

16 DECEMBER 2019



Maiden Drill Program Commences Targeting Multiple High-Grade Gold Lodes & Untested Large-Scale Artisanal Workings WEST MALI

- African Gold Limited is pleased to announce that Reverse Circulation (RC) drilling has commenced on its Sitakili and Boubou/Bourdala Permits within the world class gold producing region of the Kedougou–Kenieba Inlier of Western Mali.
- The maiden 5,000 metre program will initially target seven high priority prospects.
- Four of the seven targets (Kirchon, Grand Filon, TD and Demba Massa), were lightly drilled in the 90’s and early 00’s having returned significant gold drill intercepts and are open both along strike and down dip.
- The other three targets for drill testing are conceptual structural-magnetic-geological targets supported by strong coincident gold-in-soil anomalism that have never been drilled.
- A geochemical sampling program is also underway designed to infill and further define existing gold-in-soil anomalies ready for phase 2 drilling.
- Results from geochemical sampling programs and drilling programs will be announced to market when received.

African Gold Limited’s Exploration Manager and Chief Executive Officer Glen Edwards stated: “We are very excited to be drilling our maiden program in such a world class mining district adjacent to major gold mines. It is incredible that our target areas either have never been drilled or that they have only had a handful of holes drilled over 20 years ago.”



“West Mali Project – Significant & highly prospective 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

Non-Executive Chairman
Evan Cranston

CEO & Exploration Manager
Glen Edwards

Executive Director
Steve Parsons

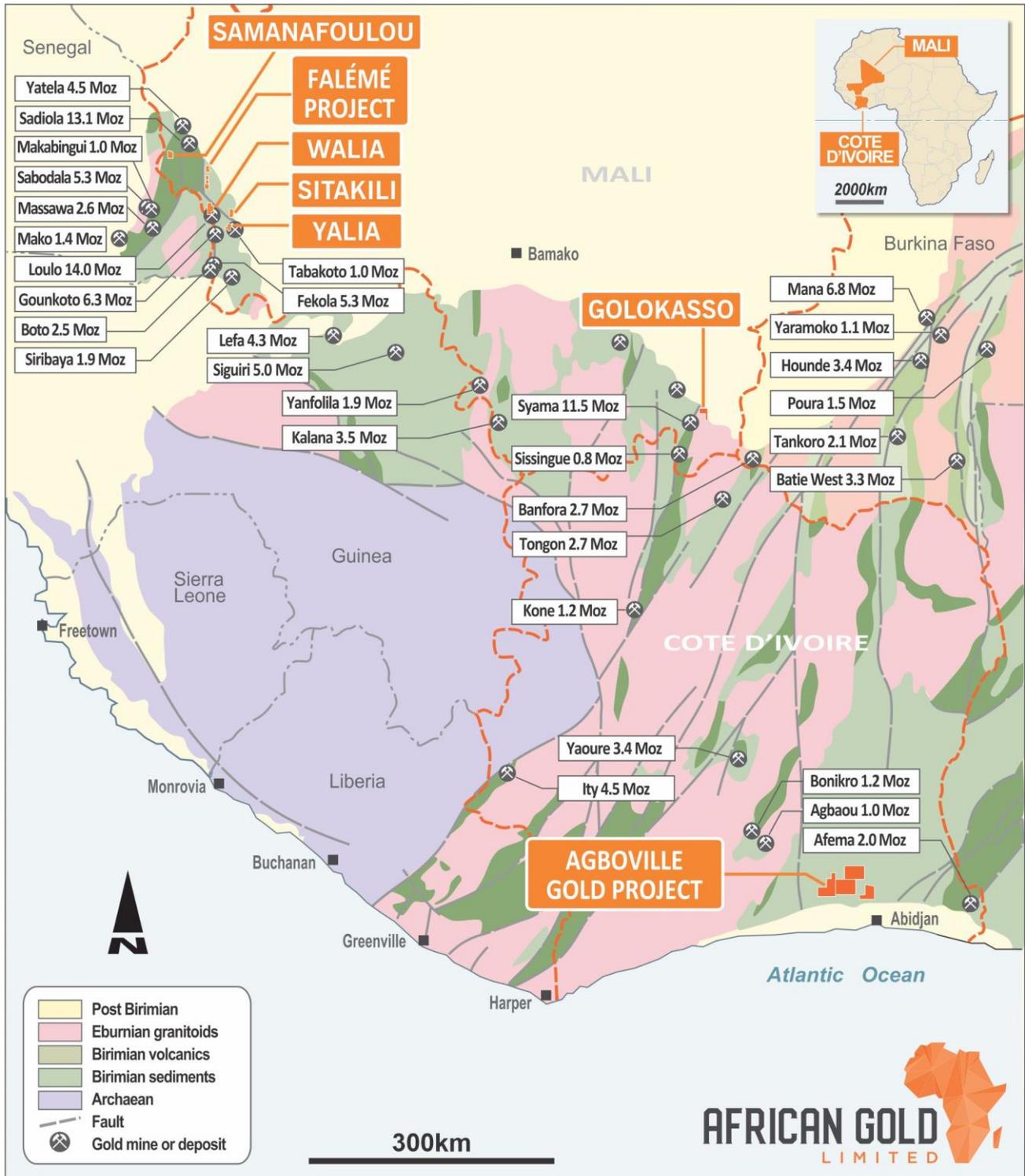
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Figure 1: African Gold Project Locations (orange) on geology and significant gold deposits in West Africa.



EXPLORATION

Mali Gold Permits

Eight of the nine permits in Mali are located within the Kedegou Kenieba Inlier in Western Mali. The remaining permit is located along strike from the Syama Gold Mine in southern Mali. With all, except one, of the west Mali permits being located on or in the hanging wall to the Senegal Mali Shear Zone (SMSZ). The remaining permit is located to the east of the Mali Transcurrent Fault.

Many of the large world class gold deposits in Mali are located in close proximity to the SMSZ which include Fekola 5.2 Moz (B2Gold)⁵, Loulo 14 Moz (Barrick)⁴, Goukoto 5.4 Moz (Barrick)⁴, Yatela 3 Moz (IAMGold/AngloGold Ashanti) and Sadiola 15 Moz (IAMGold/AngloGold Ashanti)³.

In addition to this a number of major deposits are located close to the Main Transcurrent Zone structure. These gold deposits of Sabodala (5.3 Moz)⁶, Massawa (2.6 Moz)⁷ and Mako (1.4 Moz)⁸ are hosted in similar setting in Senegal.

Piecemeal historic exploration has already defined a number of high-quality exploration targets. Limited drilling, mostly on artisanal mining sites has returned a number of significant intercepts^{1, 2}. These include:

Grand Filon Prospect (Sitakili):	4 m @ 28.9 g/t gold 9 m @ 5.9 g/t gold
Kirchon Prospect (Sitakili):	6.6 m @ 115.5 g/t gold
Demba Massa Prospect (Bourdala):	24 m @ 2.01 g/t gold 5 m @ 8.6 g/t gold 2.1 m @ 5.63 g/t gold
TD Prospect (Bourdala / Bou Bou):	5.5 m @ 2.9 g/t gold within a broader 23 m @ 1.0 g/t gold 9 m @ 1.04 g/t gold within a broader 26 m @ 0.58 g.t gold 64 m @ 0.23 g/t gold 7 m @ 4.2 g/t gold 4.3 m @ 4.3 g/t gold
Bourdala West Prospect (Bourdala):	2 m @ 4.09 g/t gold
Yatia / Segala Oues (Yatia):	10m @ 2.87g/t gold (trench) 2m @ 7.40 g/t gold 7m @ 1.95 g/t gold 1m @ 21.80 g/t gold 13 m @ 1.17g/t gold

Current work Program

A 5,000 metre RC/AC program will target seven high priority prospects. Four of the seven targets (Kirchon, Grand Filon, TD and Demba Massa) were lightly drilled in the 90's and early 00's and all returned significant drill intercepts open along strike and down dip. The remaining three prospects are conceptual structural-magnetic-geological targets supported by strong coincident gold-in-soil anomalism.

The RC program is now underway, starting at the Kirchon Prospect on the Sitakili Permit. The program is expected to be completed in January.

Geochemical sampling programs designed to infill and further define existing gold-in-soil anomalies have also commenced. The program is expected to be completed in December.

Figure 2: Kedougou-Kenieba Inlier showing simplified geology, major deposits in the area and Permits.

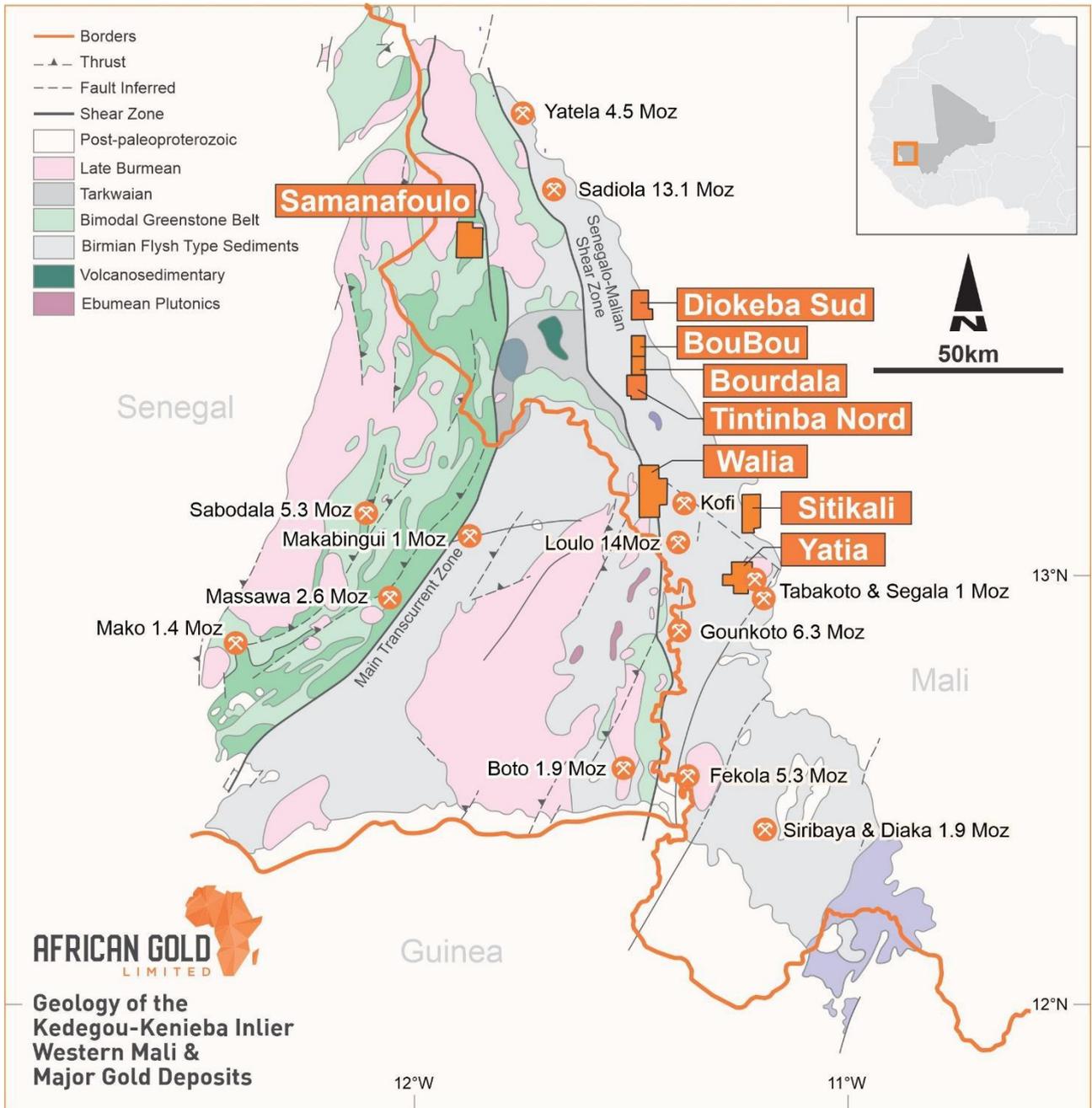
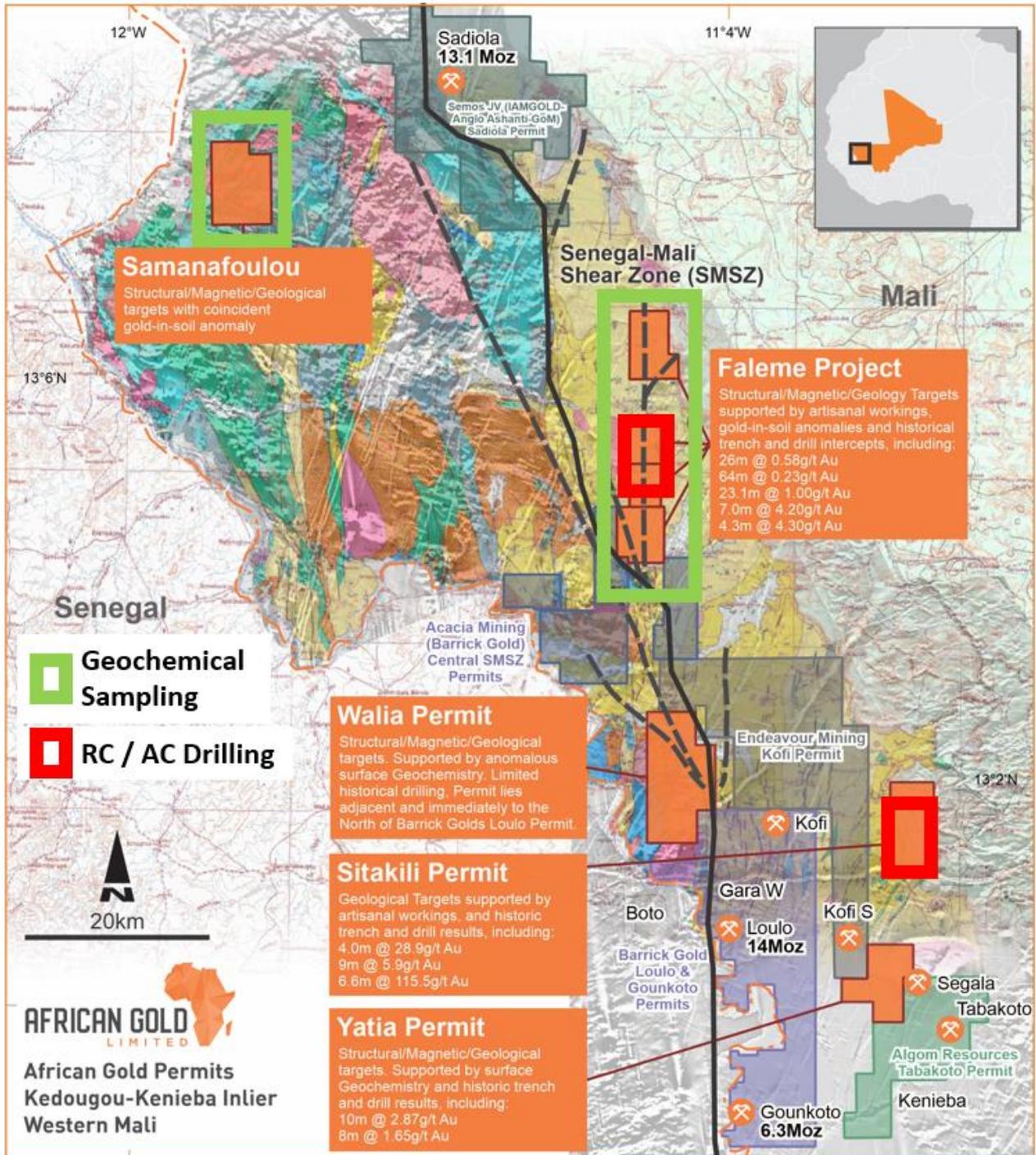


Figure 3: Kedougou-Kenieba Inlier location of permits on geology and magnetic image showing historical drill results and areas where work is currently being undertaken.



Yours Faithfully



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Notes:

- 1 Refer ASX announcement 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.
- 2 Refer ASX announcement 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 IAMGOLD Technical report - <https://www.sec.gov/Archives/edgar/data/1203464/000127956904000149/courtesycopy.pdf> see pages 5 and 6 (add mineral reserve, Measured and indicated resource and inferred resource).
- 4 Barrick Gold website - <https://www.barrick.com/English/operations/loulo-gouankoto/default.aspx>
- 5 B2Gold – current - <https://www.b2gold.com/projects/producing/fekola/>
- 6 Teranga Gold Corporation – website - <https://www.terangagold.com/sabodala/default.aspx>
- 7 Barrick Gold Corporation – website - <https://www.barrick.com/English/operations/exploration-and-projects/default.aspx>
- 8 Toro Gold – website - <https://www.torogold.com/projects/mako-gold-mine/>

Competent Persons Statements

Information in this announcement that relates to commencement of drilling is based on and fairly represents information and supporting documentation prepared by Mr Glen Edwards. Mr Edwards is a full-time employee of African Gold Limited and is a member of the Australian Institute of Geoscientists (AIG) and Society of Economic Geologists (SEG). Mr Edwards has sufficient experience relevant to the styles of mineralisation and types of deposits under consideration and to the activity which they are undertaking to qualify as a Competent Person, as defined in the 20012 Edition of the “Australian Code for Reporting of Exploration results, Mineral Resources and Ore Reserves”. Mr Edwards 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.