

# Resolute



**Mine Gold. Create Value.**

**June 2020 Quarterly Activities Report**  
**Corporate Presentation | July 2020**

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For details of the Mineral Resources and Ore Reserves used in this presentation, please refer to ASX Announcement dated 18 February 2020 titled "Annual Ore Reserve and Mineral Resource Statement as at 31 December 2019" and ASX Announcement dated 20 July 2020 titled "Updated Life of Mine Plan for Mako Gold Mine". The Company is not aware of any new information or data that materially affects the Mineral Resources and Ore Reserves as reported in these ASX Announcements and confirms that all material assumptions and technical parameters underpinning the estimates in these ASX Announcements continue to apply and have not materially changed. The form and context in which the Competent Persons' findings are presented have not been materially modified from these ASX Announcements.

All In Sustaining Cost (AISC) per ounce of gold produced are calculated in accordance with World Gold Council guidelines. These measures are included to assist investors to better understand the performance of the business. Cash cost per ounce of gold produced and AISC are non-International Financial Reporting Standards financial information.

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Resolute has maintained its production guidance of 430,000oz at US\$980/oz. Resolute does however continue to assess developments and update the Company's response to COVID-19 while placing the highest priority on the safety and wellbeing of its employees, contractors and stakeholders. Further escalation of COVID-19, and the implementation of further government-regulated restrictions or extended periods of supply chain disruption, has the potential to negatively impact gold production, earnings, cash flow and the Company's balance sheet.

This presentation has been authorised for release by Managing Director and CEO, Mr John Welborn.



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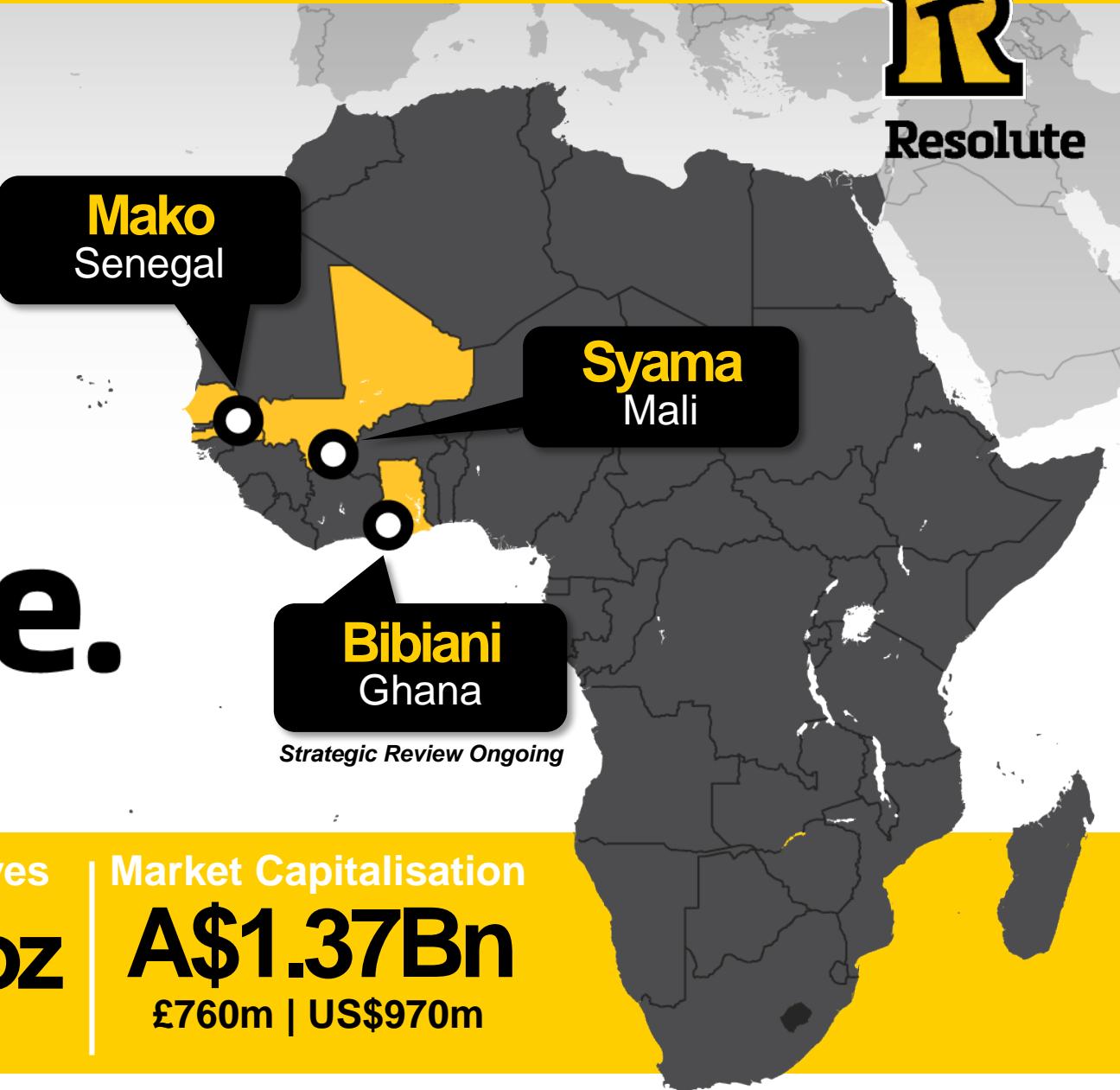
# Mine Gold. Create Value.

2020 Guidance  
**430koz at**  
**US\$980/oz**  
AISC

Mineral Resources  
**13.3Moz**

Ore Reserves  
**4.7Moz**

Market Capitalisation  
**A\$1.37Bn**  
£760m | US\$970m



# COVID-19 Response

The health, safety and well-being of our people is our highest priority

- Comprehensive companywide response plan implemented
- Keeping our mines running is important for all stakeholders
- FY20 production and cost guidance maintained
- Regional experience, secure supply lines and robust relationships
- US\$1 million committed to support Mali and Senegal
- Adapting to the changing COVID-19 environment



Social distancing at the Mess, Mako



Donations of medical supplies, Mako

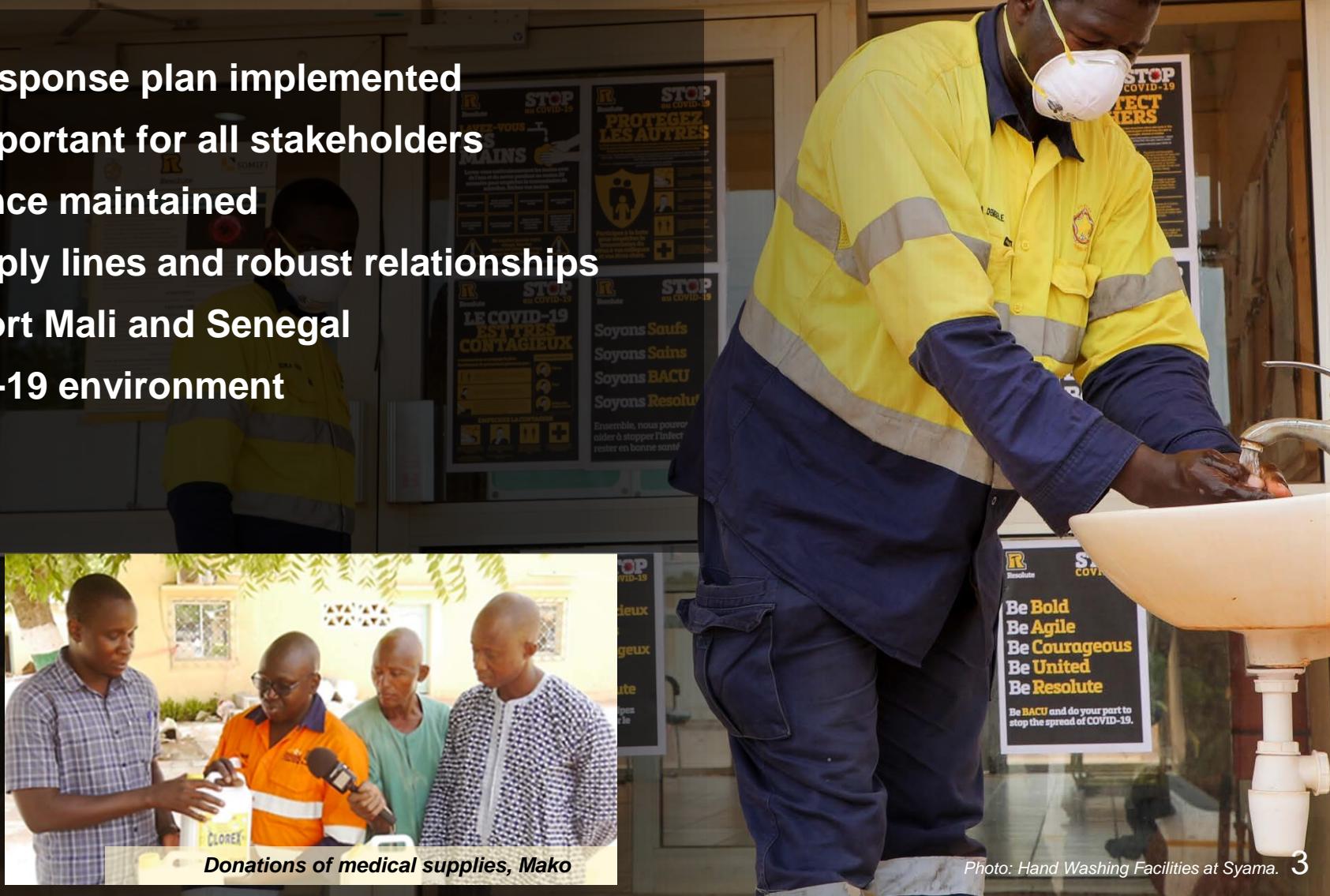


Photo: Hand Washing Facilities at Syama.



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# Commitment to Sustainability



**1.07**

Total Recordable Injury Frequency Rate (TRIFR)

**ZERO**

Major Environmental Incidents or Regulatory Non-Compliance

**\$814m**

Total Economic Value Distributed

**50%**

Reduction in TRIFR in past 12 months

**Proactive**

Approach to Tailings Dam Management

**90%**

National Employment

**Award Winning**

Malian Talent and Development Program

**Conservation Partners**

Mobilised to Support Biodiversity No Net Loss Commitments

## Key Sustainability Pillars

Economic Development

Health, Safety and Security

Environmental Responsibility

People

Social Responsibility



WORLD  
GOLD  
COUNCIL



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# Responsible Gold Mining

Sustainable Performance Framework based on commitment to the World Gold Council's Responsible Gold Mining Principles



# June 2020 Quarter in Review

## COVID-19 Response

- Comprehensive companywide response implemented; US\$1 million to support Mali Govt / Senegal Govt response
- Mining and processing continuing with currently no negative impact on gold production

## Production and Sales

- Gold poured of 107,183oz at an AISC of US\$1,033/oz; YTD 217,946oz at an AISC of US\$1,020/oz
- Gold sales of 110,660oz at an average realised gold price of US\$1,446/oz

## Development

- Construction of new solar hybrid power station at Syama progressing to plan
- Tabakoroni Underground Mine Pre-Feasibility Study due for completion in current quarter

## Exploration

- Further high-grade oxide gold intersections from drilling at Syama
- Results support potential to extend the life of Syama oxide operations

## Portfolio

- Bibiani strategic review ongoing; targeting completion in H2 2020
- Mako Royalty acquisition completed and significantly improved updated Life of Mine plan completed

## Balance Sheet

- Completed ~A\$195 million Equity Raising with receipt of final A\$25 million
- Cash and Bullion of US\$88 million; total borrowings of US\$307 million; Net Debt of US\$220 million

# Operational Performance

June 2020 Quarter

**107,183oz**

Total Gold Poured

**110,660oz**

Total Gold Sold

**US\$1,033/oz**

All-In Sustaining Cost

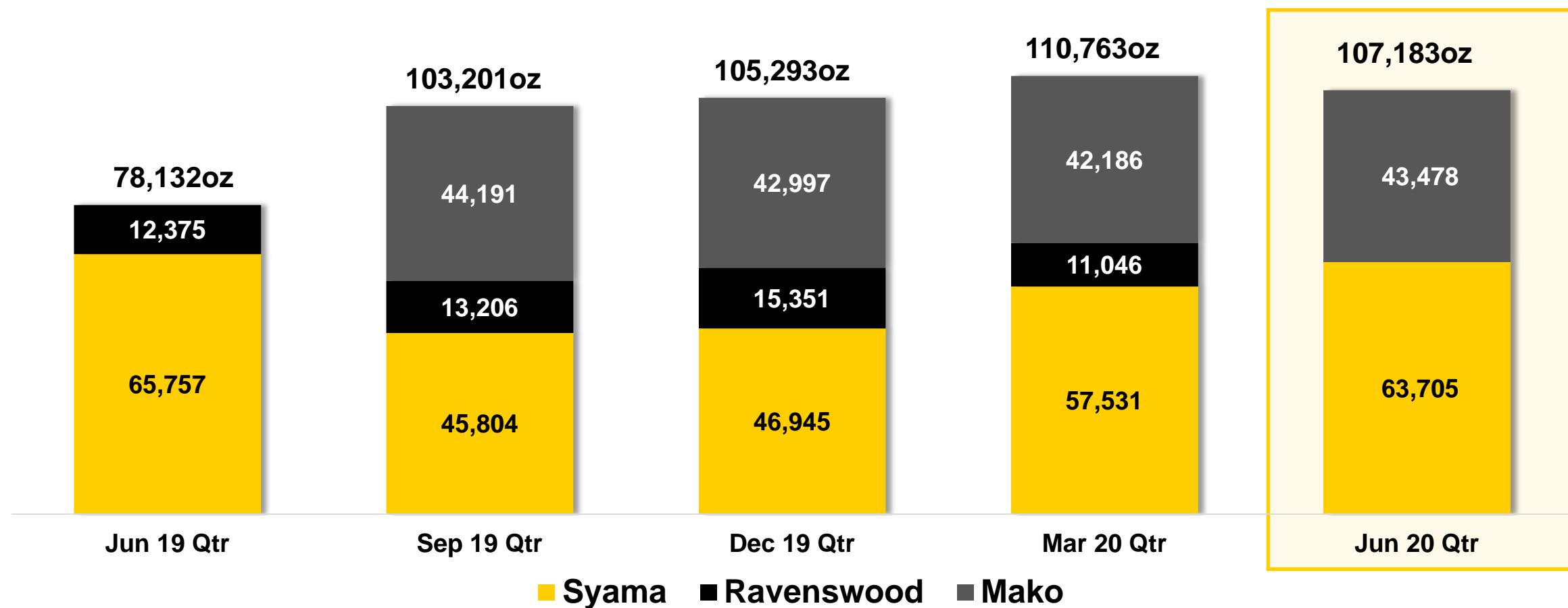
**US\$1,446/oz**

Ave Price Received

# June 2020 Quarter Production of 107,183oz

**2020 Production Guidance of 430,000oz**

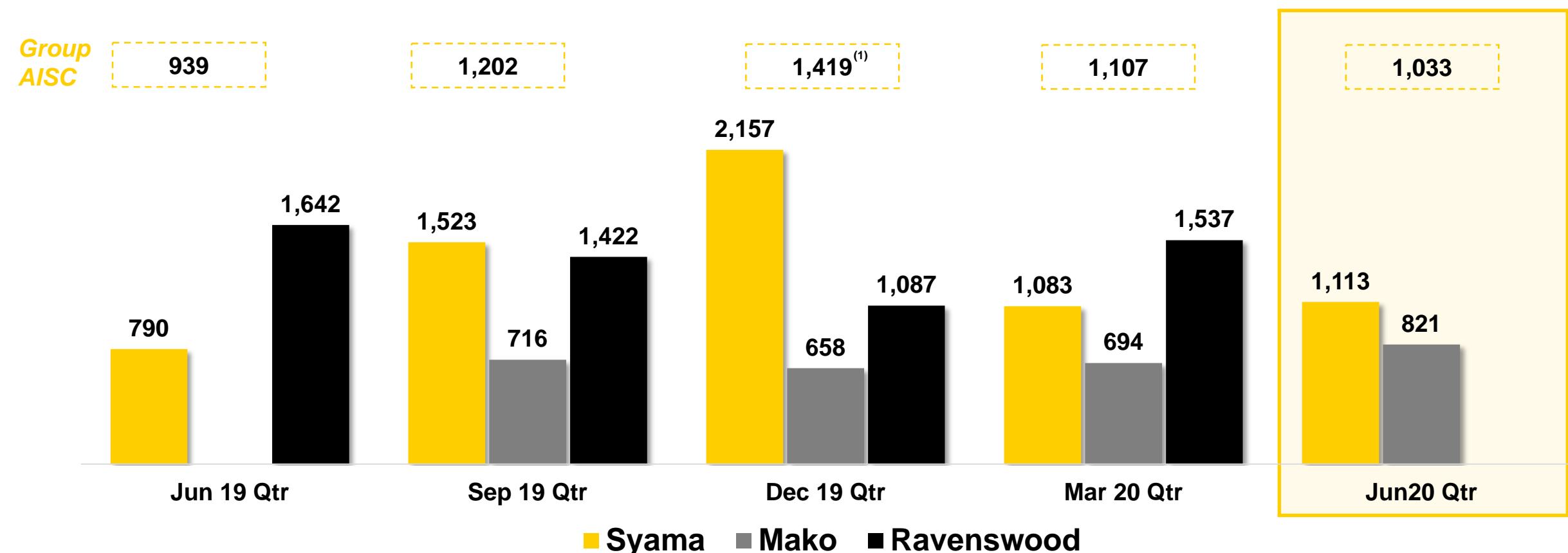
Multi-Asset Production Base



# June 2020 Quarter AISC of US\$1,033/oz

**2020 Cost Guidance of US\$980/oz**

AISC by Asset (US\$/oz)



Note: (1) The abnormally high AISC was the result of the Syama roaster shut down being offline for the majority of the December 2019 Quarter.



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# Syama Gold Mine: Mali

2020 Guidance: 260,000oz at an AISC of US\$960/oz

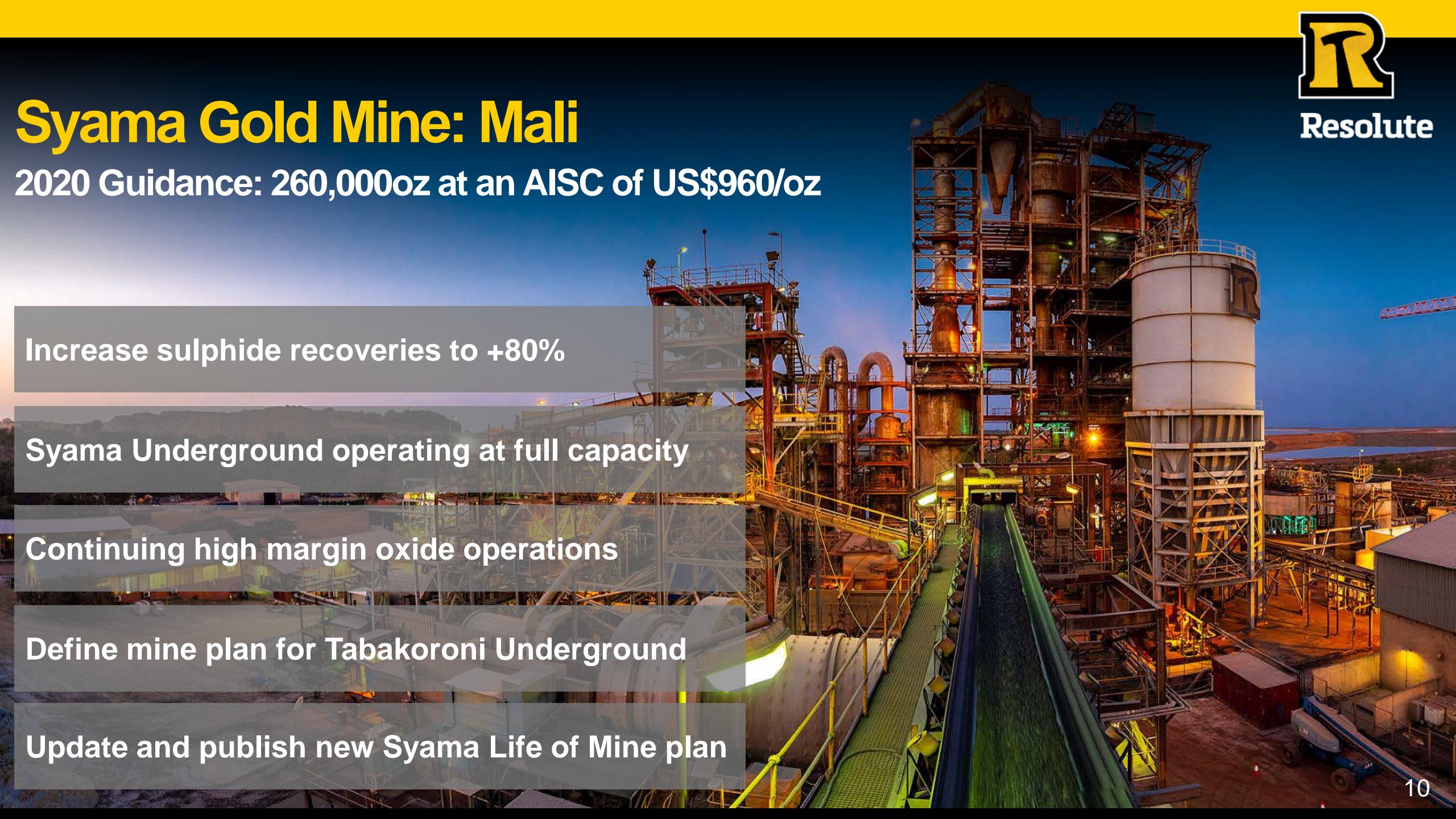
Increase sulphide recoveries to +80%

Syama Underground operating at full capacity

Continuing high margin oxide operations

Define mine plan for Tabakoroni Underground

Update and publish new Syama Life of Mine plan



# Sulphide Operations

80% gold recoveries through processing

## Sulphide Production

- 35,248oz produced; 64% increase over the prior quarter
- AISC US\$1,333/oz – reflects draw down of high cost inventory
- Overall sulphide circuit recovery achieved of 80%
  - 536,757t processed during the quarter
  - Expect to maintain recoveries above 80% during H2 2020
  - Long term target remains 85% recovery

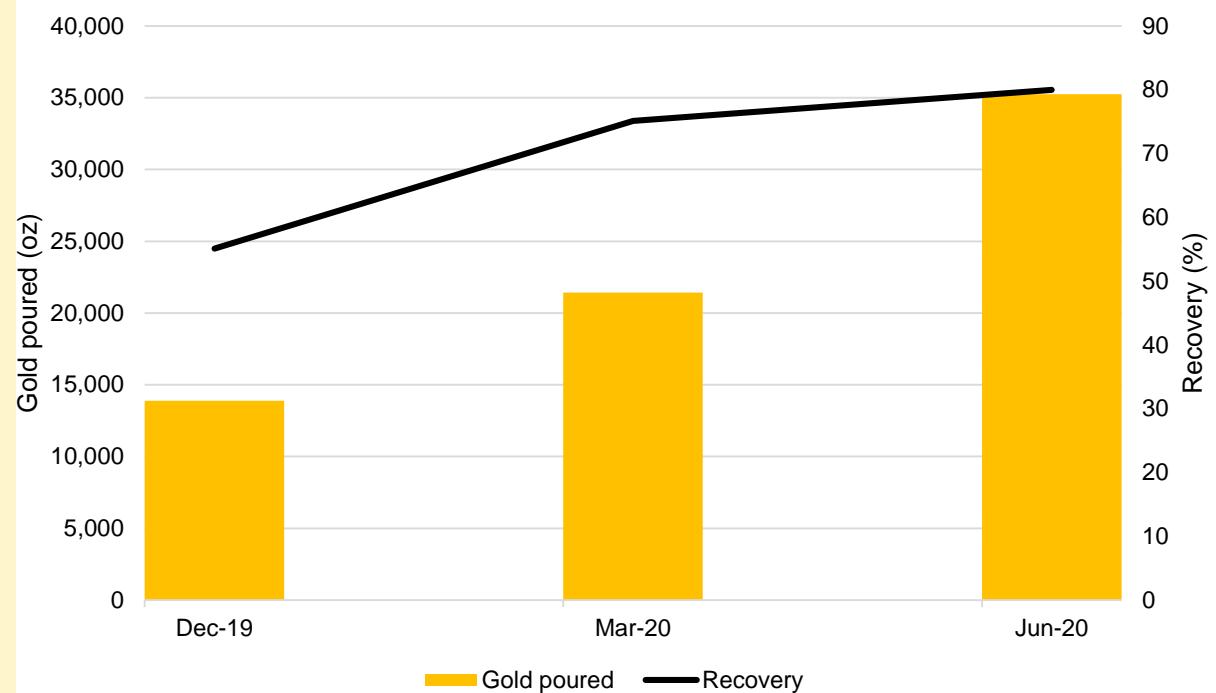
## Syama Underground Mine Performance

- Sub level cave operations perform in line with expectations
- 492,864t of ore mined
- Average grade of 2.84g/t

## Stockpiles

- 491kt at an average grade of 2.7g/t (517kt at 2.5g/t)

## Syama Underground Mine Processing recovery and gold poured



# Oxide Operations

Low cost production from Tabakoroni; satellite deposits to provide feed in H2 2020

## Oxide Production

- 28,457oz at an AISC of US\$840/oz
- 95% recovery achieved from Tabakoroni North and Splay Pits

## Future Oxide Production

- Mining completed at Tabakoroni
- Cashew, Paysans, and Tellem satellite deposits to provide additional oxide feed

## Stockpiles

- Over 3 million tonnes at an average grade of 1.3g/t Au
- Provides feed source through to 2022



Photo: Tabakoroni Open Pit Mine

# Syama Outlook

## New Syama Power Plant

- Bulk earthworks, mobilisation and construction commenced and progressing to plan
- 40% reduction to power costs
- Environmentally friendly, reducing emissions by ~ 20%

## Tabakoroni Underground Mine

- PFS due for completion in current quarter
- Deposit remains open at depth and along strike
- Modest capital requirements expected

## Syama Oxide Exploration

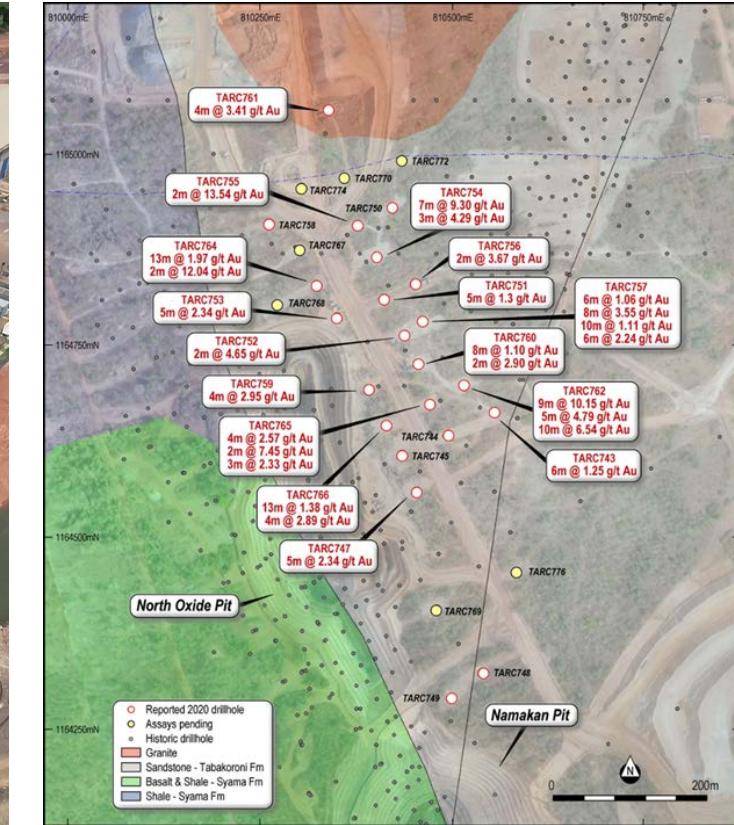
- Near surface drilling at satellites returning high-grade oxide gold intersections
- Further drill results expected current quarter

## Updated Syama Life of Mine Plan

- Expected during H2 2020



*Photo: Progress at new Syama Power Plant*



*Photo: Exploration drilling at Tabakoroni*



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# Mako Gold Mine: Senegal

2020 Guidance: 160,000oz at an AISC of US\$800/oz



# Mako Operations

Consistent performance with strong cashflow generation

## Production

- 43,478oz poured
- AISC of US\$821/oz

## Processing

- 92-93% recoveries

## Stockpile

- +2Mt at an average grade of 1.2g/t

## Consistent, strong positive cash flows



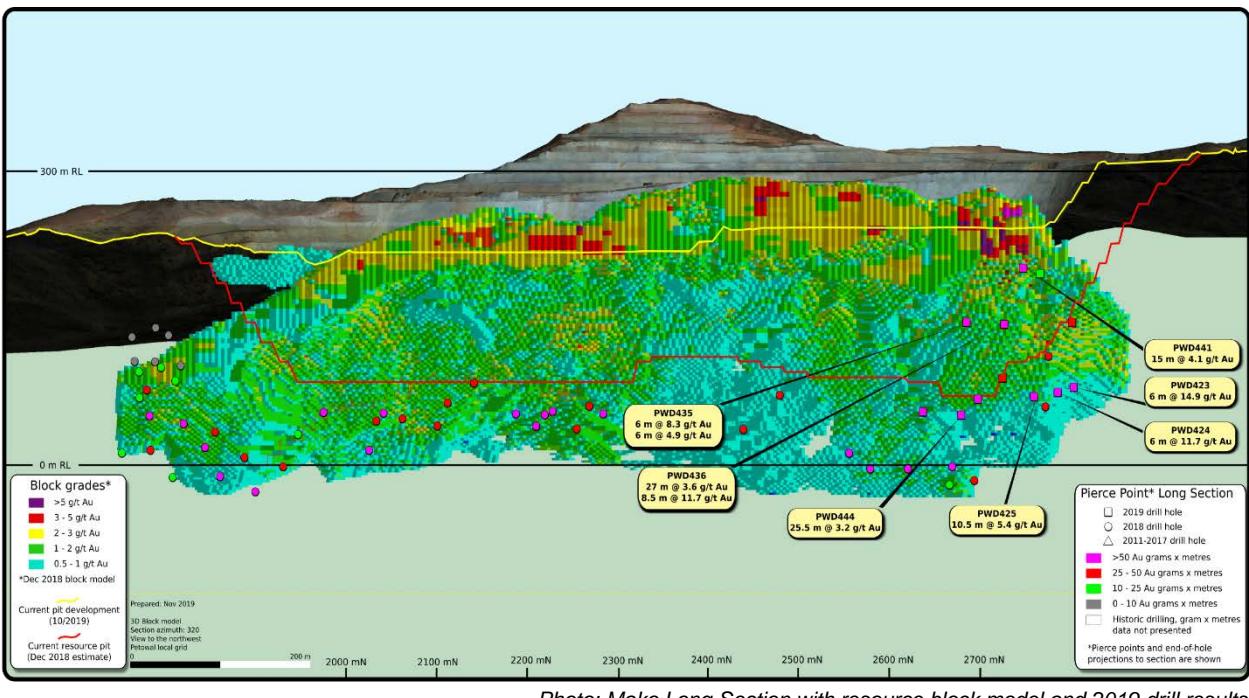
Photo: Recently commissioned Caterpillar 6020B excavator in operation at Mako

# Mako Outlook: Updated Life of Mine Plan

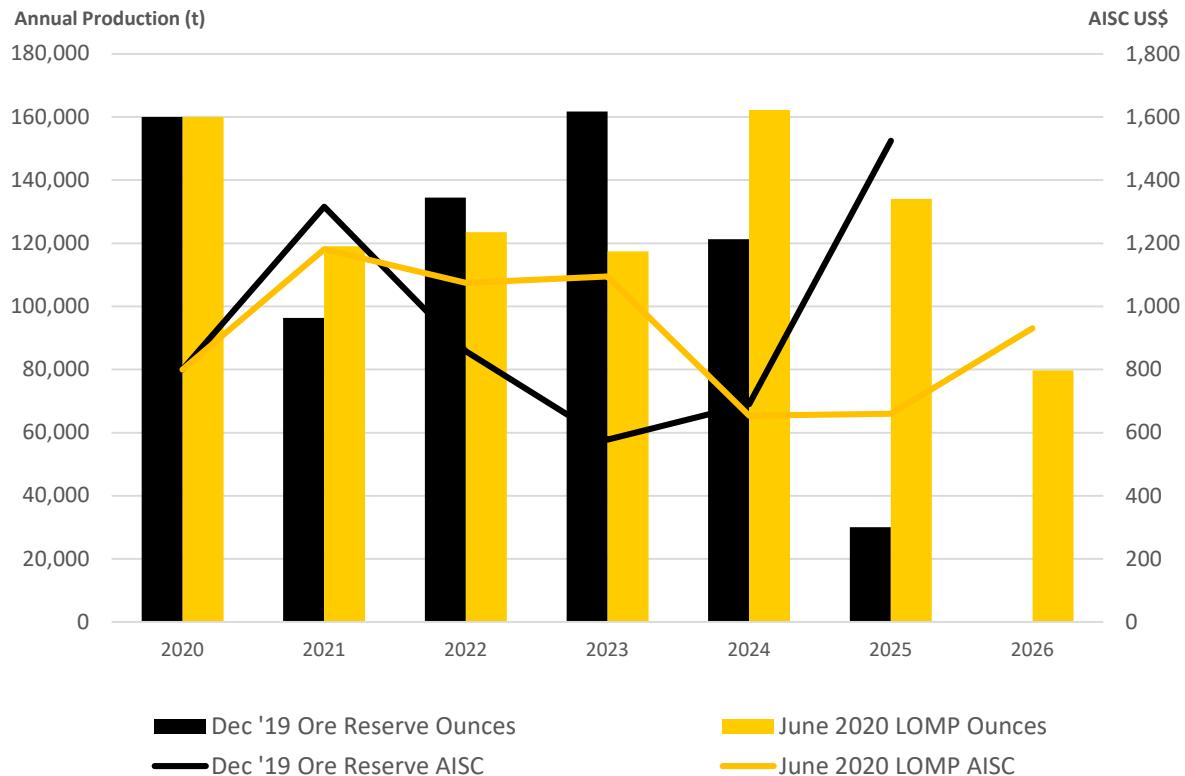
Material improvement to gold production and mine life

## New LOM

- Average annual production of 140koz over next five years
- LOM production from inception of 1.24Moz, up 39%
- Remaining production of 900koz at AISC of US\$900/oz



## Mako LOM update Annual Production and AISC



# Financial Performance

June 2020 Quarter

**US\$64m**

Operating Cash Flow

**US\$18m**

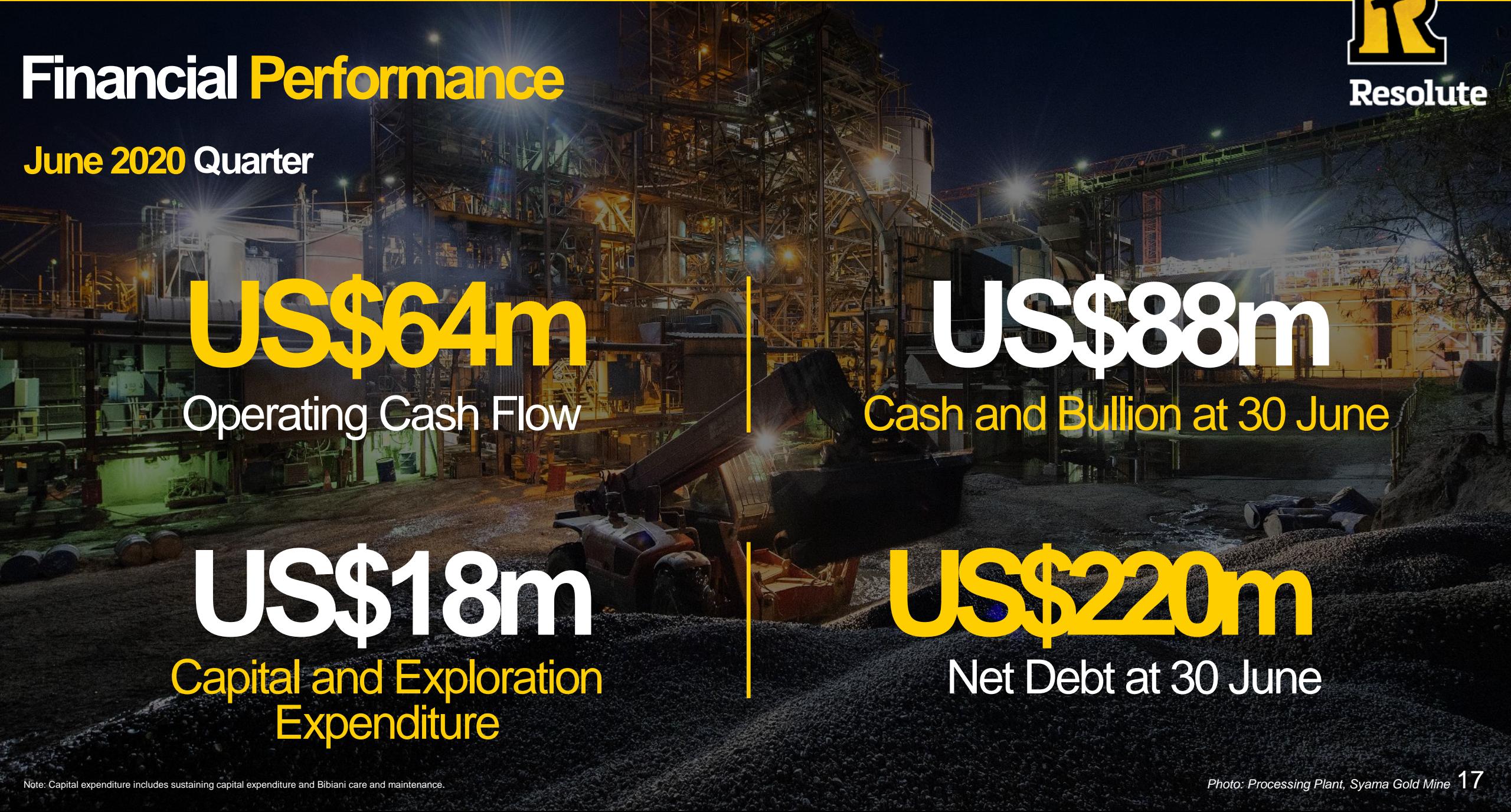
Capital and Exploration  
Expenditure

**US\$88m**

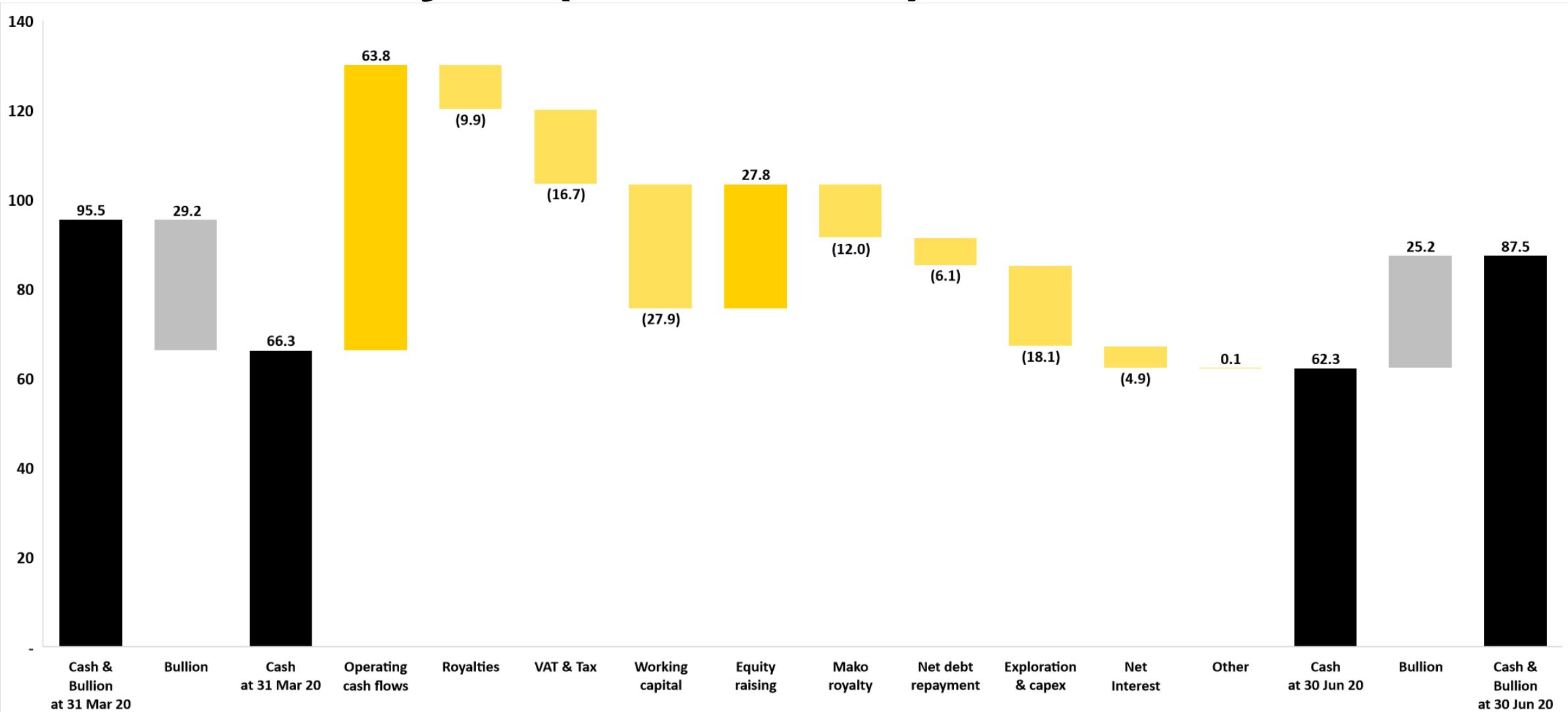
Cash and Bullion at 30 June

**US\$220m**

Net Debt at 30 June



# Cash Flow Analysis (US\$ million )



# 2020 Guidance and Outlook



## Production

430,000oz production guidance maintained for 2020

## Costs

US\$980/oz AISC affirmed despite impact of COVID-19

## Development

Tabakoroni Underground PFS due for completion

## Balance Sheet

Net debt reduction focus for H2 2020

## Exploration

Ongoing exploration for mine life extensions

## Growth

Evaluate accretive growth opportunities

# Corporate Summary (ASX / LSE : RSG)

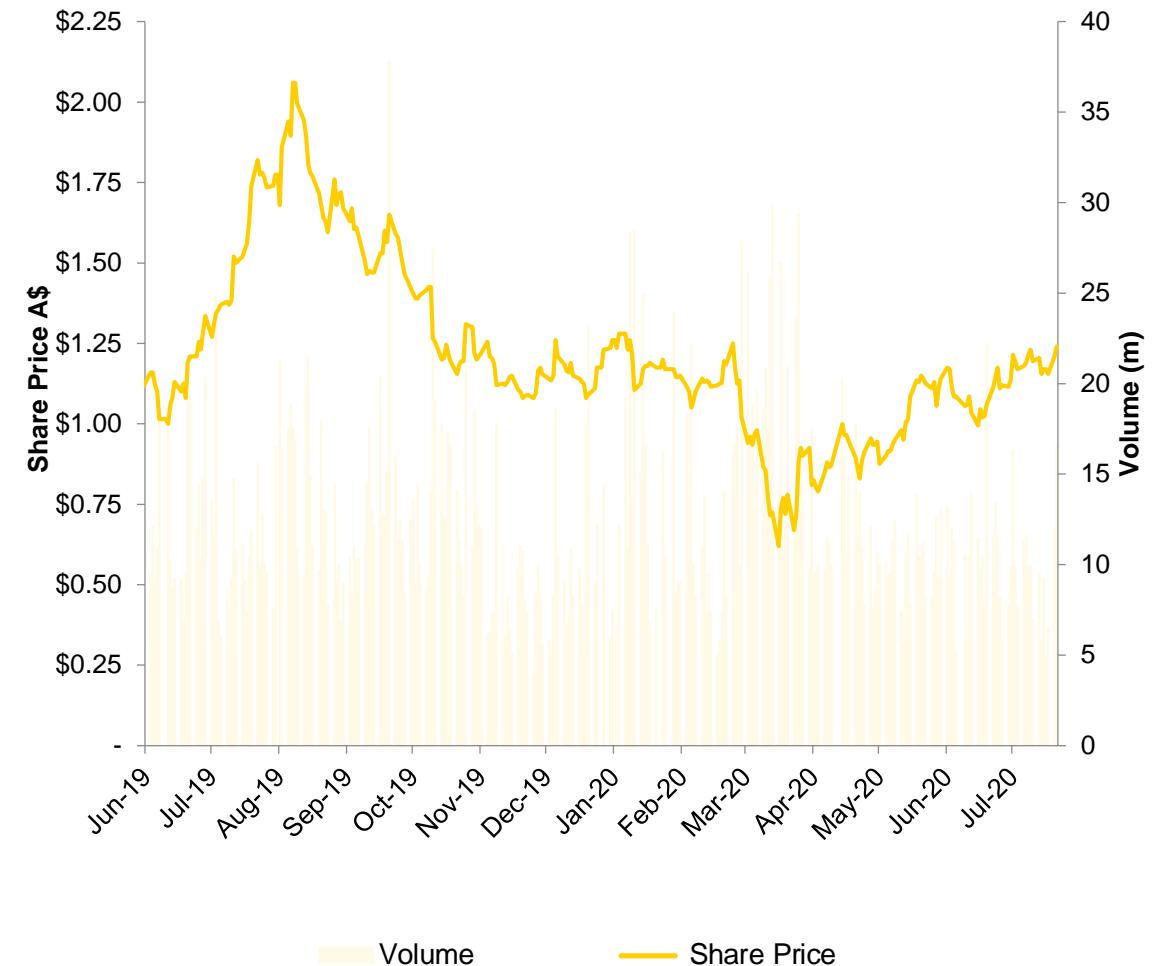
## Capitalisation

	A\$	£	US\$
Share Price	\$1.24	£0.69	\$0.88
Shares on Issue	1,102,826,939		
Market Capitalisation	\$1.37B	£760m	\$970m

## Top 10 Shareholders

1	ICM Limited	13.4%
2	Van Eck Associates Corporation	8.9%
3	L1 Capital	5.8%
4	The Vanguard Group, Inc.	5.3%
5	Baker Steel Capital Managers	4.6%
6	QG Investments Africa	3.7%
7	BlackRock	3.5%
8	Dimensional Fund Advisors	3.2%
9	Ninety One Group (Investec)	2.8%
10	Schroders PLC	1.8%

## ASX Price Performance



## 2020 Guidance

**430,000oz at  
US\$980/oz AISC**

## Trading Statistics

LTM Average Daily Trading  
**Volume: 12.4m**  
**Value: A\$15.2m**

**30 years** of continuous production from **10 Mines** in **Africa & Australia**  
totalling over **8Moz of Gold & counting**



**Resolute**

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