



AMANI GOLD LIMITED

ASX ANNOUNCEMENT

26 July 2018

QUARTERLY REPORT 30 JUNE 2018

Highlights

- **Giro Gold Project Feasibility Study progressing.**
- **High Grade drill hole gold assays returned from Douze Match Prospect.**
- **Combined diamond core and RC drilling campaign completed at Kebigada and Douze Match – 10 diamond core holes for 1,050m and 120 RC holes for 7,024m.**
- **Release of Corporate Outlook defining the Company's intention to move towards feasibility and potential gold production.**
- **10-15,000m of combined RC and diamond drilling is planned at Giro Gold Project in 2018 to increase ore body confidence, fully delineate Congo Ya Sika, Kebigada NW extension targets, Douze Match and test additional prospects as they are defined.**

Amani Gold Limited (ASX: ANL) ("Amani" or "the Company") is pleased to provide shareholders with the following Quarterly Report for period ended 30 June 2018.

Giro Gold Project

The Amani Giro Gold Project is located within the Moto Greenstone Belt, NE Democratic Republic of Congo (DRC). The aim of the recently completed drilling program at the Giro Project was to expand the global gold resource at Kebigada (see ASX Announcements 7 and 23 August 2017) by delineating satellite ore bodies (i.e. the satellite targets) and to define a resource at the highly prospective Douze Match prospect.

The drilling campaign was completed between November 2017 – February 2018 and has comprised a total of 10 diamond core drill holes for 1,050m and 120 RC drill holes for 7,024m on Kebigada satellite targets, namely; Congo Ya Sika, Kebigada North and Kebigada NW extension targets and at Douze Match prospect.

Amani Gold Limited

ABN: 14 113 517 203

CORPORATE DETAILS

ASX Code: ANL

DIRECTORS

QIUMING YU

Chairman

GRANT THOMAS

Technical Director

SIK LAP CHAN

Managing Director
and CEO

ANTONY TRUELOVE

Non-Executive Director

SHEND FU

Non-Executive Director

CRAIG MCPHERSON

Company Secretary

CONTACT

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Milton QLD 4064

1300 258 985

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Douze Match

At Douze Match, a total of 10 diamond core drill holes for 1,050m and 59 RC drill holes for 3,574m were completed between December 2017 to 1 February 2018. The RC reconnaissance and infill drilling aims to delineate continuity along strike of the NE-trending and SE-dipping Douze Match gold mineralization at the granite – volcanic contact and the diamond core drilling aims to extend mineralization at depth (see ASX Announcements 11 October 2017 and 2 January 2018).

To date, less than 1.5km of the 6km long NE-trending gold in soil anomaly at Douze Match has been adequately drill tested.

Assay results for the final 3 diamond core holes and 59 RC holes from Douze Match prospect include the following significant high-grade gold values:

- **7m at 3.67g/t Au from 12m, incl. 3m at 7.74g/t Au from 12m (DMRC343)**
- **10m at 2.08g/t Au from 27m, incl. 6m at 3.19g/t Au from 31m (DMRC344)**
- **4m at 3.11g/t Au from 98m, incl. 3m at 3.79g/t Au from 98m, (DMRC346)**
- **4m at 2.45g/t Au from 0m, incl. 2m at 3.81g/t Au from 2m and 13m at 1.63g/t Au from 14m, incl. 2m at 5.78g/t Au from 14m(DMRC351)**
- **4m at 3.53g/t Au from 22m, incl. 1m at 9.88g/t Au from 22m, (DMRC352)**
- **4m at 7.03g/t Au from 51m (DMRC354)**
- **4m at 2.95g/t Au from 27m, incl. 1m at 9.45g/t Au from 29m, (DMRC385)**

These assay results confirm the NE-SW trending nature of the gold mineralization at Douze Match. It is interpreted that the NE-SW trending mineralisation at Douze Match may have a shallow NE-dipping plunge which may be tested by several diamond core drill holes in follow-up drill campaigns.

Due to the success of the drill program to outline significant gold mineralization at multiple prospects, an additional 10-15,000m of combined RC and diamond drilling is planned at Giro Gold Project in 2018 to increase ore body confidence at the main Kebigada deposit, fully delineate Congo Ya Sika and Kebigada NW extension targets and the Douze Match prospect (Figure 1) plus test additional prospects as they are defined.

In May a total of 392 drill hole, auger and surface samples, for approximately 750kg, were selected from Douze Match oxide zone and dispatched to laboratories in China for sighter metallurgical studies.

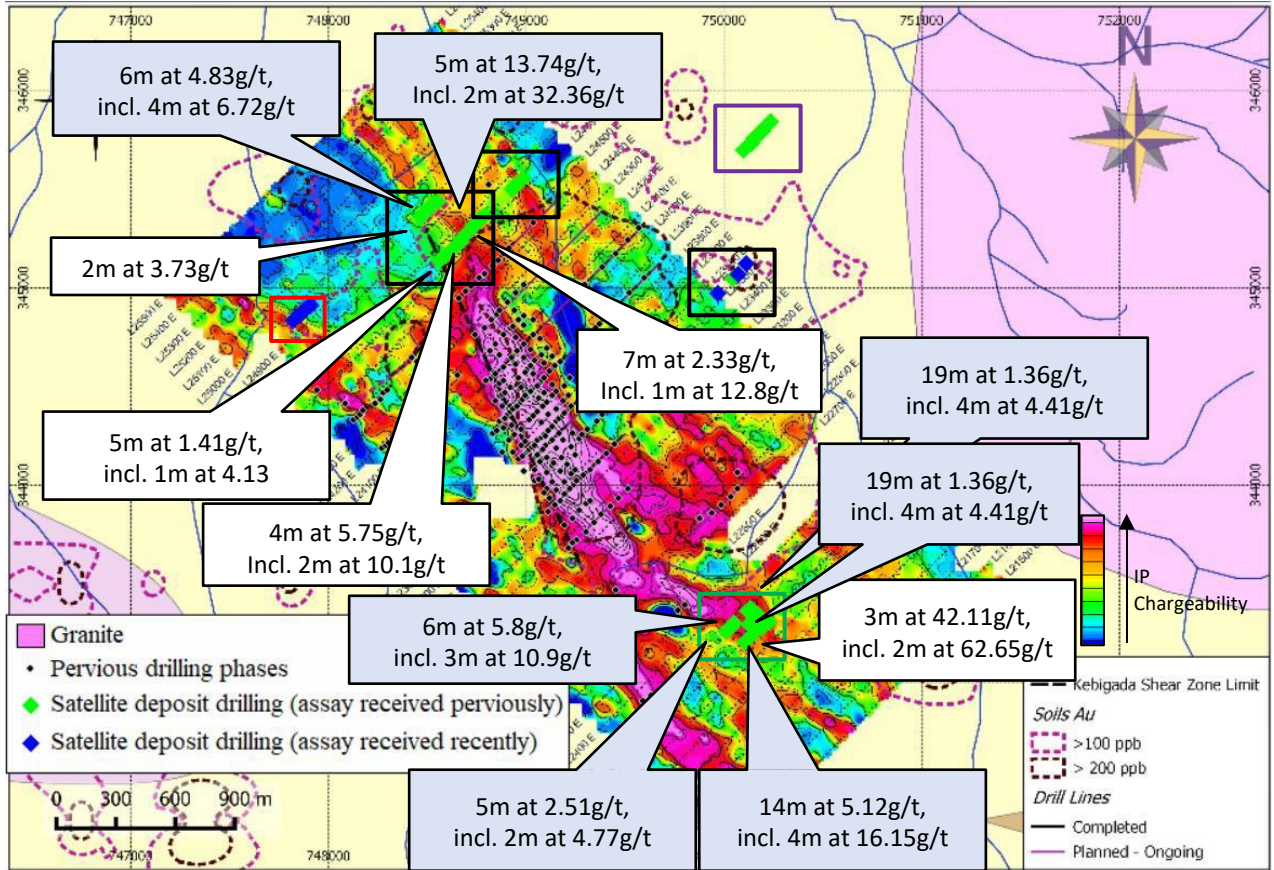


Figure 1. Kebigada satellite targets - selected RC drilling assay results. Map shows both Soil and IP Chargeability anomalies. Anomaly zones are Congo Ya Sika (green frame), Giro Vein (Red frame), Belgians Trench (Purple frame) and Kebigada East, North and Northeast (black frames).

Kebigada

At Kebigada, a total of 61 RC drill holes for 3,450m were completed on satellite targets, previously identified from exploration as either soil anomalies, IP/resistivity anomalies or areas of extensive artisanal mining activities.

Amani has previously reported high grade gold drill hole assay results from 52 of the 61 RC holes which were completed at Congo Ya Sika and Kebigada Northwest (see ASX Announcements 2 January 2018 and 15 February 2018).

Assay results for the final 9 RC drill holes (477m) from Giro Vein and Kebigada East targets (Figure 1) include the following significant gold values:

- **3m at 1.22g/t Au** from 12m (GRR300)
- **3m at 1.24g/t Au** from 42m (GRR302)
- **6m at 0.98g/t Au** from 54m (GRR306)
- **6m at 0.90g/t Au** from 11m (GRR307)



In May and June geological field mapping to identify targets (lithology and structural focus) was carried out over the area between Giro and Douze Match prospects (Figure 1). A total of 86 rock chip samples were collected and submitted for assay.

In June drone aerial surveys were completed over the Kebabigada and Douze Match prospects (Figure 1). Drone surveys continue over other known target areas.

Corporate

During the quarter the Company provided its Corporate Outlook (see ASX Announcement 21 June 2018) where it detailed the Board and management's focus and intention of moving toward project feasibility and potential gold production, with all efforts now directed to implementing this strategy.

Consequently, resource estimates for the Giro Gold Project will be upgraded (e.g. Kebabigada zone) and new resource estimates will be completed for prospects such as Douze Match and Conga Ya Sika. It is expected that resource estimates will be carried out using Australian consultants.

The Board of Amani will update shareholders on the progress of the Giro Gold Project Feasibility Study by the end of the next Quarter. During May diamond core and RC samples were collected for metallurgical studies to progress the Feasibility Study and results are currently pending.

The Board is also assessing several funding and finance options to progress the Company's strategy and to best align with shareholders. Further details regarding this will be reported over the coming weeks.

During the Quarter the Company advised that its registered office and principal place of business has changed to:

Suite 28
1 Park Road
Milton Qld 4064

And the Company's contact details have changed to the following:

Phone: 1300 258 985
Email: info@amanigold.com



For more information contact:

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Chairman
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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 “High Grade Gold Drill Hole Assays from Douze Match Prospects - Giro Gold Project” dated 19 April 2018,
- ASX announcement titled “High Grade Gold Assay Results from Kebigada Satellite Targets and Douze Match Prospects” dated 15 February 2018,
- ASX announcement titled “Significant RC drill results from Giro Gold Project” dated 2 January 2018, and
- ASX announcement titled “Amani Gears up following Maiden Mineral Resource at Giro” dated 11 October 2017.

Copies of reports are available to view on the Amani Limited website 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.

**Mineral Interests held at 30 June 2018 are as follows: -**

<i>Location</i>	<i>Concession name and type</i>	<i>Registered Holder</i>	<i>Amani's current equity interest</i>	<i>Maximum equity interest capable of being earned</i>	<i>Notes</i>
DRC	Giro Exploitation Permits PEs 5046 & 5049	Giro Goldfields sarl	55.25%	55.25%	1

DRC - Democratic Republic of Congo Notes:

1. In September 2014 Amani Gold completed the acquisition of 85% of the share capital in Amani Consulting sarl ("Amani Consulting"), which entity owns 65% of the capital in Giro Goldfields sarl ("Giro sarl"), a DRC registered company and the registered holder of the two exploitation permits comprising the Giro Project. Amani Gold is responsible for sole funding exploration on the Giro Project. Société Minière De Kilo Moto SA ("Sokimo"), a limited liability company wholly owned by the DRC Government holds the other 35% interest in Giro sarl.

Changes in the Quarter to tenement interests / farm-in and joint venture agreements: There were no changes during the quarter.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

AMANI GOLD LIMITED

ABN

14 113 517 203

Quarter ended ("current quarter")

30 JUNE 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(1,565)	(13,838)
(b) development	-	-
(c) production	-	-
(d) staff costs	(138)	(855)
(e) administration and corporate costs	(261)	(1,266)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	4	93
1.5 Interest and other costs of finance paid	-	(20)
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(1,960)	(15,886)

* Includes approximately \$6.3M in cash outflows towards the costs of compensation and relocation of artisanal miners and local villagers at the Giro Gold Project.

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(23)	(207)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

Mining exploration entity and oil and gas exploration entity quarterly report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(23)	(207)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	-	15,000
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	11
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	-	574
3.6	Repayment of borrowings	(6)	(96)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (Placement proceeds pending shareholder approval and share issue)	-	-
3.10	Net cash from / (used in) financing activities	(6)	15,489

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,811	1,063
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,960)	(15,886)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(23)	(207)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(6)	15,489
4.5	Effect of movement in exchange rates on cash held	16	379
4.6	Cash and cash equivalents at end of period	838	838

5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	356	1,018
5.2 Call deposits	482	1,793
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	838	2,811

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

Current quarter \$A'000
131
-

Directors salaries, fees and superannuation.

7. Payments to related entities of the entity and their associates

- 7.1 Aggregate amount of payments to these parties included in item 1.2
- 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

Current quarter \$A'000
17
-

Mining exploration entity and oil and gas exploration entity quarterly report

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

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9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	400
9.2 Development	-
9.3 Production	-
9.4 Staff costs	100
9.5 Administration and corporate costs	150
9.6 Other (provide details if material)	-
9.7 Total estimated cash outflows	650

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced				
10.2 Interests in mining tenements and petroleum tenements acquired or increased				

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Sign here: Date: 26 July 2018
(Company secretary)

Print name: Craig J McPherson

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.