PATAGONIA GOLD PLC

Unaudited Condensed Consolidated Interim Financial Statements
(Expressed in U.S. dollars)

For the three and six months ended June 30, 2019
(Unaudited)

PATAGONIA GOLD PLC

Condensed Consolidated Interim Statement of Comprehensive Income

	Note	Three months period ended June 30		Six months period ended June 30	
		2019	2018	2019	2018
		(unaudited)	(unaudited)	(unaudited)	(unaudited)
		$'000	$'000	$'000	$'000
Continuing operations					
Revenue		6,658	12,191	11,246	28,311
Cost of sales		(3,247)	(6,391)	(7,824)	(15,945)
Gross profit		3,411	5,800	3,422	12,366
Other operating costs		(262)	-	(2,487)	-
Exploration costs		(591)	(590)	(1,361)	(1,086)
Administrative costs					
Share-based payments charge		(20)	(52)	(41)	(105)
Other administrative costs		(2,272)	(2,579)	(4,704)	(4,318)
Profit/(loss) from operations		266	2,579	(5,171)	6,857
Finance income		1,519	56	3,810	91
Finance costs		(93)	(8,648)	(3,358)	(13,066)
Profit (loss) before taxes		1,692	(6,013)	(4,719)	(6,118)
Income tax benefit/(charge)		(298)	2,236	990	1,710
Profit (loss) for the period		1,394	(3,777)	(3,729)	(4,408)
Attributable to non-controlling interest		198	(479)	(200)	(440)
Attributable to equity share owners of the parent		1,196	(3,298)	(3,529)	(3,968)
		1,394	(3,777)	(3,729)	(4,408)
Other comprehensive income / (loss) **Items that may be reclassified subsequently to profit or loss:**					
Exchange loss on translation of foreign operations		273	(5,282)	938	(5,712)
Items that will not be reclassified to profit or loss:					
Changes in the fair value of equity investments at fair value through other comprehensive income		(2)	(1)	(3)	(9)
Other comprehensive income / (loss) for the period		271	(5,283)	935	(5,721)
Total comprehensive income / (loss) for the period		1,665	(9,060)	(2,794)	(10,129)
Total comprehensive income / (loss) for the period attributable to:					
Non-controlling interest		198	(479)	(200)	(440)
Owners of the parent		1,467	(8,581)	(2,594)	(9,689)
		1,665	(9,060)	(2,794)	(10,129)
Earnings (loss) per share	5				
Basic earnings (loss) per share		0.203	(0.560)	(0.301)	(0.339)
Diluted earnings (loss) per share		0.162	(0.560)	(0.301)	(0.339)

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

PATAGONIA GOLD PLC

Condensed Consolidated Interim Statement of Financial Position

	Note	As at 30 June 2019 (unaudited)	As at 31 June 2018 (unaudited)	As at 31 December 2018 (audited)
ASSETS		$'000	$'000	$'000
Non-current assets				
Property, plant and equipment		13,258	10,881	13,508
Mineral properties		10,127	6,155	9,726
Mining rights		16,973	17,029	16,475
Other long term financial assets	8	8	16	11
Other receivables		3,329	1,862	3,075
Deferred tax asset		2,029	3,464	1,633
		45,724	39,407	44,428
Current assets				
Inventory	6	3,158	15,540	5,907
Trade and other receivables	7	2,908	8,103	4,921
Cash and cash equivalents		450	564	654
		6,516	24,207	11,482
Total assets		52,240	63,614	55,910
LIABILITIES				
Current liabilities				
Short-term loans	9	3,030	29,831	22,492
Trade and other payables	9	4,725	7,462	6,933
		7,755	37,293	29,425
Non-current liabilities				
Long-term loans	10	21,545	1,278	674
Deferred tax liabilities		1,110	-	1,075
Provisions	10	1,201	1,284	1,354
		23,856	2,562	3,103
Total liabilities		31,611	39,855	32,528
EQUTIY				
Share capital	11	300	312	301
Share premium account		135,156	140,620	135,625
Capital redemption reserve	11	29,694	30,893	29,796
Currency translation reserve		19,585	(1,330)	18,040
Share-based payment reserve		13,857	15,176	14,721
Retained earnings		(176,826)	(161,879)	(174,164)
Equity attributable to shareholders of the parent		21,766	23,792	24,319
Non-controlling interest		(1,137)	(33)	(937)
Total equity		20,629	23,759	23,382
Total liabilities and equity		52,240	63,614	55,910

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

Condensed Consolidated Interim Statement of Changes in Equity
(Unaudited)

	Note	Share capital $'000	Share premium account $'000	Capital redemption reserve $'000	Currency translation reserve $'000	Share-based payment reserve $'000	Retained earnings $'000	Total attributable to owners $'000	Non-controlling interests $'000	Total equity $'000
		Equity attributable to shareholders of the parent								
At 1 January 2018		31,886	143,690	-	300	15,503	(158,003)	33,376	407	33,783
Changes in equity for first six months of 2018										
Share-based payment		-	-	-	-	105	-	105	-	105
Lapse of options		-	-	-	-	(101)	101	-	-	-
Capital reorganization	11	(31,567)	-	31,567	-	-	-	-	-	-
Exchange differences on translation to dollars		(7)	(3,070)	(674)	4,082	(331)	-	-	-	-
Transactions with owners		(31,574)	(3,070)	30,893	4,082	(327)	101	105	-	105
Loss for the period		-	-	-	-	-	(3,968)	(3,968)	(440)	(4,408)
Other comprehensive income (loss):										
Revaluation of equity investments at fair value through OCI		-	-	-	-	-	(9)	(9)	-	(9)
Exchange differences on translation to dollars		-	-	-	(5,712)	-	-	(5,712)	-	(5,712)
Total comprehensive income (loss) for the period		-	-	-	(5,712)	-	(3,977)	(9,689)	(440)	(10,129)
At 30 June 2018		312	140,620	30,893	(1,330)	15,176	(161,879)	23,792	(33)	23,759
At 1 January 2018		31,886	143,690	-	300	15,503	(158,003)	33,376	407	33,783
Changes in equity for year ended 31 December 2018										
Share-based payment		-	-	-	-	190	-	190	-	190
Lapse of option		-	-	-	-	(98)	98	-	-	-
Capital reorganization	11	(31,567)	-	31,567	-	-	-	-	-	-
Exchange differences on translation to dollars		(18)	(8,065)	(1,771)	10,728	(874)	-	-	-	-
Transactions with owners		(31,585)	(8,065)	29,796	10,728	(782)	98	190	-	190
Loss for the year		-	-	-	-	-	(16,246)	(16,246)	(1,344)	(17,590)
Other comprehensive income (loss):										
Revaluation of equity investments at fair value through OCI		-	-	-	-	-	(13)	(13)	-	(13)
Exchange differences on translation to dollars		-	-	-	7,012	-	-	7,012	-	7,012
Total comprehensive income (loss) for the period		-	-	-	7,012	-	(16,259)	(9,247)	(1,344)	(10,591)
At 31 December 2018		301	135,625	29,796	18,040	14,721	(174,164)	24,319	(937)	23,382
Changes in equity for first six months of 2019										
Share-based payment		-	-	-	-	41	-	41	-	41
Lapse of options		-	-	-	-	(870)	870	-	-	-
Exchange differences on translation to dollars		(1)	(469)	(102)	607	(35)	-	-	-	-
Transactions with owners		(1)	(469)	(102)	607	(864)	870	41	-	41
Loss for the period		-	-	-	-	-	(3,529)	(3,529)	(200)	(3,729)
Other comprehensive income (loss):										
Revaluation of equity investments at fair value through OCI		-	-	-	-	-	(3)	(3)	-	(3)
Exchange differences on translation to dollars		-	-	-	938	-	-	938	-	938
Total comprehensive income (loss) for the period		-	-	-	938	-	(3,532)	(2,594)	(200)	(2,794)
At 30 June 2019		300	135,156	29,694	19,585	13,857	(176,826)	21,766	(1,137)	20,629

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

PATAGONIA GOLD PLC

Condensed Consolidated Interim Statement of Cash Flows

	Note	Six months ended 30 June 2019 (unaudited) $'000	Six months ended 30 June 2018 (unaudited) $'000	Year ended 31 December 2018 (audited) $'000
Operating activities				
Loss before tax for the period		(4,719)	(6,118)	(20,159)
Adjustments for:				
Finance income		(3,810)	(91)	(4,570)
Finance costs		805	1,079	1,367
Depreciation and amortization		1,954	2,495	10,515
Net impairment of assets		324	-	2,260
Inventory write-down		2,487	-	15,147
Restatement for impact of hyperinflation		(4,344)	-	(17,047)
Decrease in inventory		262	6,559	1,045
Decrease in trade and other receivables		1,759	1,871	3,840
(Increase)/decrease in deferred tax asset		(396)	(1,393)	438
Increase in deferred tax liabilities		35	-	1,075
(Decrease) in trade and other payables		(1,218)	(2,848)	(697)
(Decrease) in provisions	10	(153)	(286)	(216)
Taxes paid		-	(225)	(329)
Share-based payments charge		41	105	190
Net cash from / (used in) operating activities		(6,973)	1,148	(7,141)
Investing activities				
Finance income		3,810	91	4,570
Purchase of property, plant and equipment		(229)	(1,488)	(4,310)
Additions to mineral properties		(327)	(497)	(1,243)
Additions to mining rights		-	(14,612)	(14,612)
Proceeds from disposal		123	7,500	7,500
Net cash from / (used in) investing activities		3,377	(9,006)	(8,095)
Financing activities				
Finance costs		(805)	(1,079)	(1,367)
Increase in loans		11,935	31,845	37,816
Repayment of loans		(10,457)	(26,194)	(38,468)
Net cash from / (used in) financing activities		673	4,572	(2,019)
Net decrease in cash and cash equivalents		(2,923)	(3,286)	(17,255)
Cash and cash equivalents at beginning of year		654	1,284	1,284
Effects of exchange rate fluctuations on cash and cash equivalents		2,719	2,566	16,625
Cash and cash equivalents at end of period		450	564	654

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

The financial information on pages 1 to 4 represent the results of the parent company Patagonia Gold Plc ("Patagonia Gold" or the "Company") and its subsidiaries, collectively known as the "Group".

1. Basis of preparation

Patagonia Gold Plc is a company registered in England and Wales. The Company's ordinary shares are traded on the AIM market of the London Stock Exchange.

These unaudited condensed consolidated interim financial statements have been prepared in accordance with IAS 34 as adopted by the European Union and with the Companies Act 2006 applicable to companies reporting under IFRS. The Group's unaudited condensed consolidated interim financial statements have also been prepared in accordance with IFRS as issued by the International Accounting Standards Board ("IASB"). This condensed consolidated financial information does not comprise statutory financial statements within the meaning of Section 434 of the Companies Act 2006. Statutory financial statements for the year ended 31 December 2018 were approved by the Board of Directors on 10 April 2019. These financial statements which contained an unqualified audit report under Section 495 of the Companies Act 2006, with an emphasis of matter paragraph on the carrying value of investments in subsidiary companies, did not contain any statements under Section 498 (2) or (3) of the Companies Act 2006, and have been delivered to the Registrar of Companies in accordance with Section 441 of the Companies Act 2006.

The accounting policies applied in these condensed consolidated interim financial statements are consistent with those used in the annual consolidated financial statements for the year ended 31 December 2018, with the exception of the adoption of new accounting standards outlined in note 3. These condensed consolidated interim financial statements should be read in conjunction with the annual consolidated financial statements. The accounting policies have been applied consistently throughout the Group for the purposes of preparation of these condensed consolidated interim financial statements. There has been no change in critical accounting estimates from year-end.

2. Going concern

The attached financial statements are prepared on a going concern basis which the Directors believe to be appropriate for the following reasons:

Until February 2019, Patagonia Gold operated the Cap-Oeste and Lomada mines. During 2018 Patagonia Gold produced 43,096 oz AuEq. In February 2019, the Company took the decision to close Lomada and put Cap-Oeste on care and maintenance pending a review on the viability of mining the high-grade underground resource at Cap-Oeste and potentially transporting the ore at a nearby processing facility. Patagonia Gold continues to evaluate this alternative and it is expected that a decision will be made during 2019. In addition, the Company continues recovering gold and silver from the existing heap leach operations.

In the meantime Patagonia Gold has reverted to being an exploration company that funds its activities from external sources such as debt or equity raises. In February 2019, the Company announced that its largest shareholder, Cantomi Uruguay S.A., a company owned and controlled by the Company's Non-Executive Chairman, Carlos Miguens, had provided a two year US$15 million loan facility that will be utilised to fund the Company's activities going forward while the review of the Cap-Oeste underground option is ongoing together with the Feasibility Study of its Calcatreu flagship project.

The Directors are confident that the Group has sufficient available funding and options available to enable it to continue to meet its commitments as they fall due and to undertake the current planned programme of activity over the 12 months from the date of its last Annual Report.

Accordingly, the Directors have therefore concluded that the financial statements should be prepared on a going concern basis and do not include any adjustments which would be necessary if the Group ceased to be a going concern.

3. Recently adopted accounting standards - IFRS 16 'Leases'

At 30 June 2019, the leases that the Company has are short-term leases. The group has elected not recognise right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. Payments associated with short-term leases and leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less. Low-value assets comprise IT-equipment and small items of office furniture.

4. Segmental analysis

Management do not currently regard individual projects as separable segments for internal reporting purposes except for the Lomada Project, which commenced commercial production in Q3 2013 and the Cap-Oeste Project which commenced commercial production in Q4 2016. All revenue in the period is derived from sales of gold and silver.

The Group's net profit and its geographic allocation of total assets and total liabilities may be summarised as follows:

Net profit/(loss)

	Three months period ended June 30		Six months period ended June 30	
(Thousands of $)	**2019**	**2018**	**2019**	**2018**
Argentina and Chile [(1)]	(1,255)	(9,238)	(3,816)	(14,755)
United Kingdom	(131)	99	(399)	(1,131)
Argentina – Lomada Project	851	-	546	-
Argentina – Cap Oeste Project	1,929	5,362	(60)	11,478
	1,394	(3,777)	(3,729)	(4,408)

(1) Segment represents other exploration projects.

Total assets

(Thousands of $)	**As at 30 June 2019**	**As at 30 June 2018**	**As at 31 December 2018**
Argentina, Uruguay and Chile [(1)]	27,831	24,599	26,788
Argentina - Lomada Project	4,798	1,029	5,189
United Kingdom	2,098	1,748	1,951
Argentina – Cap-Oeste Project	17,513	36,238	21,982
	52,240	63,614	55,910

(1) Segment represents other exploration projects.

Total liabilities

(Thousands of $)	As at 30 June 2019	As at 30 June 2018	As at 31 December 2018
Argentina, Uruguay and Chile [(1)]	5,877	20,354	14,365
Argentina - Lomada Project	670	453	1,205
United Kingdom	18,482	11,591	11,638
Argentina – Cap-Oeste Project	6,582	7,457	5,320
	31,611	39,855	32,528

(1) Segment represents other exploration projects.

The Group's geographic allocation of exploration costs is as follows:

	Three months period ended June 30		Six months period ended June 30	
(Thousands of $)	2019	2018	2019	2018
Argentina [(1)]	591	590	1,361	1,086
	591	590	1,361	1,086

(1) Segment represents exploration projects other than the Lomada Project and Cap-Oeste Project.

Exploration costs incurred at all the other projects are written off to the statement of comprehensive income in the period they were incurred.

5. Earnings per share

The calculation of basic and diluted earnings per share is based on the following data:

	Three months period ended June 30		Six months period ended June 30	
	2019	2018	2019	2018
Profit (loss) after tax (Thousands of $)	1,196	(3,298)	(3,529)	(3,968)
Weighted average number of shares [(1)]	23,634,749	23,634,749	23,634,749	23,634,749
Basic earnings (loss) per share ($)	0.203	(0.560)	(0.301)	(0.339)
Diluted earnings (loss) per share ($)	0.162	(0.560)	(0.301)	(0.339)

(1) See Note 9 – Share capital.

At 30 June 2019, there were 1,515,950 share options in issue. For the period of six months ended 30 June 2019, 30 June 2018 and for the period of three months ended 30 June 2018, the Group has reported a loss, so the share options are non-dilutive.

6. Inventory

Inventory comprises gold held on carbon and in the pile, plus consumables, and is valued by reference to the costs of extraction, which include mining and processing activities. Inventory and work in process is valued at the lower of the costs of extraction or net realisable value. Inventories sold are measured by reference to the weighted average cost.

(Thousands of $)	As at 30 June 2019	As at 30 June 2018	As at 31 December 2018
Work in process			
Gold held on carbon	2,091	2,349	1,704
Ore stockpiles	-	11,597	2,842
Consumables	1,067	1,594	1,361
	3,158	15,540	5,907

Ore stockpiles at Cap-Oeste have been valued using an assumed recovery rate of 65%. Consumables represent stocks of mining supplies, reagents, lubricants and spare parts held on site.

The cost of inventories recognised as an expense and included in the cost of sales amounted to $6.0 million (June 2018: $13.8 million and December 2018: $23.3 million).

Inventories held on carbon are expected to be sold, used or consumed within one year of the balance sheet date.

The net realisable value of the inventory is less than the costs incurred in establishing the ore stockpile and therefore a write down was required. The write down has been recognised within Other operating costs, $2.5 million for Cap-Oeste.

7. Trade and other receivables

Current assets

(Thousands of $)	As at 30 June 2019	As at 30 June 2018	As at 31 December 2018
Other receivables	308	497	942
Prepayments and accrued Income	101	54	133
Recoverable VAT	2,499	7,552	3,846
	2,908	8,103	4,921

All trade and other receivable amounts are short-term.

The carrying value of all trade and other receivables is considered a reasonable approximation of fair value.

There are no past due debtors.

The directors consider the VAT receivable as at 30 June 2019 to be recoverable in full and no provision is considered necessary. Good progress has been made during 2018 and 2019 to recover VAT receivables that arose in prior years.

8. Financial assets at fair value through other comprehensive income and Financial Instruments Disclosures

Financial assets at fair value through other comprehensive income

The Company holds financial assets at fair value through other comprehensive income which are listed equity securities that are publically traded on the AIM market. Fair values have been determined by reference to their quoted bid prices at the reporting date. The following unrealised losses are included in accumulated other comprehensive income.

(Thousands of $)	As at 30 June 2019	As at 30 June 2018	As at 31 December 2018
Opening balance	11	24	24
Loss for the period	(3)	(8)	(13)
Closing balance	8	16	11

The following table presents financial assets and liabilities measured at fair value in the statement of financial position in accordance with the fair value hierarchy. This hierarchy groups financial assets and liabilities into three levels based on the significance of inputs used in measuring the fair value of the financial assets and liabilities. The fair value hierarchy has the following levels:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The level within which the financial asset or liability is classified is determined based on the lowest level of significant input to the fair value measurement.

The financial assets and liabilities measured at fair value in the statement of financial position are grouped into the fair value hierarchy as follows:

(Thousands of $)	*Level 1*	*Level 2*	*Level 3*	*Total*
As at 30 June 2019				
Listed securities	8	-	-	8
As at 30 June 2018				
Listed securities	16	-	-	16
As at 31 December 2018				
Listed securities	11	-	-	11

9. Trade and other payables

Current liabilities

(Thousands of $)	As at 30 June 2019	As at 30 June 2018	As at 31 December 2018
Trade and other payables	4,380	6,928	5,071
Income tax	-	338	462
Short term loans	3,030	29,831	22,492
Other accruals	345	196	1,400
	7,755	37,293	29,425

The carrying values of trade and other payables are considered to be a reasonable approximation of fair value.

The Group takes short term loans for the purpose of financing ongoing operational requirements. The Group's short-term loans are denominated in USD and are at fixed rates of interest. Loans are provided from a range of banks.

10. Long term loans and provisions

(Thousands of $)	As at 30 June 2019	As at 30 June 2018	As at 31 December 2018
Long term loans	21,545	1,278	674
Provisions	1,201	1,284	1,354
	22,746	2,562	2,028

The Group takes long term loans for the purpose of financing ongoing operational requirements. The Group's long-term loans granted to PGSA are denominated in USD and are at fixed rates of interest. Long term loans are provided by an Argentinian bank and backed by a Letter of Guarantee from the Company.

The carrying values of the provisions are considered to be a reasonable approximation of fair value. The timing of any resultant cash outflows are uncertain by their nature. The movement in the provisions are comprised of the following:

(Thousands of $)	Reclamation and remediation provision(i)	Tax provision(ii)	Other(iii)	Total
Balance at 1 January 2019	1,274	68	12	1,354
Exchange differences	(144)	(8)	(1)	(153)
Balance at 30 June 2019	1,130	60	11	1,201

(i) Reclamation and remediation provision relate to the environmental impact of works undertaken at the balance sheet date.

(ii) Tax provision for withholding tax on foreign suppliers.

(iii) Provision for road traffic accident. In October 2011 and March 2012, following a fatal road traffic accident in Argentina, compensation claims were made outside of the life insurance policy held by PGSA. These are nonjudicial claims against PGSA that have been partially settled through a mediation process among PGSA, the automobile insurance company, and the claimants. According to those settlement agreements, the automobile insurance company paid the agreed compensations to the claimants, while PGSA committed to afford some of the court expenses and settlement fees. On 7 October 2014, PGSA was notified of the judicial complaint for compensation for moral damages, loss of economic aid, and expenses, filed by the inheritors of one of the victims against PGSA, amounting to $0.05 million (AR$2.1 million) plus interest. As at June 30 2019, although the plaintiff claims compensation relating to loss of economic aid and expenses, those items have already been covered under an out-of-court previous settlement by the labor risk insurance company of PGSA. As at that date, the claim remains partially outstanding with respect to the moral damages item and a provision of $11 thousand (AR$470 thousand) has been recorded.

11. Share capital

Authorised

Issued and fully paid ordinary shares of 1p each ($0.013)	Number of ordinary shares	Amount
At 1 January 2018	2,363,474,884	$ 31,886
Net impact of share reorganisation	(2,339,840,135)	(31,567)
Exchange difference on translation to $	-	(7)
At 30 June 2018	23,634,749	$ 312
At 1 January 2018	2,363,474,884	$ 31,886
Net impact of share reorganisation	(2,339,840,135)	(31,567)
Exchange difference on translation to $	-	(18)
At 31 December 2018	23,634,749	$ 301

On 9 May 2018 Patagonia Gold approved a capital reorganisation of the Company's existing ordinary share capital, reducing the number of Ordinary Shares in issue by a factor of 100. As result of the capital reorganization Patagonia Gold has in issue 23,634,749 New Ordinary Shares of 1 pence each in nominal value. The difference between the share capital book value previous to the capital reorganization and the share capital after it was recognised as Capital redemption reserve on the Company equity. The New Ordinary Shares have the same rights and benefits as the Old Ordinary Shares. The capital reorganisation is explained within note 22 to the 31 December 2018 financial statements.

Movements in the period are outlined below:

Issued and fully paid ordinary shares of 1p each ($0.013)	Number of ordinary shares	Amount
At 1 January 2019	23,634,749	301
Exchange difference on translation to $	-	(1)
At 30 June 2019	23,634,749	300

12. Related parties

During the period, the following transactions were entered into with related parties:

(Thousands of $)	Notes	Six months ended 30 June 2019	Six months ended 30 June 2018	Year ended 31 December 2018
Agropecuaria Cantomi S.A.	(i)	44	65	66
Agropecuaria Cantomi S.A.	(ii)	6,308	-	-

(i) During the period the Group paid Agropecuaria Cantomi S.A. ("Agropecuaria") for the provision of an office in Buenos Aires. Agropecuaria is a related party because Carlos J. Miguens, the Company's Chairman, is a director and a shareholder of Agropecuaria.

(ii) At 30 June 2019, the Company has borrowed US$6.3 million from the two year loan facility of US$15 million signed in February 2019 with its largest shareholder, Cantomi Uruguay S.A., a company owned and controlled by the Company's Non-Executive Chairman, Carlos Miguens.

13. Subsequent events

On May 31, 2019, the boards of directors of Hunt Mining Corp. ("Hunt") and Patagonia Gold, PLC ("Patagonia") announced that they had reached agreement on the terms of a recommended share for share exchange offer to be made by Hunt for all the issued shares of common stock of Patagonia in exchange for the common shares of Hunt on the basis of 10.76 Hunt Shares for each Patagonia Share. Hunt would issue 254,355,192 Common Shares to the shareholders of Patagonia representing an ownership interest of approximately 80% in Hunt in exchange for all of the issued and outstanding shares of Patagonia.

As a result of the Transactions, the former shareholders of Patagonia would acquire control of Hunt.

On May 29, 2019 the holders of a majority of the outstanding Hunt shares approved the share exchange by written consent.

On July 22, 2019, the Court sanctioned the Scheme, a Court Order was delivered to the Registrar of Companies and the Scheme became effective.

There have been no other significant subsequent events.

Directors
Carlos J. Miguens
Non-Executive Chairman

Christopher van Tienhoven
Chief Executive Officer

Gonzalo Tanoira [1]
Non-Executive Director

Manuel de Prado [1]
Non-Executive Director

[1] They have resigned from their office as a Director of the Company effective July 22, 2019

Officers
Cristian Lopez Saubidet
Chief Financial Officer

Registered office
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Company registered number
3994744

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London EC2A 1AG

Solicitors
Stephenson Harwood LLP
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London EC2M 7SH

Nominated adviser and Broker
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26 Mount Row
London W1K 3SQ

Company Secretary
Vistra Nominees (UK) Limited
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Registrars and transfer agents
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