field season.

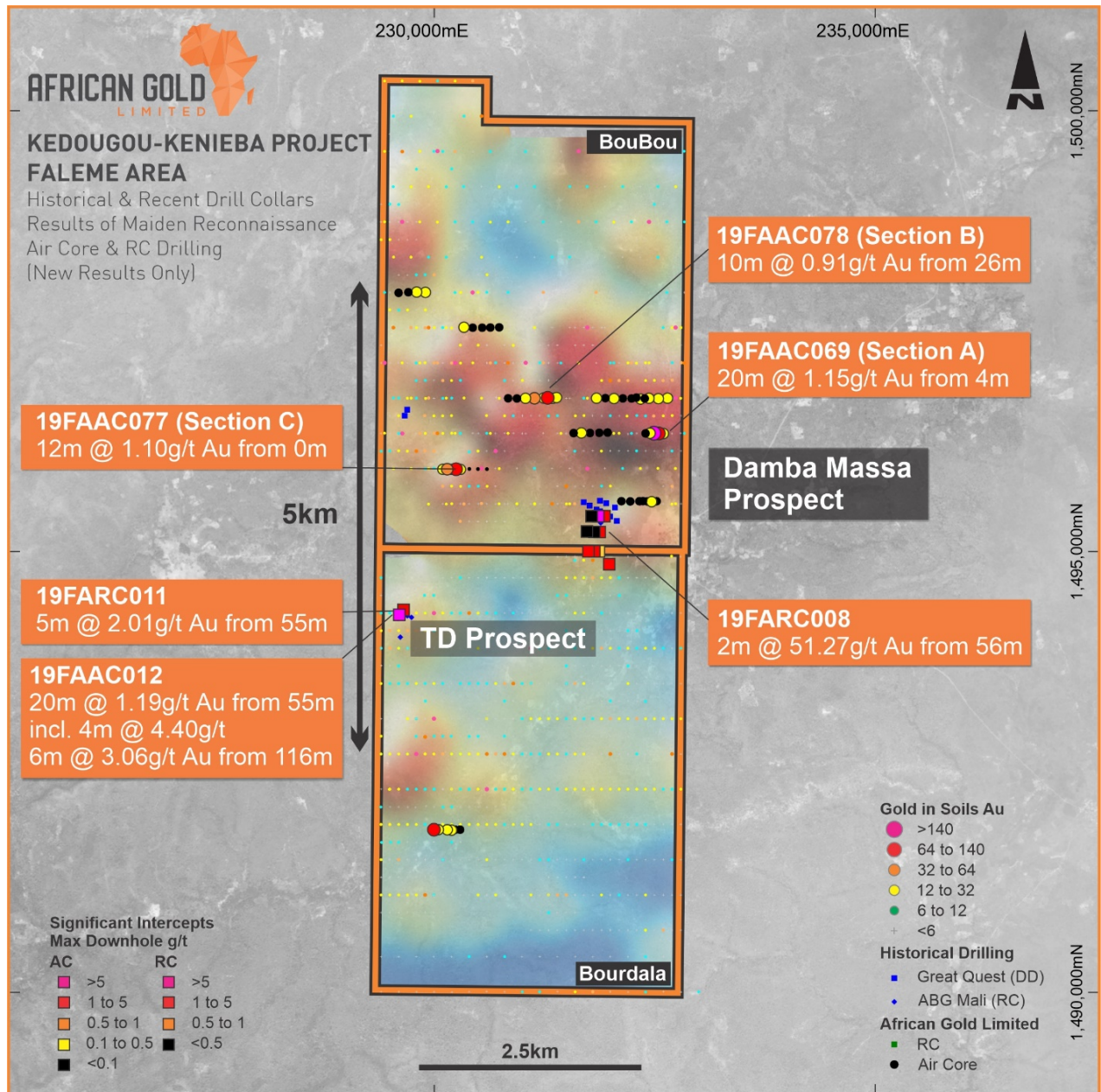


Figure 3: Falémé Project– BouBou and Bourdala Permits. 2019 Drilling significant results with historical RC and soils sampling.

Samanafoulou Permit

The permit covers Birimian greenstones of the KKI, in a structural setting similar to Sabodala, Massawa and Mako. The permit is at an early stage of evaluation and very limited exploration work has been undertaken. Reconnaissance soil sampling by government agencies in the 1980's returned a number of anomalous results (max 279ppb Au) in wide spaced (1,000m x 250m) sampling. Interpretation of regional magnetics and geology has defined a significant structural/magnetic/geological target coincident with anomalous regional soil geochemistry.

During Q4 2019, A1G conducted an infill soil sampling program to refine and further define the historical anomalies. The program consisted of 226 BLEG soils samples on a 400m x 200m grid (Figure 4). The results defined a gold-in-soil anomaly in excess of 6 km x 2 km. While there are small artisanal workings located on a quartz-tourmaline vein on the western side of the anomaly the basement source of the gold is presently unknown. Mineralised intercepts remain open along strike and down dip. The Company is currently refining targets and planning for follow up drilling during the 2020 field season.

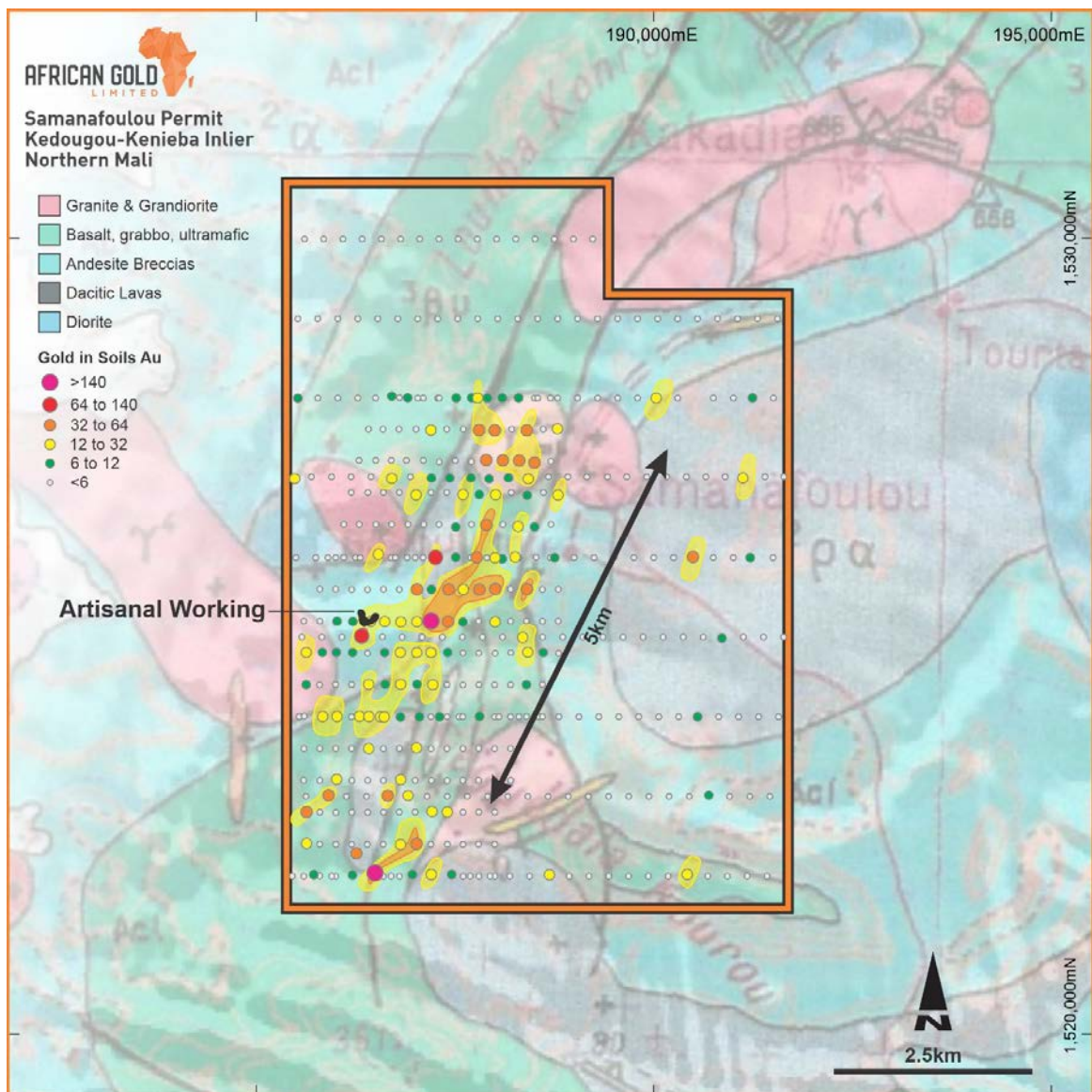


Figure 4: Samanafoulou Permit. Regional geology and magnetics with regional gold-in-soil target area.

OTHER PERMITS KKI

Sitakili Permit

The Sitakili Permit is located in the KKI to the east of the SMSZ (Figure 5), only 20 km NE of Barrick Gold's Loulo Mine and 17 km north of the Tabakoto-Segala mine. Only limited piecemeal historical drilling has been undertaken over a small portion of the permit. Wide spaced historical drilling on the permit in the late 1990's and early 2000's had returned very significant intercepts including³:

- 4.00 m @ 28.90 g/t Au from 129.00 m
- 9.00 m @ 5.90 g/t Au from 95.00 m
- 6.60 m @ 115.5 g/t Au from 161.60 m

In February, the Company announced results from maiden Reverse Circulation (RC) drill program conducted during November and December 2019. A total of 16 RC holes for an aggregate of 1,980 m were drilled. Holes were designed to provide a preliminary assessment of a portion of the Kirchon and Grand Filon prospects. Three main mineralised corridors are currently being mined by artisanal miners namely Djimissi, Kircho/Makandja and Grand Filon. Results were considered very encouraging. Better intercepts included⁴:

- 19SIRC009 6.0 m @ 3.35 g/t Au from 53m
- 19SIRC010 3.0 m @ 2.34 g/t Au from 117m
- 19SIRC010 6.0 m @ 5.80 g/t Au from 126.0m
- 19SIRC011 6.0 m @ 1.97 g/t Au from 42.0m
- 19SIRC006 3.0 m @ 3.07g/t Au from 41 m
- 2.0 m @ 4.71g/t Au from 49.0 m
- 19SIRC013 9.0 m @ 5.17g/t Au from 54.0 m
- 5.0 m @ 1.54g/t Au from 108.0 m

Mineralised intercepts remain open along strike and down dip. The Company is currently refining targets and planning for follow up drilling during the 2020 field season.

Yatia Sud Permit

In January, the Company announced that the highly prospective Yatia Sud permit had been granted (20th December 2019). The permit is in the hanging wall to the SMSZ in the KKI in western Mali (Figure 4). The permit lies adjacent and immediately to the west and south of the Algom Resources' Tabakoto-Segala and Endeavour Minings' Kofi Mining permits respectively.

A number of very significant artisanal mining sites are currently being mined on the license – including the Segala West site straddling eastern permit boundary. Soil sampling conducted by previous explorers have defined numerous large robust coherent anomalies (totaling >24km²) with over 300 soil samples returning values in excess of 200 ppb gold including a maximum of 10 g/t gold from a surface geochemical soil sample. Historical trenching, shallow AC and RC drilling have returned a number of very significant results. Results include⁵:

- TR-013 10 m @ 2.87 g/t Au (trench horizontal at 1m))
- TR-017 8 @ 1.89g/t Au (trench horizontal @ 1m)
- YSC30 5m @ 5.35g/t Au
- LERC032 2.0 m @ 7.6 g/t Au from 79m

- LEDD005 1.0 m @ 21.80 g/t Au from 17m
- LERC040 4m @ 3.21g/t Au from 52m

The regolith setting is not well defined at Yatia. Large areas are expected to be masked by thin transported gravels and colluvium. The context of the systematic soil geochemistry done to date requires more understanding before the next phase of exploration. A comprehensive program of data compilation and assessment is proposed in parallel with detailed regolith and outcrop mapping. It is expected that auger saprolite sampling and follow up AC drilling would be a likely strategy to define RC drill targets. The nature and scale of this program would be developed when mapping is complete.

Mineralised intercepts remain open along strike and down dip. The Company is currently refining targets and planning for follow up drilling during the 2020 field season.

Walia and Kofi Quest Permits

The permits straddle the SMSZ in the KKI in western Mali (Figure 5). The southern boundary of the Walia permit abuts the Loulo mining lease. The Loulo mining complex is situated approximately 10km to the south of the permit.

The Walia and Kofi Quest permit area hosts folded generally NNW-trending metapelite and metagreywacke lithologies, including gold prospective tourmaline altered sandstone and breccia, occurring to the east of the SMSZ. Second-order shear splays trend NNE-SSW, crosscutting the regional sedimentary layering and folding. Gold in soil and auger anomalies occur in proximity to gold prospective tourmaline alteration and structure at Walia. Very limited drilling has been done on the permit. Historical mapping, airborne magnetic and electromagnetic surveys, surface geochemical sampling, auger drilling, rotary air blast (RAB) drilling have defined a number of priority targets, many of which have been partially tested or not tested at all.

Regolith within the Walia permit is generally dominated by transported gravels (cuirasse) and colluvial deposits which mask the gold prospective sub-surface rocks. Some auger has been undertaken, however large portions of the permit have not been effectively sampled beneath cover and the permit remains largely underexplored. In areas that have been partially auger sampled, potentially five anomalies occur in proximity to interpreted gold prospective tourmaline alteration and structure. Anomalous RAB results occur at a number of these prospects; the remaining areas not been tested by any form of reconnaissance drilling. Infill auger and/or immediate follow up AC/RC drilling is warranted.

High resolution satellite imagery has been acquired and regolith interpretation is underway. Field visits have been undertaken and confirmed prospectivity.

The Company is currently refining targets and planning for follow up drilling during the 2020 field season.

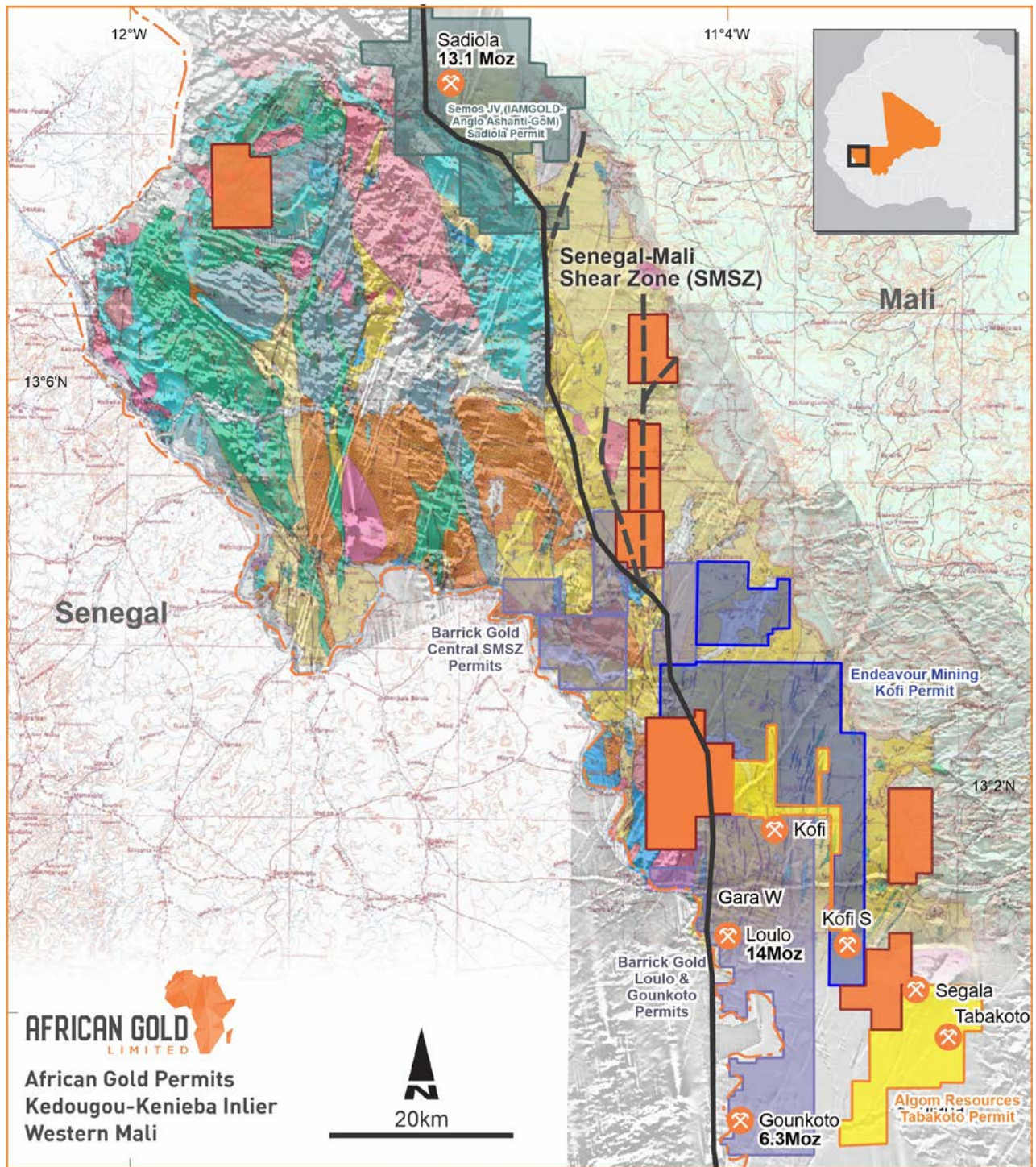


Figure 5: African Gold Limited and Majors permits within the norther ½ of the Malian side of the KKI showing geology on magnetics with major producing mines.

Golonkasso Permit

The permit is located along the Syama Shear Zone in southern Mali. The southern boundary of the permit is contiguous with the Resolute Mining Syama mining lease (Figures 1 and 6). The Syama mill is situated about 15 km to the south. Multiple gold deposits and gold prospects occur along the Syama Belt, including the world

class Syama Mine, A21 deposits and Tabakoroni. Gold mineralisation is hosted predominately in mafic lithologies in the hanging wall of the regionally extensive Syama Shear Zone.

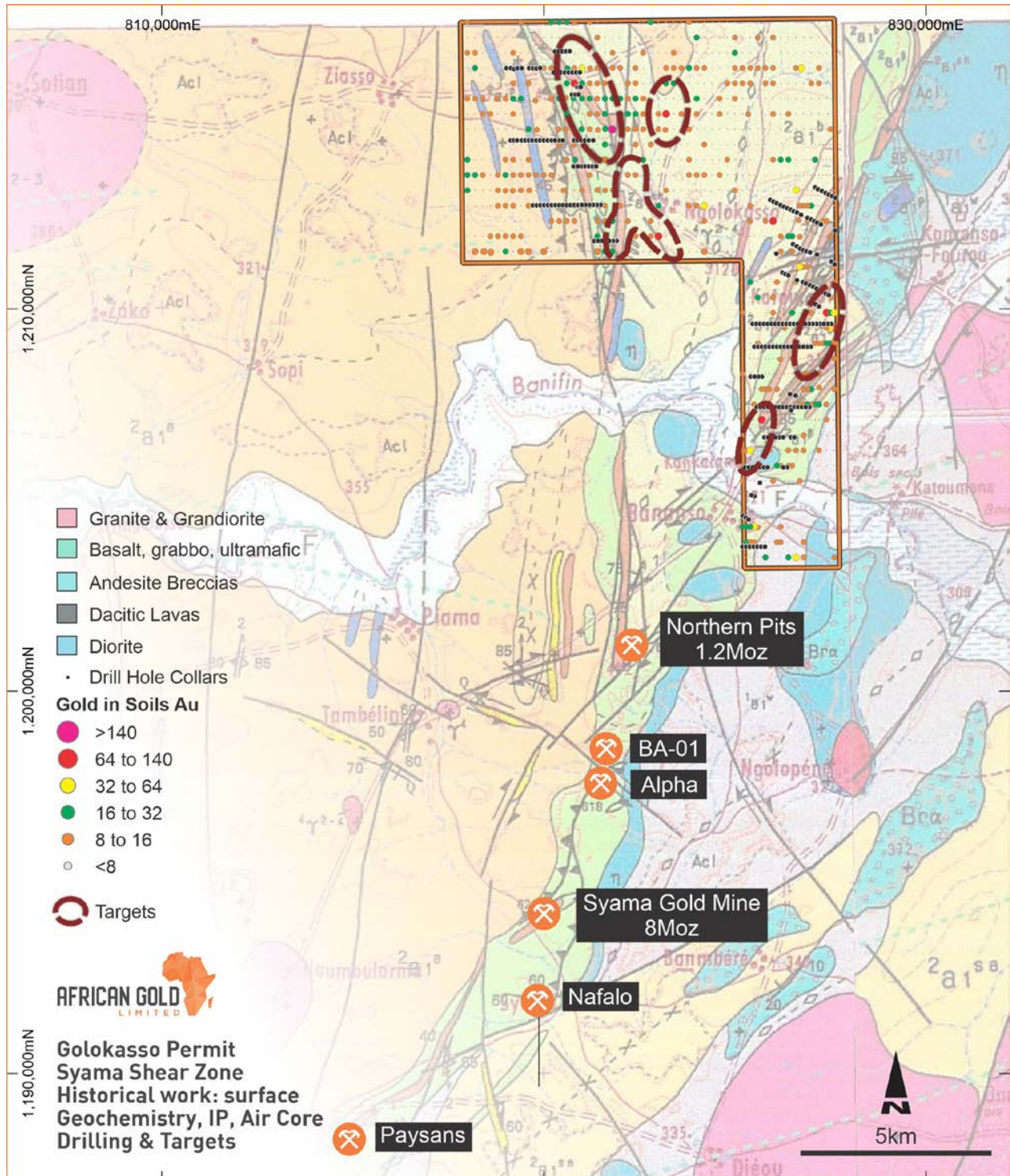


Figure 6: Golokasso Permit. Location on the Syama Shear Zone showing simplified geology with historical work, soil geochemistry, shallow drilling with priority target areas.

OTHER PROPERTIES IN WEST AFRICA

Agboville Project – Cote d'Ivoire

African Gold Limited holds 100% of 1,400km² of highly prospective Agboville Gold Project in south central Cote d'Ivoire (Figures 1 and 7). The Project is considered to have excellent prospectivity for gold, but is also considered to have potential for nickel, cobalt, copper, lithium, tantalum, niobium and beryllium. To date exploration has defined a high tenor robust +30 km long gold-in-soil anomaly. A reconnaissance Air Core program conducted in 2019 over the northern ~10 km of the anomaly discovered basement mineralization that suggests a large gold system. Of the 174 holes, 117 returned anomalous intercepts i.e. 0.06 g/t gold and above (5 x detection limit), of those 72 holes contained highly anomalies intercepts >0.10 g/t Au and 21 holes contained intercepts of >0.50 g/t Au. More significant intercepts from the auger style drilling include⁶:

- 19AGAC014 – 9.0 m @ 0.24 g/t gold from 12.0 m
- 19AGAC019 – 11.0 m @ 0.30 g/t gold from 14.0 m
- 19AGAC0020 – 9.0 m @ 1.24 g/t gold from surface (including 1.0 m @ 4.01 g/t gold)
- 19AGAC021 – 20.0 m @ 0.44 g/t gold from 0.0 m (including 6.0 m @ 1.12 g/t gold from 0.0m)
- 19AGAC034 – 6.0 m @ 0.38 g/t gold from 0.0 m
- 19AGAC059 – 6.0 m @ 1.42g/t gold from 8.0 m
- 19AGAC059 – 12.0 m @ 0.29g/t gold from 16.0 m
- 19AGAC103 – 5.0 m @ 1.02 g/t gold from 34.0 m (including 2.0m @ 2.46 g/t gold from 34.0m)
- 19AGAC0118 – 24.0 m @ 0.21 g/t gold from 10.0 m

A trench excavated 5km to the south of the most southern line of AC drilling returned very significant widths of mineralisation which included 44.0 m @ 0.28 g/t gold.

Multielement XRF determination was completed on pressed soil pellets. Results of the program are viewed as extremely encouraging. Data is clearly identifying different lithologies and is providing useful information regarding alteration and multielement responses to mineralization. Data suggests this approach is useful for mapping lithology. The data has also returned some highly anomalous results: Maximum (not necessarily the same sample) Cr 1.01%, 205ppm Cu, 7ppm Hg, 4.6% Mg, 1486ppm Ni, 42ppm Sb, 92ppm W and 191ppm Zn.



Figure 7: Agboville Project – Tyche Gold Prospect, thematically mapped gold on simplified geology, also showing lag anomalies, location of drilling and location of contoured gold-in-soil anomaly and location of Aircore drill traverse completed in April-May 2019 and trenches completed August 2019.

CORPORATE

Cash

As at 30 June 2020, the Company held approximately \$620,000 in cash (31 March 2020: \$890,000). Refer to the Appendix 5B for principal movements in cash for the quarter.

The Company is considering opportunities to raise capital to bolster current cash reserves of approximately \$490k to fund post-wet season drill programs in Q4 2020.

West Mali Option Agreement

The Company is very encouraged but limited work that has been completed to date on permits comprising the Faleme Project. The Company has exercised its option to continue exploration on the BouBou, Bourdala and Diokeba Sud Permits and has negotiated an extension to the earn-in period for the Tintinba Nord permit.

Kofi Quest Permit

Terms of Agreement (20km²) agreement with Somadiam SARL:

1. Option payment of US\$17,500 to vendor 30 days after signing term sheet;
2. Payment of US\$30,000 to vendor 12 months after signing and may elect to have the permit transferred to A1G;
3. Payment of US\$40,000 to the vendor on transfer of the permit to A1G;
4. The vendor shall retain a 1% NSR;
5. African Gold will meet minimum expenditure commitments and keep permits in good standing.

Annual General Meeting

The Company will hold its Annual General Meeting at 11am (WST) on Friday, 31 July 2020 at Suite 23, 513 Hay Street, Subiaco.

Appendix 5B Disclosures

In line with obligations under ASX Listing Rule 5.3.5, A1G notes that the payments to related parties of the Company, as advised in the Appendix 5B (Quarterly Cashflow Report) for the period ended 30 June 2020, pertain to director fees, salaries and wages (including superannuation) and serviced office rent paid during the quarter.

For and on behalf of the Board.

Mr Glen Edwards
Chief Executive Officer and Exploration Manager
T: +61 447 880 198
E: admin@african-gold.com

Notes:

1. Refer ASX announcement on 5 June 2020 for more details. African Gold is not aware of any new information or data that materially affects the information included in the said announcement.
2. Refer ASX announcements on 4 July 2019. African Gold is not aware of any new information or data that materially affects the information included in the said announcement.
3. Refer ASX announcements on 5 September 2019. African Gold is not aware of any new information or data that materially affects the information included in the said announcement.
4. Refer ASX announcements on 3 February 2020. African Gold is not aware of any new information or data that materially affects the information included in the said announcement.
5. Refer ASX announcements on 30 January 2020. African Gold is not aware of any new information or data that materially

- affects the information included in the said announcement.
6. Refer ASX announcements on 15 August 2019. African Gold is not aware of any new information or data that materially affects the information included in the said announcement.

Competent Persons Statements

The information in this report that relates to historical exploration results were initially reported by the Company to ASX on 4 July 2019, 15 August 2019, 5 September 2019, 30 January 2020, 3 February 2020 and 5 June 2020. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements 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 the Competent Person's findings are presented have not been materially modified from the original market announcements.

Appendix 1

The following information is provided pursuant to Listing Rule 5.3.3 for the quarter ended 30 June 2020.

TENEMENT NAME	LOCATION	PERMIT TYPE AND NUMBER	% OF OWNERSHIP
Agboville	Côte d'Ivoire.	Permis de recherche (Or) – no. 648	100%
Sikensi	Côte d'Ivoire.	Permis de recherche (Or) – no. 649	100%
Azaguie	Côte d'Ivoire.	Permis de recherche (Or)	Pending, 100%
Gomon	Côte d'Ivoire.	Permis de recherche (Or)	Pending, 100%
Sitakili	Mali	Permie de recherche (Or) 2018/0395	100%
Walia	Mali	Permis de recherche (Or) 2018/4272	95%
Samanafoulou	Mali	Permis de recherche (Or) 2018/3824	100%
Golokasso	Mali	Convention	Pending 100%
Yatia Sud	Mali	Permis de recherche (Or) 2019/4872	100%
Bourdala	Mali	Permit de Recherche (Or) 2018/4485	100% (Subject to option agreement)
BouBou	Mali	Permit de Recherche (Or) 2017/0441	100% (subject to option agreement)
Diokeba Sud	Mali	Permit de Recherche (Or) 2017/2591	100% (subject to option agreement)
Tintinba Nord	Mali	Permit de Recherche (Or) 2018/4534	55%
*Kofi Quest	Mali	Permit de Recherche (Or) 2018/1768	100%

Mining Tenements disposed: **Nil**

Beneficial percentage interests held in farm in or farm-out agreements: **Nil**

*Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed: **Kofi Quest**

Appendix 2

The following information is provided pursuant to Listing Rule 5.3.4 with respect to its Use of Funds Statement set out in its Prospectus dated 6 December 2018 and its actual expenditure since ASX admission on 13 February 2019.

Expenditure Item	Use of Funds for 2 years To 13-Feb-21	Actual Expenditure (13-Feb-19 to 30-Jun-20)	Variance	Notes
Opening cash	\$200,000	\$91,009	(\$108,991)	
Proceeds from Public Offer	\$4,500,000	\$4,500,000	-	
Total	\$4,700,000	\$4,591,009	(\$108,991)	
Exploration expenditure	\$2,421,000	\$1,937,830	\$483,170	1
Director's fees	\$500,000	\$318,655	\$181,345	2
General and administration fees and working capital	\$1,232,000	\$1,014,945	\$217,055	3
Expenses of the Offer	\$547,000	\$241,964	\$305,036	
Security deposits	-	\$30,000	(\$30,000)	
Project acquisition costs	-	\$505,217	(\$505,217)	
Interest income	-	(\$77,973)	\$77,973	
Total	\$4,700,000	\$3,970,638	\$729,362	
Remaining cash		\$620,371	\$620,371	

Notes:

1. The Company notes that it is currently ahead of schedule with its exploration expenditure. This is predominantly due to an acceleration of exploration programs being undertaken and completed prior to the wet season;
2. The Company notes that it is currently on track to expend this amount on Director's fees;
3. The Company notes that it is currently on track to expend this amount on general and administration fees and working capital.