



**Resolute**

# ASX Announcement

**29 October 2018**

## Resolute adds to US\$ gold hedges

**30,000 ounces forward sold at US\$1,250/oz**

Resolute Mining Limited (Resolute or the Company) (ASX: RSG) announces that it has forward sold an additional 30,000 ounces of gold in scheduled monthly deliveries of 5,000 ounces between January 2019 and June 2019 at an average price of **US\$1,250 per ounce**.

Resolute has taken advantage of strength of recent US\$ gold price volatility to add to the Company's US\$ gold hedge positions. The objective of this hedging is to secure US\$ revenues from Resolute's Syama Gold Mine in Mali (Syama) during the ramp-up phase of the Syama Underground Mine.

The additional 30,000 ounces of forward sales extend the existing US\$ hedge positions established in September 2017 of monthly deliveries of 6,000 ounces at US\$1,330 per ounce which run to December 2018 (see ASX Announcement dated 1 September 2017).

Resolute's total gold hedge book as at 29 October 2018, including today's new US\$ gold hedges, consists of 115,000 ounces of gold out to December 2019 representing approximately 26% of Resolute's expected gold production over this period.

Managing Director and CEO, Mr John Welborn, was pleased to continue Resolute's success in maximising gold sales revenue through responsible hedging strategies:

"Establishing some US\$ gold price certainty at these levels is a prudent economic decision as we enter the ramp-up phase of the Syama Underground Mine. Syama provides exposure to US\$ capital and operational expenditure and our hedging program provides a level of certainty to the Company's future cashflows and project returns.

"Resolute remains strongly leveraged to gold prices with our current hedge position representing less than 2% of our gold Ore Reserves. Resolute's gold hedge book now stands at 115,000 ounces of gold forward sold at an average price of approximately A\$1,756 per ounce (US\$1,247 per ounce)<sup>(1)</sup>."

Note (1): assumes US\$ gold hedges converted to AUD at exchange rate of 0.71.

For further information, contact:

**John Welborn**  
Managing Director & CEO

**Jeremy Meynert**  
General Manager – Business Development & Investor Relations

### ASX:RSG Capital Summary

Fully Paid Ordinary Shares: 757,512,088  
Current Share Price:  
A\$1.05, 26 October 2018  
Market Capitalisation:  
A\$795m  
FY19 Guidance:  
300,000oz @ AISC US\$960/oz (A\$1,280/oz)

### Board of Directors

Mr Martin Botha *Non-Executive Chairman*  
Mr John Welborn *Managing Director & CEO*  
Mr Peter Sullivan *Non-Executive Director*  
Mr Mark Potts *Non-Executive Director*  
Ms Yasmin Broughton *Non-Executive Director*  
Ms Sabina Shugg AM *Non-Executive Director*

### Contact

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