

19 MARCH 2020

FEBRUARY 2020 PRODUCTION RESULTS – RECORD MONTHLY HEAD GRADE OF 0.96g/t

DALGARANGA GOLD PROJECT:

Gascoyne Resources Limited (Administrators Appointed) (Gascoyne or the Company) provides the following update on production results for the month of February 2020:

February Production:

- **Record** reconciled processed grade of **0.96g/t** reflecting higher grades accessed from the **Gilbey's Main Zone (GMZ)**;
- A total of **6,235** ounces produced (January: 6,395; Quarter to date total of 12,630); and
- **5,520** ounces poured (January: 6,676; Quarter to date total of 12,196);
- **Unhedged**, the Company sold 5,094 ounces of gold at an average **SPOT** price of **\$2,405** (January 7,348oz at \$2,266);
- A total of **215,419** dry tonnes was processed at a grade of **0.96g/t** achieving a **93.5%** total recovery (January: 262,451 tonnes 0.81g/t and 93.1%)
- Approximately **55%** of plant feed was sourced from the higher grade **GMZ** compared with approximately **39%** in January;

Mining:

- The successful **cutback acceleration** (see ASX announcement "Quarterly Activities Report" dated 28 January 2020) finished on 18th February, on schedule, after exposing +300m (of the total 800m length) of the southern **GMZ**.
- The **cutback acceleration** completed a **c.\$10m** investment in de-risking the mine's future access to sustainable quantities of ore to keep the processing plant at maximum capacity;
- A total of **0.88M BCM** was mined during February 2020 with **0.65M BCM** mined from the Gilbey's pit and **0.23M BCM** mined from the Golden Wings pit;

March update:

- Unreconciled production as at 13th March was **118,716** dry tonnes processed at a grade of **0.87g/t** for **3,039** ounces of produced gold;
- The automated cyanide dosing system is now fully functioning and being used to maximise recoveries whilst minimising cost of cyanide consumption;
- Re-establishment of the borefields commenced in March to guarantee Life of Mine water supply;

COVID-19:

- The Company has established procedures to minimise the risk to employees and the wider community from the COVID-19 virus; and
- Continues to monitor and adjust to changes in advice/directives provided by the West Australian and Federal Governments and their respective Health departments.

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This announcement has been authorised for release to the ASX by the Joint and Several Voluntary Administrators of Gascoyne.

