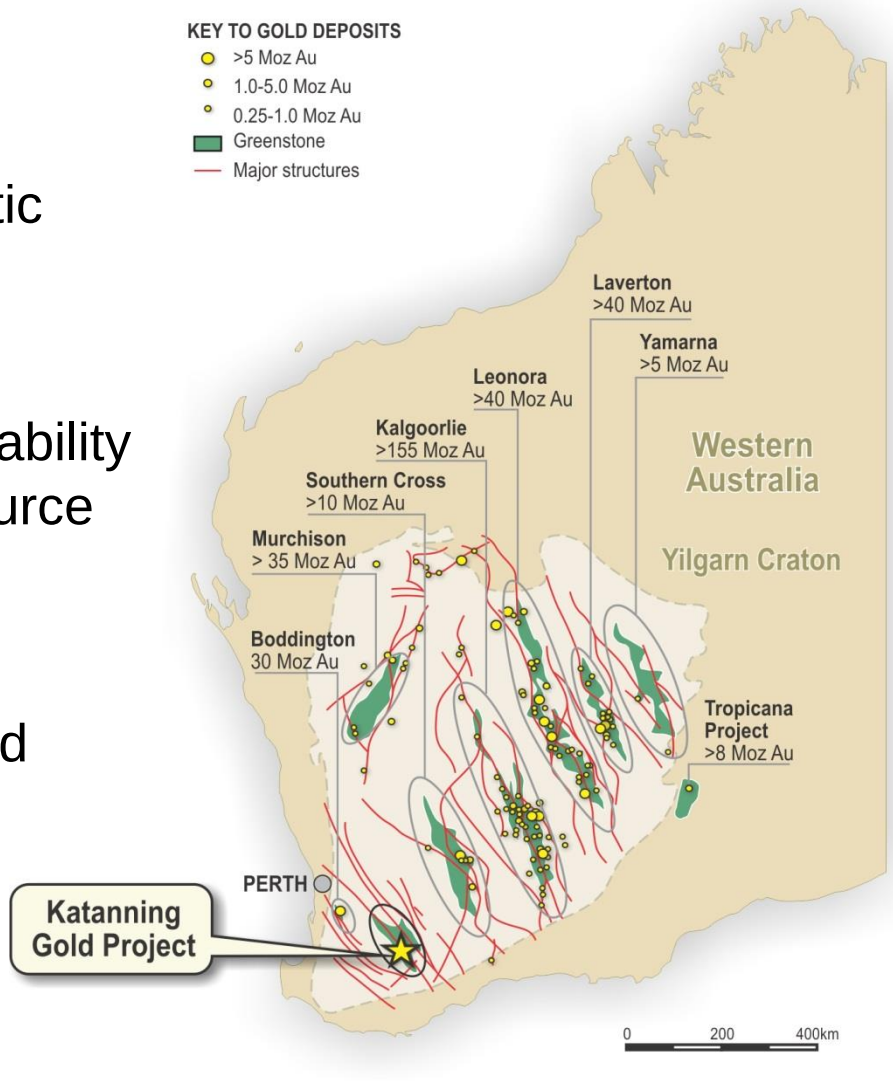
Katanning Gold Project

Corporate Presentation

22nd February 2016

Katanning Gold Project

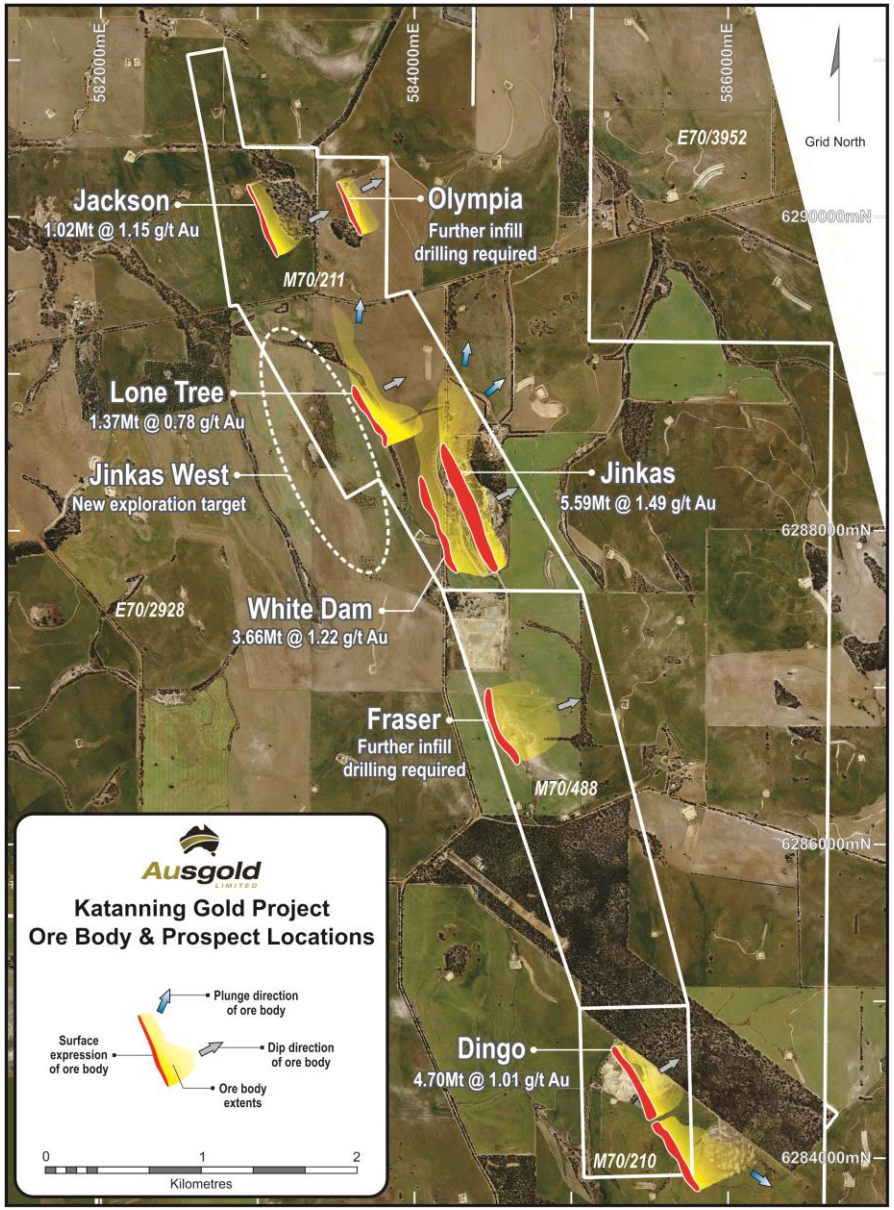
- Core asset located in secure domestic location with +1Moz Au Resource potential on +2000km^2 landholding
- Scoping Study confirms economic viability supported by JORC compliant Resource Inventory
- Poised to realise the prospectivity of substantially under-/ un-explored gold terrane



Katanning Gold Project - Resources

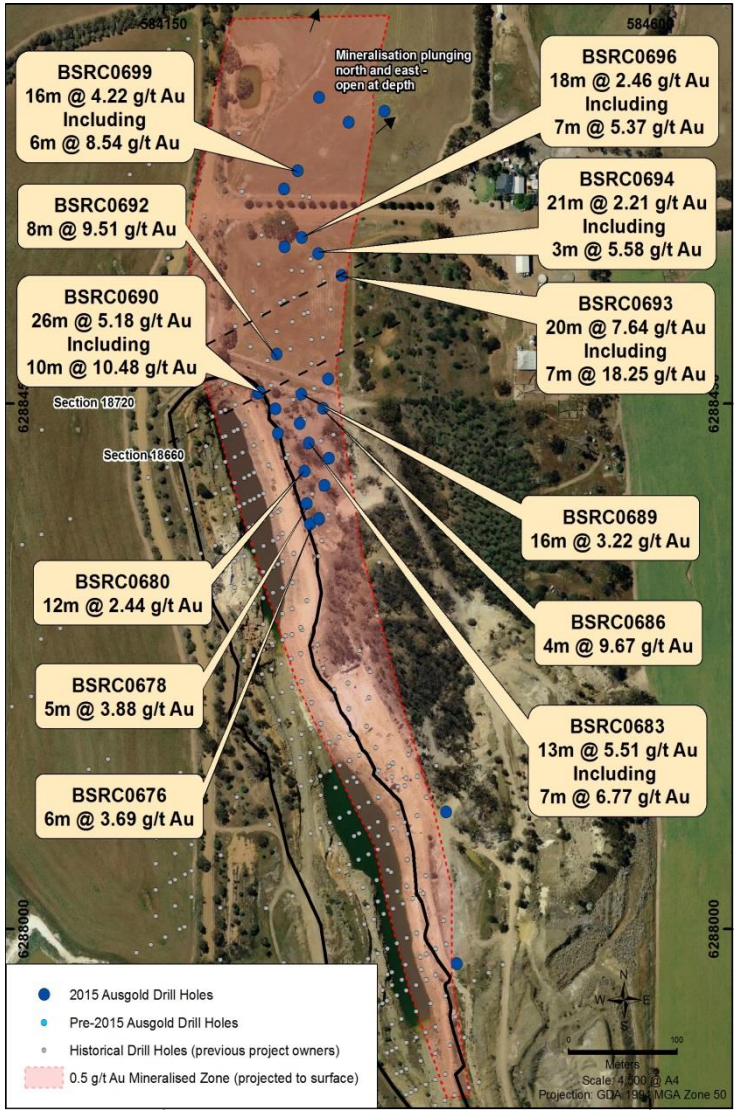
	Tonnes (Millions)	Gold (g/t)	Ounces ('000)
Measured Resource	3.0	1.94	188
Indicated Resource	6.7	1.07	230
Inferred Resource	6.6	1.02	219
TOTAL	**16.4**	**1.21**	**637**

- Realistic representation of potential mining operation
  - Improved understanding of mineralisation controls
  - Robust Models & Resource
  - **Mineralisation remains open with potential to expand high grade shoots**
- Drill hole spacing generally 10-20m on 20m sections
- Overall 66% of Au in Measured & Indicated categories
  - High proportion of Resource is high confidence
- Historic mining & metallurgical test work indicates good recoveries & encouraging proportions of free milling gold



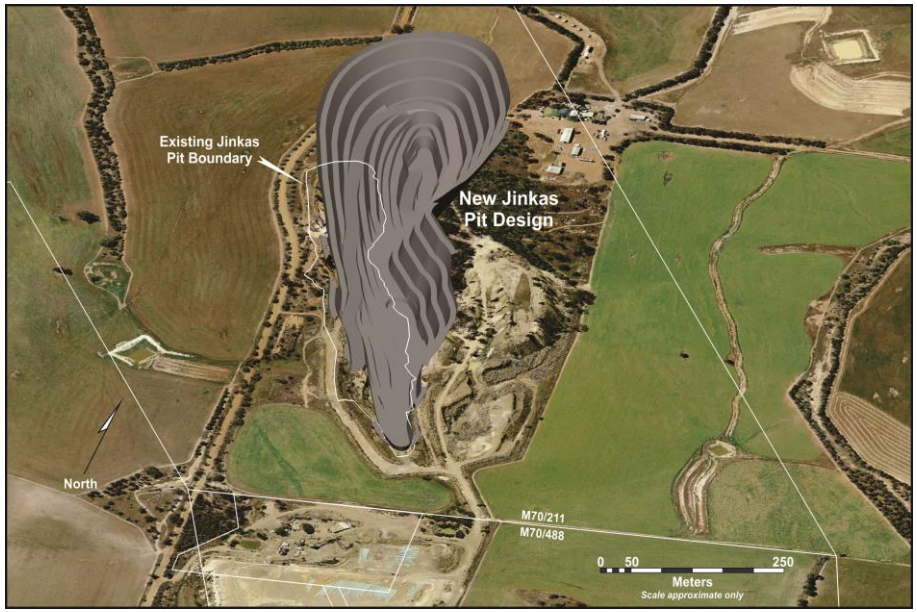
Jinkas RC Drilling - 2015

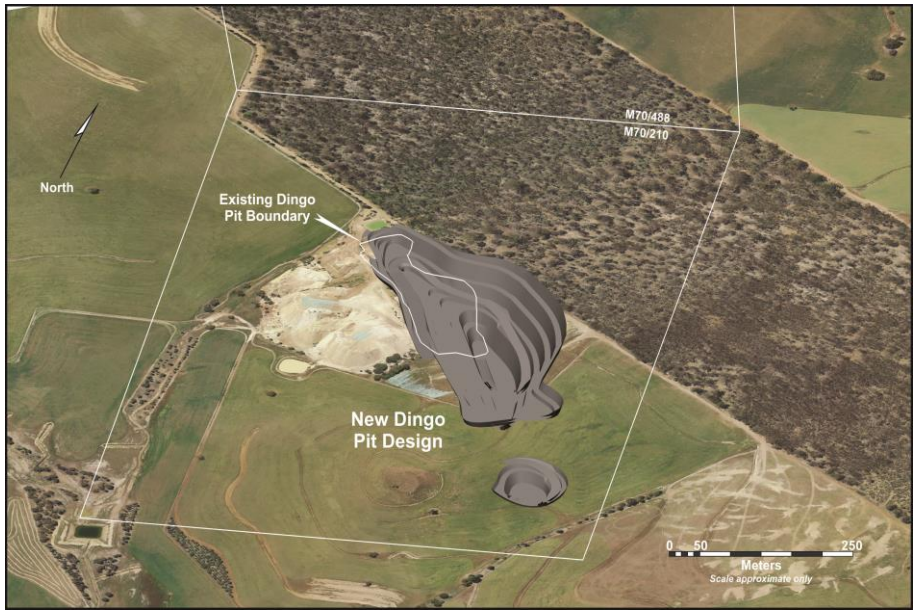
- Advances in understanding of mine geology – high grade cores to mineralisation
- Stronger mineralisation on upper and lower contacts of felsic granulite units
- Mineralisation appears open down-plunge, and along strike to the North and East
- Recent results highlights include:
  - 20m @ 7.64 g/t Au (from 96m)
  - 26m @ 5.18g/t Au (from 49m)
  - 16m @ 4.22 g/t Au (from 84m)
  - 13m @ 5.51 g/t Au (from 65m)
  - 18m @ 2.46 g/t Au (from 89m)



Positive Scoping Study

- 98% of Mineral Resource in Measured (64%) & Indicated (34%) categories
- 46Kozpa for years 1-4
- LOM C1 Cash Costs A$957 per oz (A$879 per oz @ Jinkas)
- LOM ASIC A$1,116per oz
- 4 year LOM producing 212Koz
- Infrastructure capital $45M including a 1Mtpa on site plant





Cautionary Statement: This preliminary study is an order of magnitude technical and economic study of the potential viability of Mineral Resources. It includes appropriate assessments of realistically assumed Modifying Factors (See Appendix 3) together with any other relevant operational factors that are necessary to demonstrate at the time of reporting that progress to a Pre-Feasibility Study can be reasonably justified. Further assessment and more advanced studies are required to establish that targets and conclusions will be realised. Ausgold Ltd has concluded it has reasonable basis for the forward looking statements in this presentation. Further information is in Appendix 1.

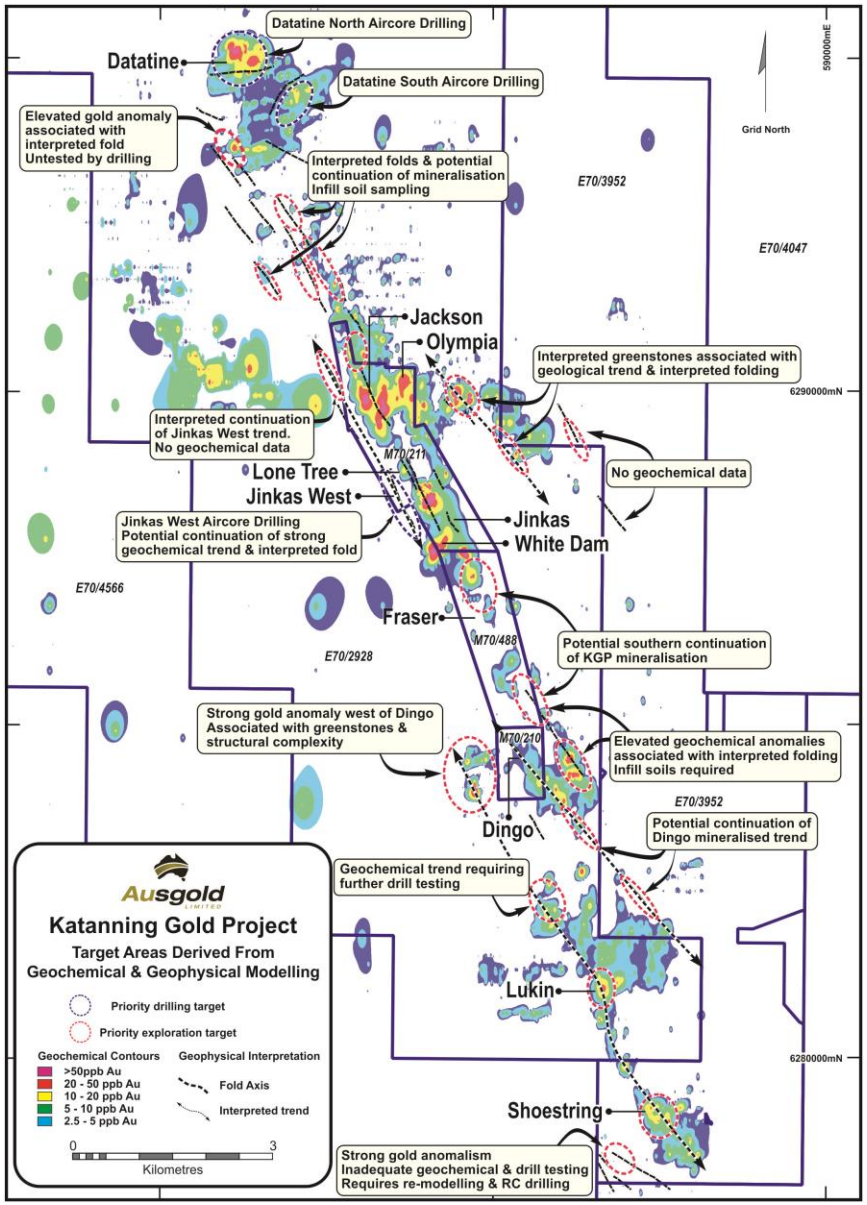
Realising Emerging Opportunities

- Mineral Resource modelling highlights where significant potential exists to rapidly add ounces through expansion & discovery of new high-grade shoots

- New exploration model predicts repetitions of mineralisation
  - Magnetic anomalies
    - Similar structures as at Jinkas
  - Geochemical anomalies
    - In addition to bedrock testing
    - Historic drilling
  - Right rocks!

- Discovery opportunities
  - "Old wheel" outdated
  - Regional and near mine targets remain under- or un-explored
  - Renewed focus on geology

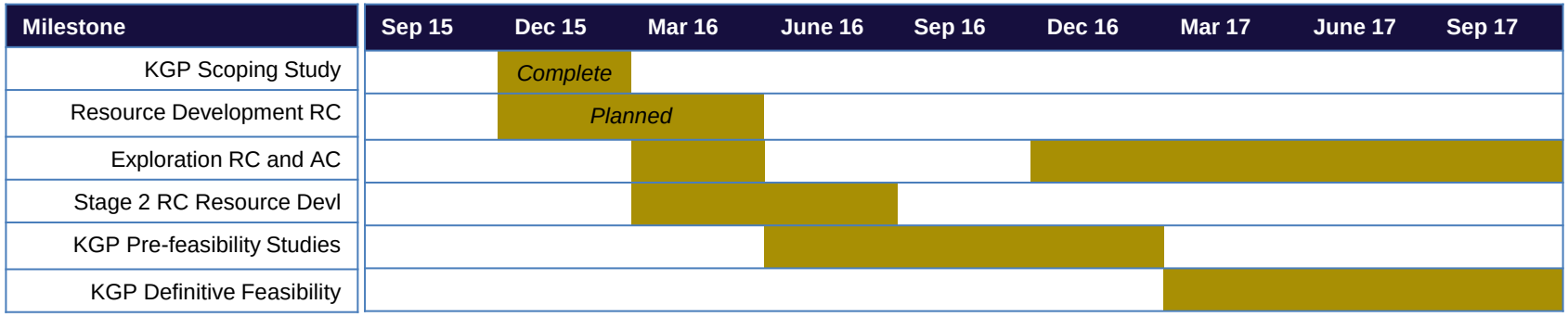
- Systematic exploration with multiple drill-ready targets



Key Milestones and Summary

Targeting +1Moz Resource Base through new discovery & existing Resource expansion

- Key ground position on mining licenses
- Excellent Resource Development upside and exploration prospectivity
- Potential to grow KGP into new regional gold mining centre
- Poised to deliver shareholder value



Appendix 1 – Resource Table & Figures

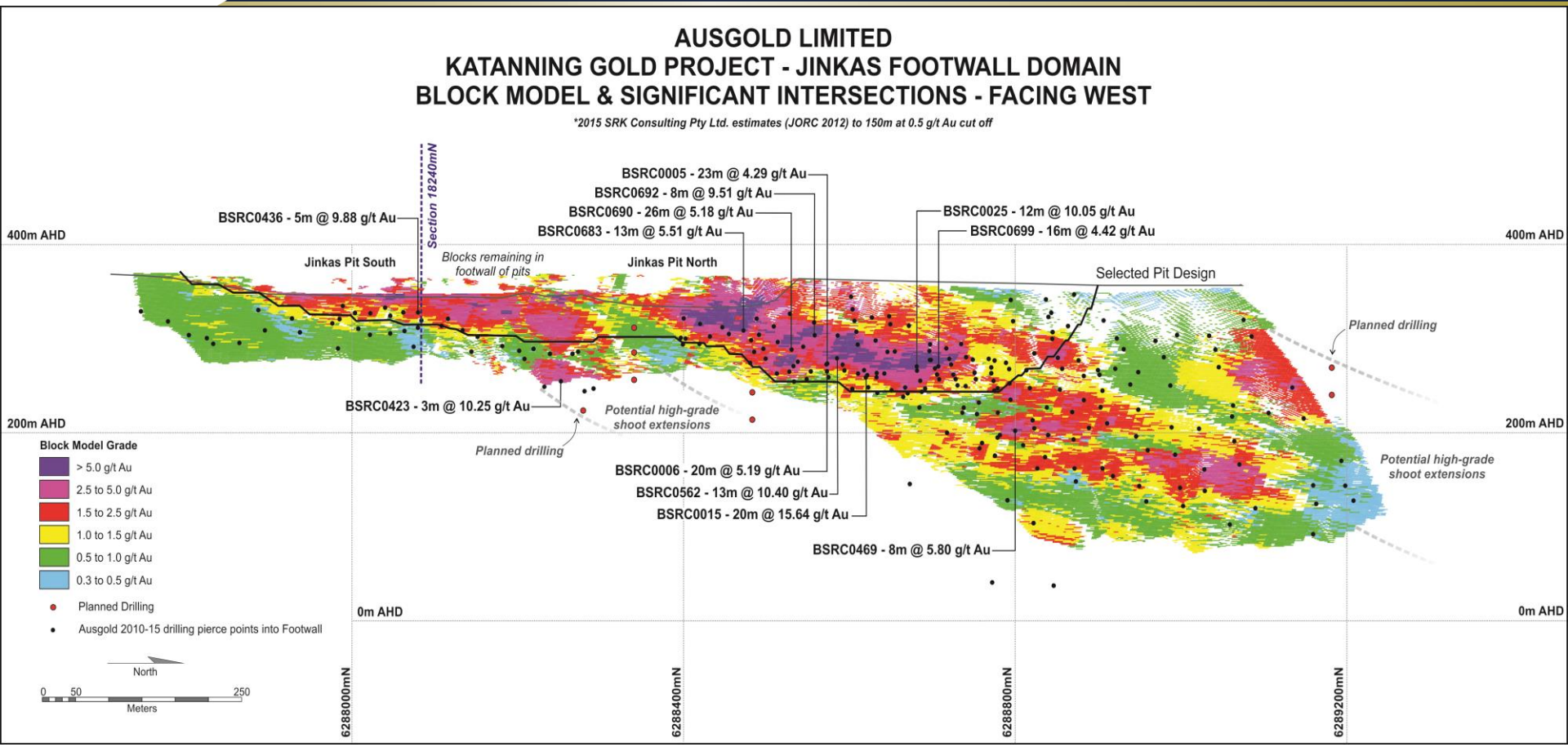
Lode	Measured			Indicated			Inferred			Totals		
	Mt	*Au g/t*	*Koz*	*Mt*	*Au g/t*	*Koz*	*Mt*	*Au g/t*	*Koz*	*Mt*	*Au g/t*	*Koz*
Jinkas Main Lodes	2.37	2.15	164	1.00	1.13	36	0.75	0.89	21	4.13	1.67	221
Jinkas HW Lodes	0.22	1.10	8	0.76	1.02	25	0.49	0.91	14	1.47	1.00	47
Jinkas Total	**2.59**	**2.06**	**171**	**1.77**	**1.08**	**62**	**1.24**	**0.90**	**36**	**5.59**	**1.49**	**268**
Dingo Main Lodes	0.44	1.22	17	2.95	1.11	106	0.38	0.77	9	3.77	1.09	132
Dingo HW Lodes	-	-	-	0.63	0.72	15	0.31	0.64	6	0.94	0.69	21
Dingo Total	**0.44**	**1.22**	**17**	**3.58**	**1.05**	**120**	**0.69**	**0.71**	**16**	**4.70**	**1.01**	**153**
Jackson Main	-	-	-	0.32	1.50	16	0.04	0.94	1	0.37	1.43	17
Jackson HW & FW	-	-	-	0.47	1.02	15	0.19	0.95	6	0.66	1.00	21
Jackson Total	**-**	**-**	**-**	**0.79**	**1.22**	**31**	**0.24**	**0.95**	**7**	**1.02**	**1.15**	**38**
Lone Tree Total	**-**	**-**	**-**	**0.17**	**0.93**	**5**	**1.19**	**0.76**	**29**	**1.37**	**0.78**	**34**
White Dam Total	**-**	**-**	**-**	**0.38**	**1.00**	**12**	**3.28**	**1.24**	**131**	**3.66**	**1.22**	**143**
GRAND TOTAL	**3.0**	**1.94**	**188**	**6.7**	**1.07**	**230**	**6.6**	**1.02**	**219**	**16.4**	**1.21**	**637**

KGP Mineral Resource Estimates (2015; SRK Consultants to JORC 2012)

Notes: The Mineral Resource is reported at a lower cut-off grade of 0.50g/t gold.

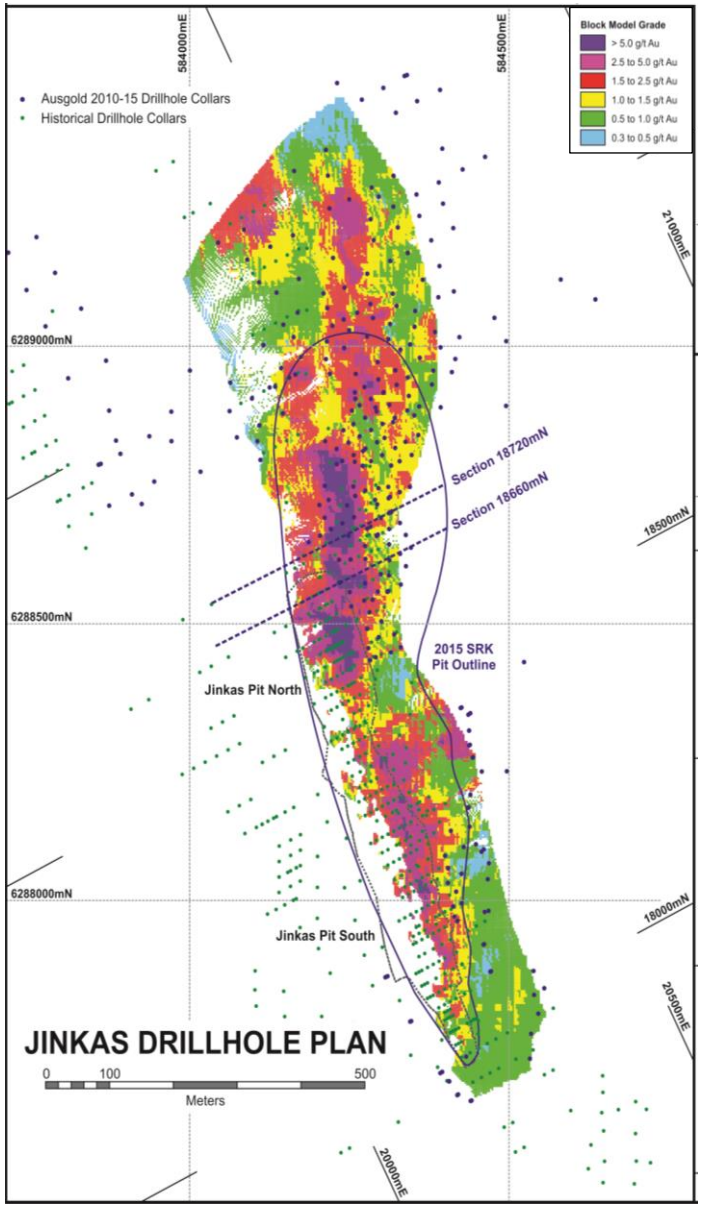
The topographic surface at the KGP is at approximately 360mRL with the Mineral Resource Estimate stated to a depth of 210mRL (approximately 150 metres below land surface).

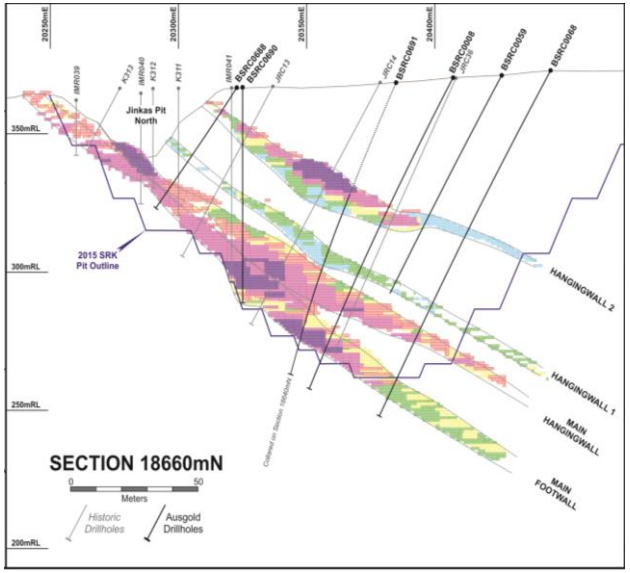
Jinkas Resource Model

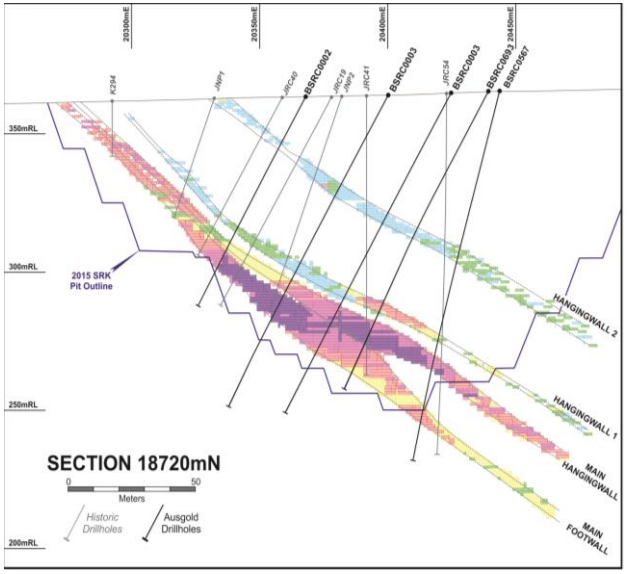


- Gold mineralisation occurs proximal to Adamellite intrusive contacts dipping gently east at 30º
- High grade shoot extension potential with intersections such as:
  - 3m @ 10.25 g/t Au
  - 8m @ 5.80 g/t Au
  - 2m @ 6.09 g/t Au

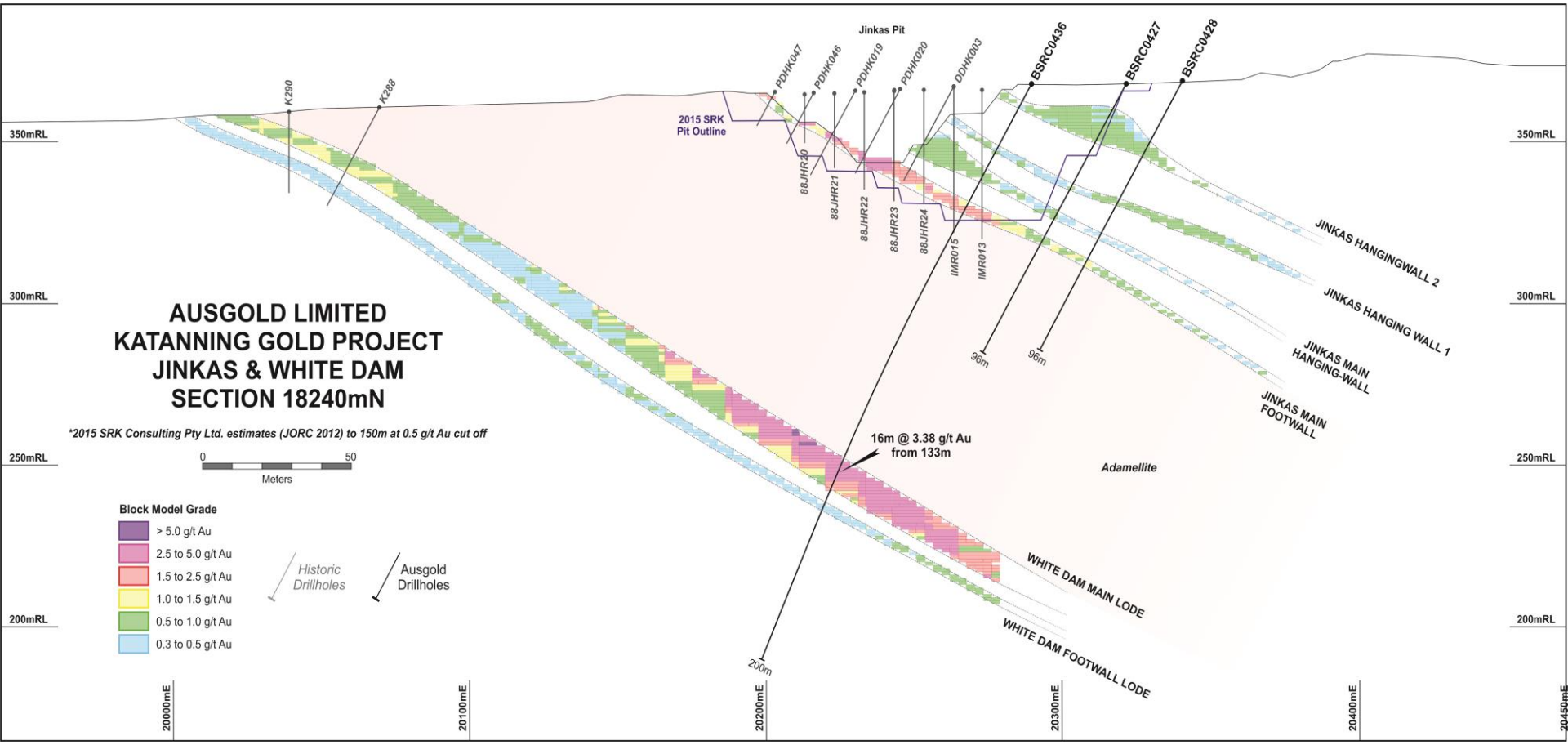
Jinkas Resource Model - Footwall





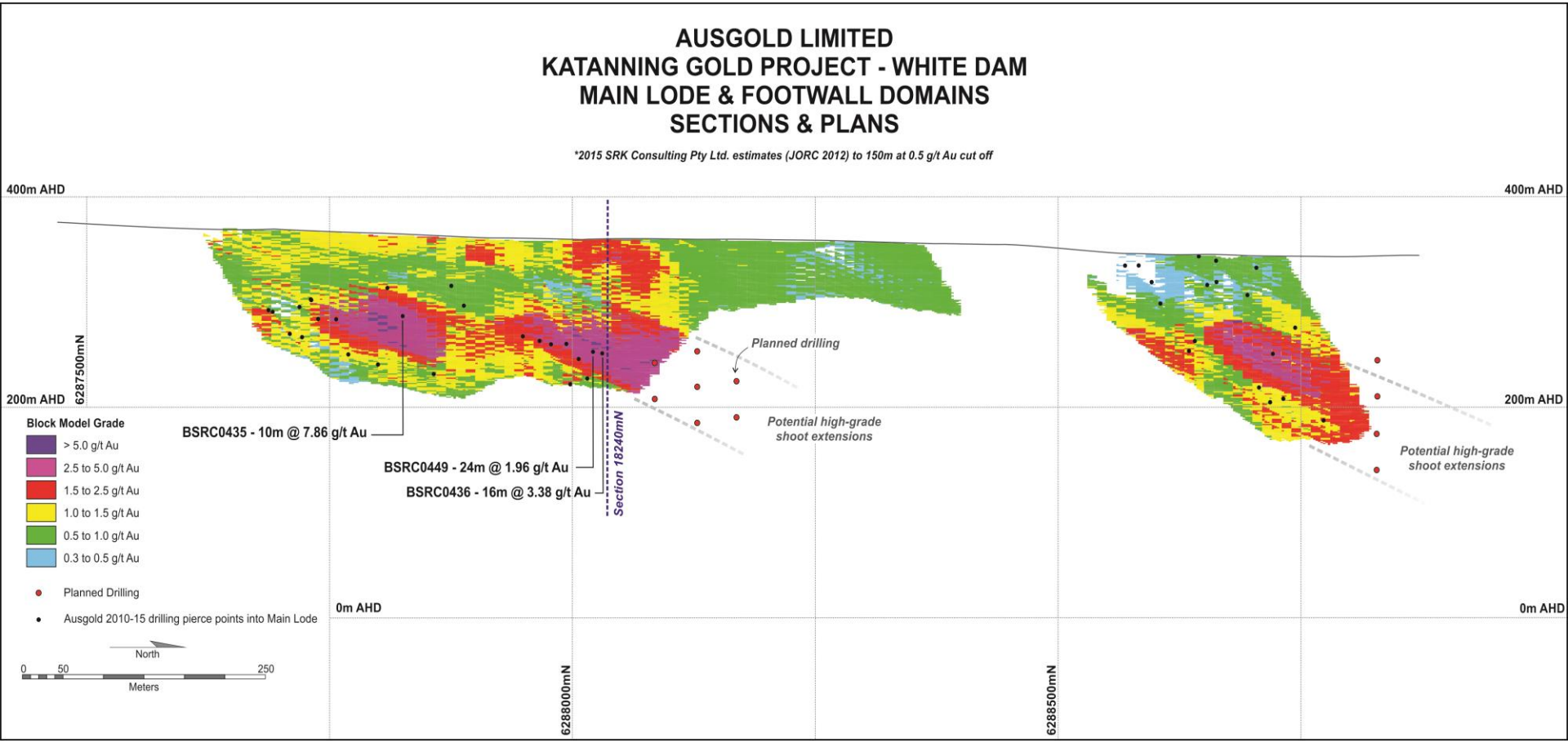


Jinkas & White Dam Models



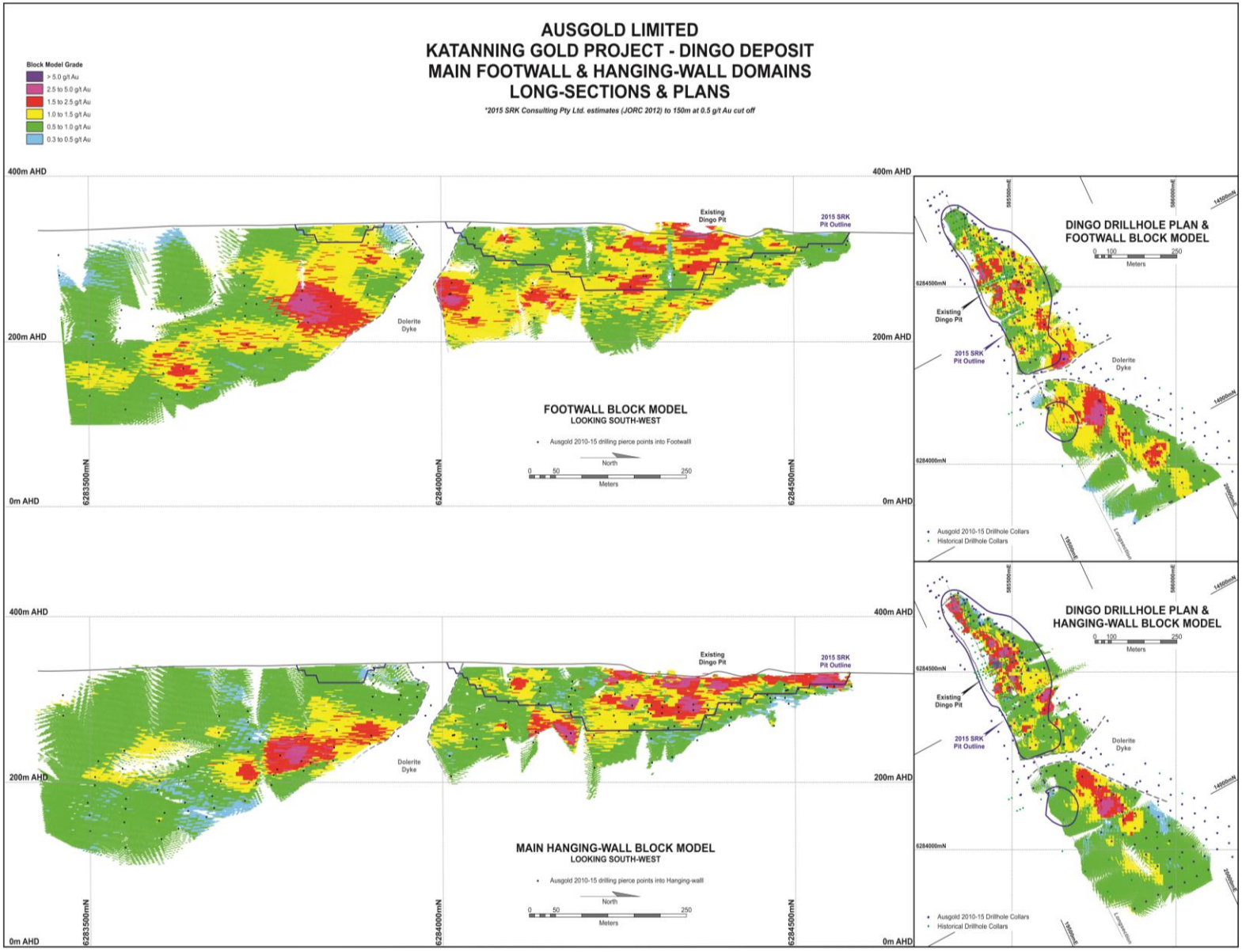
- Lode orientation remarkably consistent allowing for robust geological interpretation & Resource Models
- White Dam sub-parallel & approximately 80m below Jinkas

White Dam Resource Model



- High grade shoot extensions are predicted
- Systematic RC drilling is planned to test targets

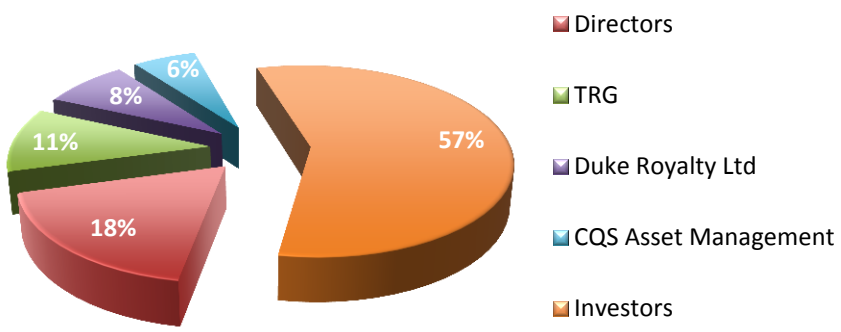
Dingo Resource Model



Ausgold Limited Capital Structure

ISSUED CAPITAL (as at 22/02/16)	
Ordinary shares on issue	280.5M
Unlisted options	30.4M
Market Capitalisation	A$13.4M
Top 20 shareholders	65%

SHAREHOLDERS (as at 22/02/16)



MANAGEMENT		
Richard Lockwood	Chairman	35 years experience in mining, funds management and gold mining investment
Stephen Thomas	Executive Technical Director	20 years experience in finance industry as a resource analyst with Hartley Poynton, Rothschild Golden Arrow Fund and Bell Potter. Prior to this, Stephen worked for 12 years as a Mine Geologist in nickel and gold operations
Denis Rakich	Executive Director / Company Secretary	30 years experience in resource sector, legal, financial and corporate management. FCPA Australia
Melanie Sutterby *BSc (Hons), MBA, MAusIMM*	Geology Manager	12 years experience in Goldfields & Murchison resources industry from exploration, project & resource development, open pit & underground geology

Appendix 2 – Cautionary Statement

A Scoping Study is an order of magnitude technical and economic study of the potential viability of Mineral Resources. It includes appropriate assessments of realistically assumed Modifying Factors together with any other relevant operational factors that are necessary to demonstrate at the time of reporting that progress to a Pre-Feasibility Study can be reasonably justified. Further assessment and more advanced studies are required to establish that targets and conclusions will be realised. Ausgold Ltd has concluded it has reasonable basis for the forward looking statements in this report.

This presentation has been prepared in compliance with JORC Code 2012 Edition and the ASX Listing Rules. All material assumptions on which on which the forecast financial information is based have been included.

The Preliminary Study (as part of a Scoping Study) referred to in this presentation is based on low-level technical and preliminary studies, and is insufficient to support estimation of Ore Reserves or to provide assurance of an economic development at this stage, or to provide certainty that the conclusions of the Preliminary Study will be realised. There is a low level of geological confidence associated with Inferred Mineral Resources (which comprise less than 5% of the Jinkas and Dingo Mineral Resource within selected Whittle pit shells) or that the production targets will be achieved and there is no certainty that further exploration work will result in conversion to Indicated Mineral Resource.

This presentation may include forward-looking statements. Forward-looking statements are only predictions and are subject to risk, uncertainties and assumptions that are outside the control of Ausgold Limited. Actual values, results or events may be materially different to those expressed or implied in this presentation. Given these uncertainties, recipients are cautioned not to place reliance on forward-looking statements.

Subject to any continuing obligations under the applicable law and ASX Listing Rules, Ausgold Limited does not undertake any obligation to update or revise any information or any of the forward-looking statements in this document of any changes in events, conditions or circumstances on which any such forward-looking statement is based.

Appendix 3 - Material Assumptions (and Modifying Factors) used in KGP Scoping Study

Modifying Factor/Assumption	Commentary

Mineral Resource Estimate	• No Ore Reserves are estimated as part of the Ausgold Scoping Study.
	• For the purposes of the Scoping Study, the following Mineral Resource Estimates have been used:
	  • Jinkas: Mineral Resource as published in ASX announcement dated 21 October 2015
	  • Dingo: Mineral Resource as published in ASX announcement dated 21 October 2015

Study status	• The report is based on Whittle pit optimisation and preliminary pit designs (SRK Consultants) • The Scoping Study has not been used to convert Mineral Resources to Ore Reserves. • Modifying Factors have been applied to the Whittle pit optimisation carried out by SRK Consultants (refer Table 3)

Cut-off parameters	• Cut-off grades were determined by the Whittle pit optimisation (SRK)
	• The following inputs were used to estimate the revenue per gram of gold produced:
	  • Gold price US$1,250 per Troy Ounce (AUD:USD exchange rate 0.75)
	  • Metallurgical recovery: 92% by CIL treatment
	  • WA state royalty: 2.5% of revenue
	• The following inputs were used to estimate the operating cost per tonne of ore treated for potential open pit mining:
	  • Mining cost at A$3.50/tonne
	  • Processing cost at $22.80/tonne
	  • General and administration costs at A$2.50/tonne
	• **Jinkas cut-off grades:**
	  • Economic pit cut-off grades: 0.55 g/t
	• **Dingo cut-off grades:**
	  • Economic pit cut-off grades: 0.50 g/t

Appendix 3 - Material Assumptions (and Modifying Factors) used in KGP Scoping Study

Modifying Factor/Assumption	Commentary

Mining factors or assumptions	• **Jinkas:**
	  • No conversion of Mineral Resource to Ore Reserves has been made.
	  • A range of pit shells were generated by SRK Consultants using Whittle pit optimisation software to the Mineral Resource block model provided by SRK Consultants.
	  Pit shells used as a basis for pit design were selected by considering NPV, contained gold and estimated cost per ounce.
	  • *Mining method:* open pit mining using conventional drill and blast methods with 120 tonne hydraulic excavators and dump truck fleet.
	  Selection of excavator and fleet for the Scoping Study is generally used in the Western Australian mining industry.
	  • *Geotechnical considerations:* No detailed geotechnical investigation has been conducted as part of the Preliminary Study.
	  Assessment by Ausgold CP determined ground conditions based on examination of the existing Jinkas Pit and structural and geological data obtained from diamond core. Ausgold determined that ground conditions in weathered and transitional zones as good and in fresh rock as very good. Pit wall design parameters (face height, face angle, and berm width) for the Jinkas cutback were determined for 2 domains, based on the depth of weathering.
	  Inter-ramp angles average 50 degrees in weathered rock and 60 in fresh rock.
	  Further geotechnical investigation will be conducted as part of ongoing Pre-Feasibility studies.
	  • All *Mineral Resource Categories* have been included in the Scoping Study.
	  Measured and Indicated Resources are priorities in the proposed production schedule ahead of scheduling Inferred Resources (where Inferred is <5% of the Total Mineral Resource).
	  • *Mining dilution:* 5% dilution is assumed for open pit mining.
	  • *Minimum mining widths:* A minimum mining width of 2m has been assumed for the Scoping Study level open pit design.
	  • *Infrastructure:* Surface offices and workshops, power supply, raw and fresh water supply is all in existence at the Katanning Gold Project. No further specialized infrastructure is required for open pit cutbacks.
	• **Dingo:**
	  • No conversion of Mineral Resource to Ore Reserves
	  • A range of pit shells were generated by SRK Consultants using Whittle Pit Optimization software to the Mineral Resource block model provided by SRK Consultants.
	  Pit shells used as a basis for pit design were selected by considering NPV, contained gold and estimated cost per ounce.
	  Mining method: open pit mining using conventional drill and blast methods with 120 tonne class hydraulic excavators and dump truck fleet.
	  Selection of excavator and fleet for the Scoping Study is generally used in the Western Australian mining industry
	  • *Geotechnical considerations*: No detailed geotechnical investigation has been conducted as part of the Preliminary Study.

Appendix 3 - Material Assumptions (and Modifying Factors) used in KGP Scoping Study

Modifying Factor/Assumption	Commentary
	Assessment by Ausgold CP determined ground conditions based on examination of the existing Dingo Pit and structural and geological data obtained from diamond core. Ausgold determined that ground conditions in weathered and transitional zones as poor to good and in fresh rock as good. Pit wall design parameters (face height, face angle, berm width) for the Dingo cutback were determined for 2 domains, based on the depth of weathering. Inter-ramp angles average 50 degrees in weathered rock and 60 in fresh rock. Further geotechnical investigation will be conducted as part of ongoing pre-feasibility studies. • All *Mineral Resource Categories* have been included in the Preliminary Study. Measured and Indicated Resources are priorities in the proposed production schedule ahead of scheduling Inferred Resources. • *Mining dilution:* 5% dilution is assumed for open pit mining. • *Minimum mining widths:* A minimum mining width of 2m has been assumed for the Preliminary Study level open pit design. • *Infrastructure:* Surface offices and workshops, power supply, raw and fresh water supply is all in existence at the Katanning Gold Project. No further specialized infrastructure is required for open pit cutbacks.

Metallurgical factors or assumptions	• The metallurgical process proposed is conventional carbon-in-leach (CIL) processing, inclusive of three stage crushing (jaw crusher, secondary and tertiary cone crushers), feeding a ball mill and gravity circuit (designed by CPC Project Design).
	• Jinkas and Dingo have been mined and processed using an operational CIL plant from 1995-1997.
	• Metallurgical recovery has been estimated by a CPC Project Design review of previous metallurgical studies by AMMTEC and Gekko Systems, and historical operational reports from the mill from 1995-1997.
	• Further metallurgical test work is proposed as part of a Pre-Feasibility.
	• **Jinkas:** a 92% metallurgical recovery has been applied.
	  • Application of the historical metallurgical data is considered reasonable for the Scoping Study
	• **Dingo:** a 92% metallurgical recovery has been applied.
	  • Application of the historical metallurgical data is considered reasonable for the Scoping Study
	• *Deleterious elements:* There have been no assumptions or allowances made for deleterious elements. Based on historic operational data, deleterious elements are considered to be not of concern.
	• *Bulk Sampling:* Historic operational and metallurgical test work data is considered to be largely representative of processing performance for the Scoping Study.

Environmental	• All proposed mining activities are located on granted mining leases and general purpose leases for infrastructure. • It is anticipated that material included in the resource will be mined under the relevant environmental permitting, which will be defined as part of Pre-Feasibility studies. • The characterisation of acid generating potential will be completed during Pre-Feasibility studies and factored into waste

Appendix 3 - Material Assumptions (and Modifying Factors) used in KGP Scoping Study

Modifying Factor/Assumption	Commentary
	rock storage design. • The future mine-cutback is located in pastoral areas, with proximal homesteads, and Ausgold will continue to engage and inform landowners on matters such as noise, dust, vibration, discharge of surplus water, rainfall runoff, management of traffic movement and community consultation. • Community consultation including site visits by local Aboriginal elders is also ongoing as part of the evolving exploration, mine planning and mine closure planning efforts

Infrastructure	• The Katanning Gold Project is well serviced by the wheat-belt township of Katanning, which is approximately 35km from the proposed operation and approximately 280km from Perth, Western Australia.
	• A sealed airstrip in Katanning is located approximately 20km from the proposed operation.
	• A sealed public road services Katanning and the proposed operation (with approximately 4km of dirt road).
	• All proposed mining areas lie within granted mining leases and offer ample area for pit cut-backs, waste dump expansion and infrastructure development, all easily accessed by existing roads and tracks.
	• Gas and diesel supply to the site exists in the form of an onsite storage tank.
	• Borefields used to service the historic mining and processing operations are still in existence and are in existence and in good order.
	• Haulage routes between the Jinkas cutback and processing plant location exists but will likely require re-routing. Haulage between the proposed Dingo cut-back and processing plant location is along public dirt road.
	• Telstra communications exist
	• Rental accommodation in township of Katanning is expected to be used for the project
	• A tailings storage facility (TSF) is in existence; approval for expansion of the existing facility will be sought as part of ongoing project development.
	• The remnant CIL plant remains onsite, along with the associated hardstands, water and electrical distribution networks.
	• A run-of-mine (ROM) facility for ore stockpiling is located adjacent to the remnant processing plant and TSF
	• New infrastructure required for the proposed operation includes:
	  • Upgrade to power station and distribution network
	  • Processing plant