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ASX/MEDIA RELEASE

AERIS COMPLETES ACQUISITION OF CRACOW GOLD MINE

Established Australian copper and gold producer and explorer, Aeris Resources Limited ("Aeris" or "the Company") is delighted to announce the acquisition of the Cracow Gold Operations (**Cracow**) has been completed today.

Cracow is an established, high grade, low cost gold mine located 500km north-west of Brisbane in Queensland, Australia. The mine has been operating continuously since 2004, producing more than 1.4 million ounces over its life, with a consistent track record of profitability and Ore Reserve replenishment:

- FY21 production guidance of 70 – 75koz gold @ C1 Cash Cost of A\$980/oz¹;
- At the current gold price, Cracow is forecast to deliver significant positive free cashflow over the first two years of Aeris' ownership;
- The acquisition includes a highly prospective tenement package covering 903km², which Aeris intends to aggressively explore; and
- Potential to utilise Aeris' significant carried forward tax losses (\$256m at 30 June 2019).

As announced to the ASX on 4 June 2020, Aeris agreed to pay Evolution Mining Limited A\$60m in cash upon closing of the transaction, a deferred payment of A\$15m on 30 June 2022 plus a 10% net value royalty (gross revenue less C1 direct cash costs, multiplied by 10%) from 1 July 2022 to 30 June 2027, capped at A\$50m. The Company has funded the transaction through a fully underwritten A\$40m equity raising and A\$30m bridge debt facility.

Aeris Resources Executive Chairman, Andre Labuschagne, commented: "We are very pleased to have closed this transaction and we welcome our new investors to the register, while acknowledging the continued support of our existing shareholders, who have participated in our capital raising activities.

"The Cracow Gold Operations are a great fit for Aeris and we welcome the on-site team into the Aeris family. We are very excited at both the production and exploration potential at Cracow and have committed some \$13m to exploration over the next two years."

¹ Based on Aeris' mine plan for Cracow on a pre-synergies basis



This announcement is authorised for lodgement by:

Andre Labuschagne
Executive Chairman

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About Aeris

Aeris Resources Limited (ASX: AIS) is a diversified mining and exploration company. The Company has a growing portfolio of copper and gold operations, development projects and exploration prospects. Aeris has a clear vision to become a mid-tier mining company with a focus on gold and base metals, delivering shareholder value.

Aeris' Board and management team bring decades of corporate and technical expertise in a lean corporate structure. Its leadership has a shared, and highly disciplined focus on operational excellence, and an enduring commitment to building strong partnerships with the Company's workforces and key stakeholders.

Headquartered in Brisbane, in FY2021 Aeris is forecasting to produce between 23,500 and 24,500 tonnes of copper from its Tritton Copper Operations in New South Wales, and between 70,000 and 75,000 ounces of gold from its Cracow Gold Operations in Queensland.