



# AMANI GOLD LIMITED

## ASX ANNOUNCEMENT

### AMANI SIGNS MOU TO ACQUIRE MAJOR GADA GOLD TENEMENT PACKAGE IN DRC

#### Highlights

- **Amani Gold signs MoU for the potential acquisition of a highly prospective package of ten gold tenements in the DRC, collectively known as the Gada Gold Project.**
- **Gada Gold Project located approximately 80km west of Amani 's Giro Gold Project. Similar geology and mineralisation.**
- **Completion of acquisition subject to satisfactory legal and technical due diligence.**
- **Field teams ready to start sampling and mapping at Gada.**
- **Artisanal gold workings stretch across the tenement package with continuous gold extraction from shallow pits by local miners**

Amani Gold Limited (ASX: ANL, "Amani" or "the Company") is pleased to announce that it has signed a Memorandum of Understanding with Bon Génie N. Mining (BN Mining) Sarl ("BN Mining"), to acquire ten (10) highly prospective gold Exploration Permits in the DRC through an 85.7% interest in BN Mining.

BN Mining has an option agreement with LA SOCIÉTÉ MINIÈRE DE KILO-MOTO SA ("SOKIMO"), over Exploration Permits, 11796, 11797, 11798, 11800, 11801, 11804, 11816, 11817, 11820 and 11832 ("Gada Gold Project"), located in north-east DRC within the Niangara, Dungu and Rungu Territories of the Haut Uele Province.

The board and management of Amani Gold view the Gada Gold Project as offering a significant material opportunity for value enhancement to the Company. Given the location, geology and scale of the tenement package, as well as the early stage scouting carried out across the project, it is clear that the package is highly prospective for large gold mineralisation. Local artisanal gold mining has been undertaken for many years within shallow pits of depth to generally less than 10m.

Amani intends to conduct a modern exploratory study and targeting program to determine potential target areas for systematic exploration work.

#### Amani Gold Limited

ABN: 14 113 517 203

#### CORPORATE DETAILS

ASX Code: ANL

#### DIRECTORS

**KLAUS ECKHOF**  
Chairman

**SIK LAP CHAN**  
Managing Director  
and CEO

**GRANT THOMAS**  
Technical Director

**QIUMING YU**  
Executive Director

**ANTONY TRUELOVE**  
Non-Executive Director

**CRAIG MCPHERSON**  
Company Secretary

#### CONTACT

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Amani Gold's Technical Director; Mr Grant Thomas commented: ***"Subject to positive due diligence, the Gada Gold Project can be a great addition to Amani Gold. We know the geology, mineralisation and have proven at Giro, that we know how to explore and discover gold deposits in this part of the DRC. The acquisition of this package would see Amani as one of the major gold tenement holders in DRC in a proven gold producing region nearby to the 600,000oz per annum gold mine at Kibali.***

***We have our teams ready to start sampling and mapping at Gada. The year ahead will see Amani primarily drill deeper at Kebigada, and then complete follow-up exploration drill testing of several of the best prospects defined at Gada".***

The Gada Gold Project consists of 10 Exploration Permits namely 12392, 12394, 12395, 11796, 11797, 11798, 11800, 11802, 11816 and 11817 for a total of 3,159.71 square kilometres located in the north east of the Democratic Republic of Congo within the Naingara, Dungu and Rungu Territories of the Haute Uele Province with Isiro as the Provincial Capital (Figure 1).

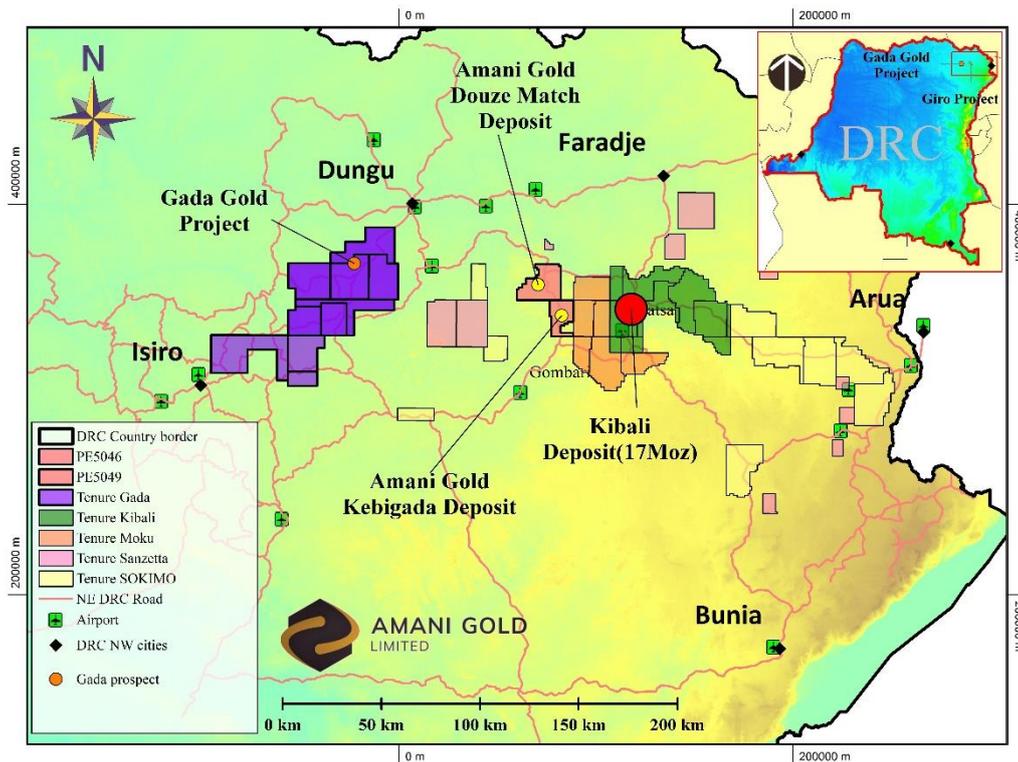
The Gada Project lies approximately 100km to the west of Amani's Giro Gold Project, 382km by road. The Gada Project can be accessed by air via an unpaved airstrip at Dungu 50km from the Gada Project. The Dungu airstrip is 3km in length and operated by MONUSCO (United Nations Organisation Stabilisation Mission in the Democratic Republic of Congo). Mobile network communication services with intermittent 3G/2G internet are available with field supplies such as food and fuel available at Dungu.

The material agreed obligations and timetable are:

1. Amani will complete legal and technical due diligence on the Gada Gold Project Permit Rights and BN Mining (including the Option Agreement with SOKIMO) within 60 days of the MoU commencement date.
2. During the due diligence period, BN Mining will incorporate a new company under the law of the Democratic Republic of Congo to hold the Gada Gold Project provided for by the Option Agreement whose shareholding will be 70% BN Mining and 30% SOKIMO.
3. Upon completion of satisfactory due diligence by Amani and a decision to continue with the acquisition, respective interests in BN Mining will be as follows: Amani 85.7% and existing shareholders of BN Mining 14.3%. Respective interests in the Gada Gold Project will be as follows: BN Mining 70% and SOKIMO 30%.
4. Upon completion of satisfactory due diligence and a decision to proceed with the acquisition Amani will, subject to shareholder approval, issue 30,000,000 shares to the current shareholders of BN Mining. In addition, the Company will settle outstanding liabilities of BN Mining for approximately US\$820,000. As part of the due diligence Amani will determine and agree payment terms for the liabilities of BN Mining. Amani will also, subject to shareholder approval, issue 30,000,000 shares to the party (Mark Gasson) who introduced the Gada Gold Project.



5. Amani will be responsible to fund and manage all gold exploration including completion of Detailed Feasibility Study within three (3) years after the signing of Definitive Agreement and all other operating expenditure, including annual license fees. A two-year extension can be secured for delivery of the Detailed Feasibility Study after due assessment.

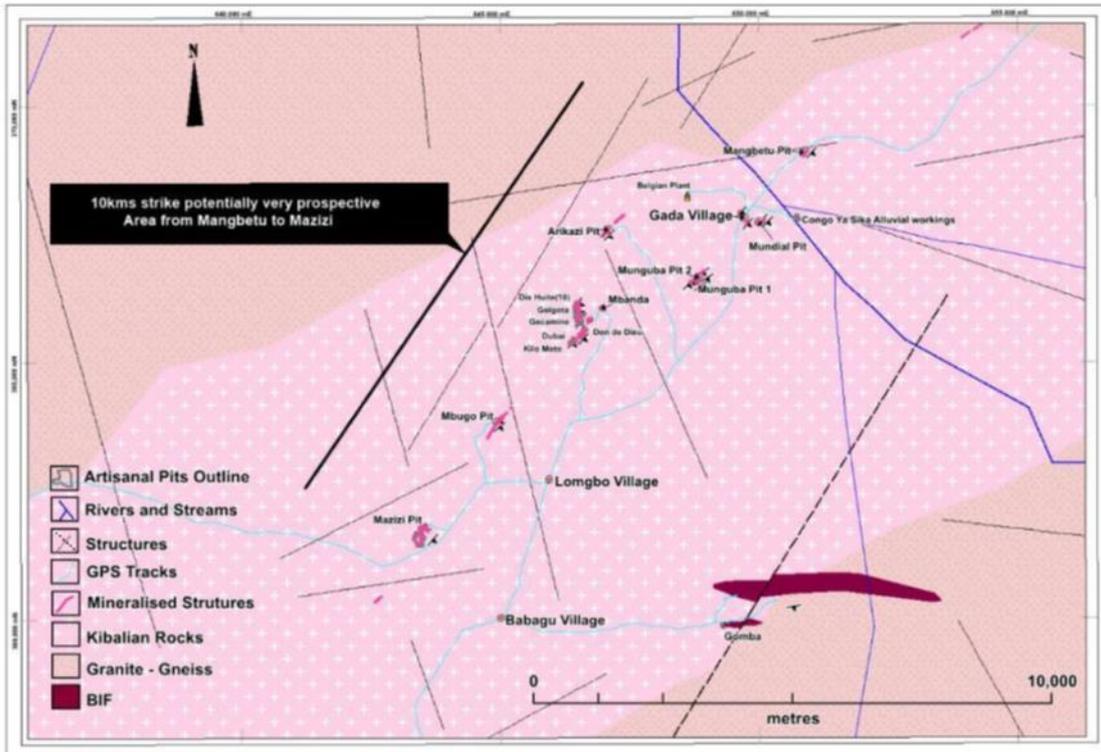


**Figure 1. Map of Haute Uele Province of the Democratic Republic of Congo showing the location of the BN Mining Licenses**

### Geology

The geology of the Gada Project area consists of porphyritic granites and gneiss intruded by NE-SW trending rocks of the Kibalian volcano-sediments striking between 10 to 55 degrees with mineralised subvertical and occasionally shallow dipping SE structures forming a mineralised open-ended corridor of approximately 10km long and at least 250m wide. In the northern Exploration Permits, there are also variably magnetic outcrops of banded iron formation which trend E-W along the contacts with granites which occur along the eastern contact of Kibalian volcano-sedimentary rocks with the granites.

A second NE-SW trending elongated oval shaped intrusion of Kibalian volcano- sediments also lies within the southern part of the Exploration Permits on either side of the Bomokadi River.



**Figure 2. Map showing the potentially prospective strike length of mineralisation and geology of the Gada Gold Project**

The Gada Project area has complex with major NE-SW major structures that are cut by NW-SE, NNE-SSW, E-W and ENE-WSW transfer faults which could host gold deposits at the intersections. The porphyritic granites also show some micro-folding and faulting which gives an indication of the general structural setting within the area (Figure 3).

Mineralisation is hosted in quartz veins and structures which are believed to be open at depth. Artisanal miners have mined quartz veins and associated structures at many places within the Gada Project area. Typically high gold grades are mined by the artisanal miners, but the miners have been unable to carry out mining below approximately 40m due to flooding and inability to dig through hard fresh rock.

Conventional diamond core and/or RC drilling will adequately determine depth extensions and widths of mineralised veins and structures within fresh rock.

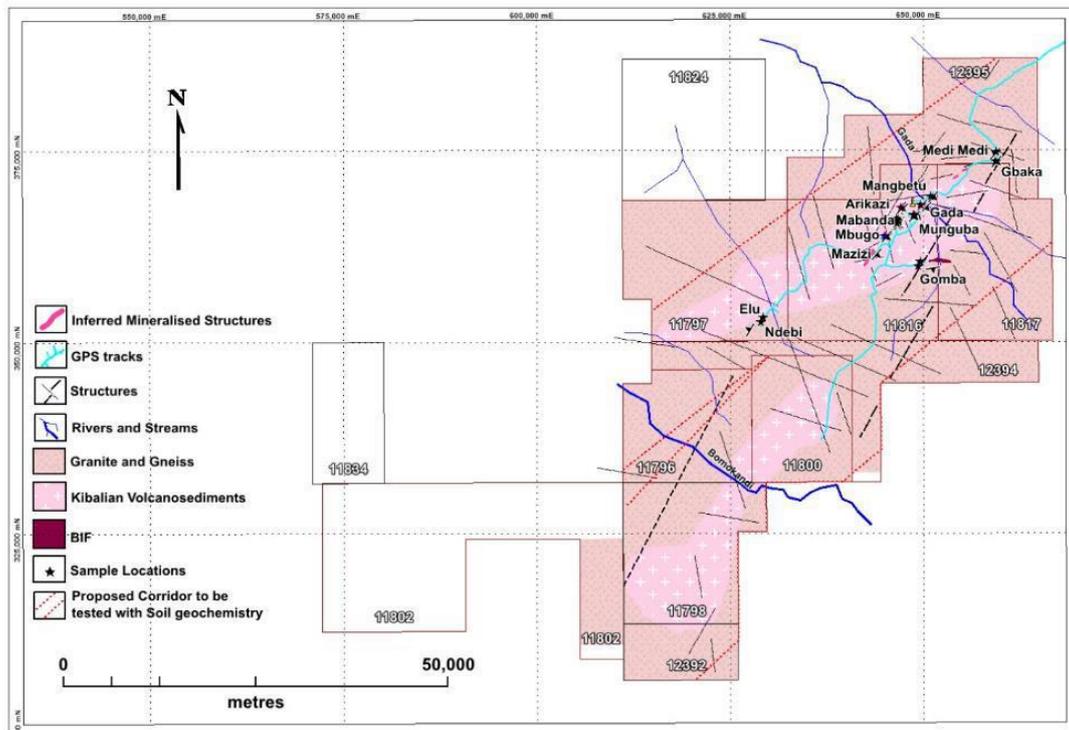


Figure 3. Map showing Exploration Permits, geology and structure of the Gada Gold Project

### Tenements included in Memorandum of Understanding

Bon Génie N. Mining (BN Mining) Sarl, a company incorporated under the law of the Democratic Republic of Congo, has signed an option agreement with LA SOCIÉTÉ MINIÈRE DE KILO-MOTO SA (“SOKIMO”), on June 20, 2011, over Exploration Permits, 11796, 11797, 11798, 11800, 11801, 11804, 11816, 11817, 11820 and 11832 (“Gada Gold Project”), located in north-east DRC within the Niangara, Dungu and Rungu Territories of the Haut Uele Province.

LA SOCIÉTÉ MINIÈRE DE KILO-MOTO SA (“SOKIMO”), a company incorporated under the law of the Democratic Republic of Congo, holds 100% of Exploration Permits, 11796, 11797, 11798, 11800, 11801, 11804, 11816, 11817, 11820 and 11832 (“Gada Gold Project”).

**Outlook**

Amani will complete legal and technical due diligence on the Gada Gold Project Permit Rights and BN Mining within the 60 days due diligence period.

Technical due diligence will start immediately and include desk top studies, site visits and rock chip sampling of known gold occurrences, pits and mineralised outcrops.

**Giro Gold Project**

The Giro Gold Project comprises two exploration permits covering a surface area of 497km<sup>2</sup> and lies within the Kilo-Moto Belt (Democratic Republic of Congo), a significant under-explored greenstone belt which hosts Randgold Resources' 16 million-ounce Kibali group of deposits within 35km of Giro (Figure 1).

The Giro Gold Project area is underlain by highly prospective volcano-sedimentary lithologies in a similar structural and lithological setting as the Kibali gold deposits. Both primary and alluvial gold was mined from two main areas, the Giro and Tora areas, during Belgian rule and today these areas are mined extensively by artisanal miners.

Amani has outlined a gold resource at Kebabada within the Giro Gold Project of 45.62Mt @ 1.46g/t Au for 2.14Moz gold at a cut-off grade of 0.9g/t Au (see ASX Announcement 23 August 2017, Figure 1).

Amani has also outlined a gold resource at Douze Match within the Giro Gold Project of 8.1Mt @ 1.2g/t Au, for 320Koz gold at a cut-off grade of 0.5g/t Au (see ASX announcement 10 December 2018, Figure 1).

The Giro Gold Project global resource now exceeds 3Moz gold; with the combined Indicated and Inferred Mineral Resource estimates for the Kebabada and Douze Match deposits at 81.77Mt @ 1.2g/t Au, for 3.14Moz Au. The combined resource is based on a 0.6g/t Au cut-off grade (Table 1).

**Table 1**

Classification	Cut-off	Kebabada			Douze Match			Total		
		Tonnes	Au	Au	Tonnes	Au	Au	Tonnes	Au	Au
		Mt	g/t	Moz	Mt	g/t	Moz	Mt	g/t	Moz
Indicated	0.6	24.76	1.27	1.01	1.86	1.36	0.08	26.62	1.28	1.09
Inferred	0.6	50.4	1.14	1.84	4.76	1.38	0.21	55.16	1.16	2.05
<b>Total</b>	<b>0.6</b>	<b>75.16</b>	<b>1.18</b>	<b>2.85</b>	<b>6.61</b>	<b>1.38</b>	<b>0.29</b>	<b>81.77</b>	<b>1.20</b>	<b>3.14</b>

Amani has held preliminary discussions with the Giro Gold Project joint venture ("JV") partners which may result in the change of the terms of the JV. Amani notes that these discussions are preliminary only and not complete. There is no certainty that any agreement on varied terms will be reached. In the event that an agreement is reached on any revised terms, a further announcement will be made updating the market accordingly.



**For more information contact:**

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**Previous Disclosure - 2012 JORC Code**

Information relating to Mineral Resources, Exploration Targets and Exploration Data associated with previous disclosures relating to the Giro Goldfields Project in this announcement has been extracted from the following ASX Announcements:

- ASX announcement titled “Giro Gold Project Exceeds 3Moz gold, with Douze Match Maiden Mineral Resource Estimate of 320koz gold” dated 10 December 2018.
- ASX announcement titled “Giro Gold Project – Revision to Maiden Resource Estimate” dated 23 August 2017.

Copies of reports are available to view on the Amani Limited website [www.amani.com.au](http://www.amani.com.au). These reports were issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person’s findings are presented have not been materially modified from the original market announcement.

**Competent Person’s Statement**

**Exploration Results**

The information in this report that relates to exploration results is based on, and fairly represents information and supporting documentation prepared by Mr Grant Thomas, a Competent Person who is a member of the Australasian Institute of Mining and Metallurgy, and a member of the Australian Institute of Geoscientists. Mr Thomas is an executive director and the Chief Technical Officer of Amani Gold Limited. He has sufficient experience that is relevant to the style of mineralisation and type of deposits under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resource and Ore Reserves”. Mr Thomas consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.