

ALACER GOLD

Çöpler Sulfide Expansion Project Photographic Update



May 2018

Çöpler Sulfide Expansion Project

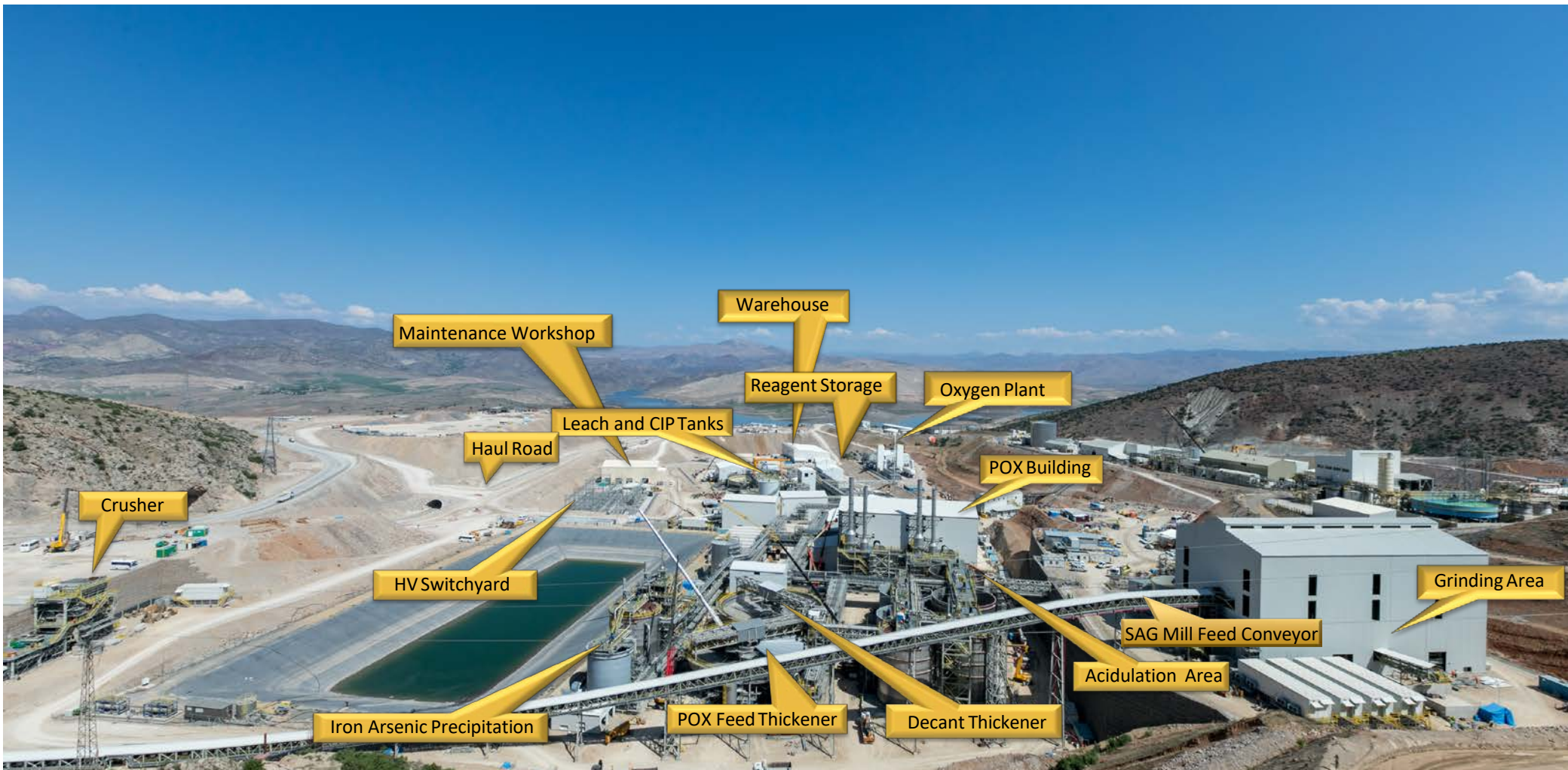


The Çöpler Gold Mine is operated by Alacer Gold and is currently an open-pit, heap-leach operation that is producing gold from oxide ore. The Çöpler orebody also contains refractory sulfide ore that requires a different processing solution than heap-leaching to extract the gold. A Definitive Feasibility Study was completed and determined that the treatment of the sulfide ore via pressure oxidation provided the best economic return. In May 2016 construction commenced on the Çöpler Sulfide Expansion Project, and as of March 31, 2018, the Sulfide Project was 85% complete, under budget and on schedule for start-up in the third quarter of 2018, providing the next stage of growth for Alacer.

Çöpler Sulfide Expansion Project ¹	
Reduced Capital Estimate	US\$692 million ²
Estimated Mine Life	20 years
Remaining Life-of-Mine Production	4 million ounces
All-in Sustaining Costs	\$645 per ounce
2017 Milestones	
Equipment Procurement	Complete
Autoclaves Arrived on Site	Complete
Autoclave Assembly	Complete
Engineering Design	Complete
Autoclave Certification	Complete
Major Plant Civil Works	Complete
Oxygen Plant Construction	Complete
Electrical & Instrumentation Works	Commenced
Dry Commissioning	Commenced
2018 Milestones	
Energize High Voltage Switchyard & Power Distribution	Complete
Start-up of POX Circuit	Q3

1 Detailed information regarding the Sulfide Project, including the material assumptions on which the forward-looking financial information is based, can be found in the technical report dated June 9, 2016 entitled "Çöpler Mine Technical Report," available on www.sedar.com and on www.asx.com.au.

2 The initial capital cost estimate of US\$744 million assumed 2.75 TRY:USD. As of March 31, 2018, US\$52M of cumulative capex savings on incurred costs due to increase in negotiated Lira denominated contracts and depreciation of the Lira. Potential remains for up to US\$17M of additional capex savings from Lira negotiated contracts and TRY FX hedging program. 147M TRY of unsettled foreign currency forward sales contracts remain at an average conversion rate of 3.9 TRY:USD. For additional information, please see the press release dated July 21, 2017 entitled "Alacer Completes Favorable Turkish Lira Hedge Program, Driving Potential Reductions to the Çöpler Sulfide Expansion Project Capital Outlay" available on www.sedar.com and on www.asx.com.au







Grinding Building – SAG and Ball Mills



Iron Arsenic Precipitation, Acidulation & POX Area







Autoclaves Showing Installed Agitator Drives



Leach, Carbon in Pulp, Counter Current Decantation



Roof of Carbon In Pulp Tanks









Construction Site Looking South

