

ASX Announcement

20 August 2024

\$2 Million Raised to Drive Growth at Didievi Gold Project

HIGHLIGHTS

- **\$2 million raised** to advance the Didievi Project, Cote d'Ivoire
 - Shortfall from May 2024 placed to raise approximately \$800k
 - Placement to sophisticated and institutional investors to raise approximately \$1.3 million across two tranches
- **Drill program to commence shortly at Blaff Guetto**
 - designed to expand and upgrade the recently announced shallow, high grade, maiden gold inferred resource of 4.93Mt for **452koz of gold at 2.9 g/t Au** (1.0 g/t Au cut off)¹

African Gold Ltd (**African Gold** or the **Company**) (ASX: **A1G**) is pleased to announce it has received firm commitments to raise approximately \$2.1 million of equity funding to advance its high grade, Didievi Gold Project in Cote d'Ivoire.

The Company will issue 107,170,800 shares at an issue price of \$0.02 each to raise approximately \$2.1 million (before costs) (**Placement**) utilising the remaining shortfall from the May 2024 rights entitlement offer and undertaking a two-tranche placement to sophisticated and institutional investors.

Managing Director, Phillip Gallagher, said: *"We are thrilled to be returning to drilling at Didievi where we expect to be able demonstrate the incredible growth potential that is yet to be unlocked on this underexplored Project."*

*"A drill program has been designed to follow up the high-grade results previously reported, with the primary goal to expand and upgrade the categorisation of the recently announced maiden inferred resource of **452,000 ounces at 2.9 g/t gold** at the Blaffo Gueto deposit."*

"We are pleased to have attracted such strong support from both new investors and existing shareholders in challenging market conditions, which speaks volumes for the quality of the assets of African Gold."

Funds raised from the Placement will be applied to the ongoing exploration and development of the Didievi Gold Project, including the imminent diamond drill program, and for general working capital.

The Didievi Gold Project has numerous other high priority prospects including the Kouassi Prospect, which includes previously released intercepts of **13m at 4.03 g/t Au** and **3m at 3.53 g/t Au**, and the 11km long Poku Trend which includes a high grade 900m long zone grading 0.15 ppm+ gold.

¹ ASX Announcement 30 July 2024: 450koz at 2.9 g/t Au Maiden Gold Resource on Didievi Project

Gold mineralisation has been identified over very wide intervals (+200m across strike in the main zone) and prior drilling has returned some spectacular intercepts, including:

- **10.0 m at 123.7g/t Au** from 66 m incl. **2 m at 613.1g/t Au**
- **83.3 m at 3.3g/t Au** from 166.9 m incl. **18.0 m at 12g/t Au**
- **17.4 m at 17.34 g/t Au** from 244 m incl. **1.0 m at 216.1g/t Au**
- **80.0 m at 3.0g/t Au** from 0 m incl. **23.0 m at 9.5g/t Au**
- **43.0 m at 4.3g/t Au** from 57 m incl. **17.0 m at 9.5g/t Au**
- **69.0 m at 2.9g/t Au** from 31 m incl. **37.0 m at 4.9g/t Au**
- **37.0 m at 7.7g/t Au** from 42 m incl. **24 m at 11.0g/t Au**

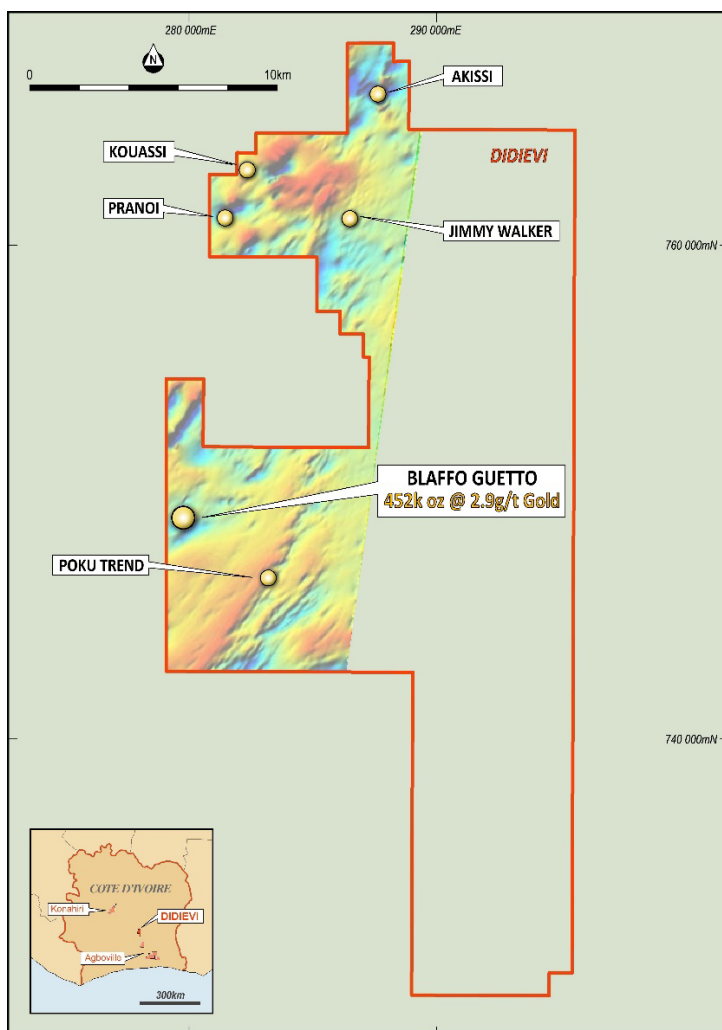


Figure 1: Didievi Project, Cote d'Ivoire.

Upcoming African Gold exploration programs will target structural, geological, geochemical and geophysical anomalies in the near deposit environment.

On the topic of regional prospectivity, Mr Gallagher said: *“Excitingly, the maiden resource does not include other high grade prospects on the Didievi Project tenure, including the Kouassi and Akissi Prospects to the north of Blaffo Guetto and the 11km long Poku gold trend located to the south west, nor the potential of further discoveries in the broader Blaffo Gueto area itself.*

“We firmly believe that the Project has the potential to be a multi-million-ounce deposit.”

Placement Details

The Placement consists of three components:

- The issue of 40,350,000 shortfall shares at \$0.02 per share arising from the rights entitlement offer announced on 30 April 2024 to raise \$807,000 (before costs) (**Shortfall Placement**);
- The issue of 46,820,800 shares at \$0.02 per share to raise \$936,416 (before costs) utilising the Company’s available Listing Rule 7.1 capacity (**Top-Up Placement**); and
- The issue of 20,000,000 shares at \$0.02 per share to raise \$400,000 (before costs) subject to shareholder approval (**Conditional Placement**).

The Shortfall Placement is scheduled to settle today, with the Top-Up Placement scheduled to settle on 27 August 2024, and the Conditional Placement scheduled to settle in late September 2024 following shareholder approval.

Subject to shareholder approval, the Company will issue the Lead Manager, Euroz Hartleys Limited, with 21,434,160 unlisted options in connection with its role in the Placement, which will have an exercise price of \$0.05 each and a term of 2 years from the date of issue.

Further details are set out in the Appendix 3B of today’s date.

This announcement has been authorised for release by the Board of African Gold Ltd.

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Competent Person's Statement

The Company confirms that the mineral resource estimate referred to in this announcement was reported on 30 July 2024 in accordance with Listing Rule 5.8 and that the exploration results referred to were reported in accordance with Listing Rule 5.7. The Company confirms it is not aware of any new information or data that materially affects the mineral resource estimate or the exploration results and all material assumptions and technical parameters underpinning the resource continue to apply and have not materially changed.