# Proposed Consolidation of Capital

Ausgold Limited ("**Ausgold**" or the "**Company**") (ASX: AUC) advises that the Board will seek shareholder approval at the Company's General Meeting (**Meeting**) on 24 July 2024 to consolidate the issued capital of the Company through the conversion of every ten (10) existing shares into one (1) Share (**Consolidation**), with a corresponding Consolidation of all other securities on issue. Fractional entitlements will be rounded up to the nearest whole security.

The Consolidation is being undertaken to reduce the number of Shares currently on issue from 3,562,807,875 (assuming Resolutions 1, 4 and 5 are approved by Shareholders at the Meeting) to approximately 356,280,788 and effectively increase the value of the Company's assets per Share by a factor of ten.

Similarly, in accordance with ASX Listing Rule 7.21 and 7.22.1, all Options and Performance Rights currently on issue by the Company will be consolidated in the same ratio as Shares, and the prospective exercise price of the Options and Performance Rights will be amended in inverse proportion to that ratio as directed by the ASX Listing Rules. Accordingly, as the Consolidation applies equally to all security holders, it will have no material effect on the percentage shareholding interest of each individual shareholder.

The Consolidation is anticipated to provide a more effective capital structure for the Company more in line with the Company's size and peer group companies. The Consolidation should also result in a more appropriate share price that is attractive to a wider range of investors.

A Notice of Meeting has been announced concurrently with this announcement that outlines the background and details of the proposed Consolidation.

The indictive timetable, if the Consolidation is approved by shareholders, is as follows:

| Date | Event |
|---|---|
| No later than 26 June 2024 | Company announces the consolidation by lodgment of Appendix 3A.3 and dispatches notice for GM |
| Wednesday, 24 July 2024 | Shareholder approval. |
| Friday, 2 August 2024 | Effective Date. |
| Monday, 5 August 2024 | Last day for trading in pre-organised securities. |
| Tuesday, 6 August 2024 | Trading commences in the reorganised securities on a deferred settlement basis. |
| Wednesday, 7 August 2024 | Record Date – last day for Company to register transfers on a pre-Consolidated basis. |
| Thursday, 8 August 2024 | Frist day for the Company to update its register and to send a notice to each security holder reflecting the change to the number of securities they hold. |
| Wednesday, 14 August 2024 | Last day for the Company to update its register and to send a notice to each security holder reflecting the change to the number of securities they hold.<br>Deferred settlement market ends. |

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This announcement has been approved by the board of directors.

On behalf of the Board,
**Denis Rakich**
**Company Secretary**
Ausgold Limited

For further information please visit Ausgold's website or contact:


| | |
|---|---|
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## About Ausgold Limited

Ausgold Limited (ASX: AUC) is a gold exploration and development company based in Western Australia.

The Company's flagship project is the Katanning Gold Project, located 275km south-east of Perth and approximately 40km north-east of the wheatbelt town of Katanning. Ausgold holds a dominant ground position in this relatively underexplored greenstone belt, an area prospective for Archean gold deposits. The current Resource at Katanning is 3.04 Moz gold (Table 1).

Ausgold's portfolio also includes the Doolgunna Station Cu-Au project and the Yamarna Ni-Cu-Co project in Western Australia and the Cracow Au Project in Queensland.

**Table 1 -** Current Mineral Resource and Reserve

(Details in ASX release 1 August 2022 and 4 September 2023)

| Mineral Resource | Tonnes (Mt) | Grade (g/t) | Contained gold (Moz) |
|---|---|---|---|
| Measured | 38.1 | 1.10 | 1.35 |
| Indicated | 31.8 | 1.04 | 1.07 |
| Inferred | 18.9 | 1.02 | 0.62 |
| **Total** | **88.9** | **1.06** | **3.04** |
| **Ore Reserve** | | | |
| Probable | 32 | 1.25 | 1.28 |
| **Total** | **32** | **1.25** | **1.28** |

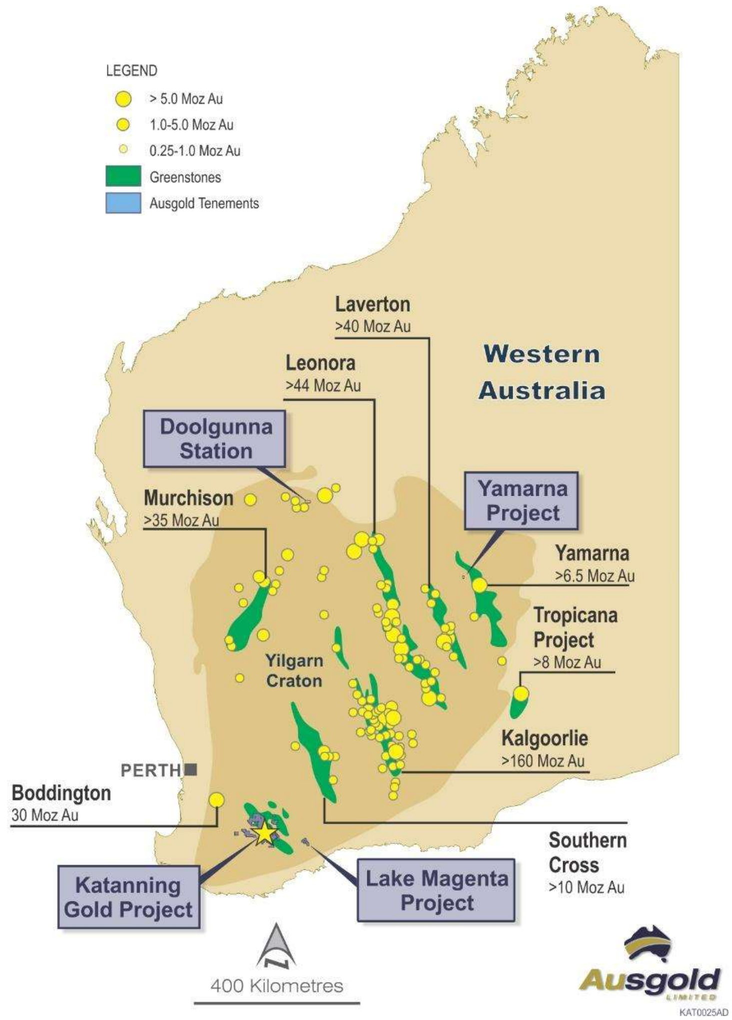


**Figure 1 -** Regional map showing the KGP, other Ausgold projects and mineralised greenstone belts

The information in this report that relates to the Mineral Resource and Ore Reserve in Table 1 is based on information announced to the ASX on 4 September 2023 (Resource) and 1 August 2022 (Ore Reserve) and Ausgold confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcement and that all material assumptions and technical parameters underpinning the estimates in that announcement continue to apply and have not materially changed.

## Competent Person's Statements

The information in this statement that relates to the Mineral Resource Estimates is based on work carried out by Dr Michael Cunningham of Sonny Consulting Services Pty Ltd, Mr Daniel Guibal of Condor Geostats Services and Dr Matthew Greentree of Ausgold Limited in 2021, 2022 and 2023. The information in this Report that relates to the Ore Reserve estimates is based on work carried out by Mr Andrew Hutson of Resolve Mining Solutions in 2022 and 2023.

Dr Greentree is Managing Director and is a Shareholder in Ausgold Limited. Dr Greentree takes responsibility for the integrity of the Exploration Results, including sampling, assaying, QA/QC, the preparation of the geological interpretations and Exploration Targets. Dr Michael Cunningham takes responsibility for the Mineral Resource Estimate for the Jackson, Olympia, Dingo and Datatine deposits and Mr Daniel Guibal takes responsibility for the Jinkas and White Dam Resources.

Dr Cunningham and Dr Greentree are Members of The Australasian Institute of Mining and Metallurgy, Mr Daniel Guibal is a Fellow (CP) of The Australasian Institute of Mining and Metallurgy. They have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity they are undertaking, to qualify as Competent Persons in terms of The Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code, 2012 edition).

Mr Hutson is a Fellow of the Australasian Institute of Mining and Metallurgy and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity they are undertaking, to qualify as Competent Persons in terms of the *Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves* (JORC Code, 2012 edition).

The Competent Persons consent to the inclusion of such information in this report in the form and context in which it appears.

## Forward-Looking Statements

This Announcement includes "forward-looking statements" as that term within the meaning of securities laws of applicable jurisdictions. Forward-looking statements involve known and unknown risks, uncertainties and other factors that are in some cases beyond Ausgold Limited's control. These forward-looking statements include, but are not limited to, all statements other than statements of historical facts contained in this presentation, including, without limitation, those regarding Ausgold Limited's future expectations. Readers can identify forward-looking statements by terminology such as "aim," "anticipate," "assume," "believe," "continue," "could," "estimate," "expect," "forecast," "intend," "may," "plan," "potential," "predict," "project," "risk," "should," "will" or "would" and other similar expressions. Risks, uncertainties and other factors may cause Ausgold Limited's actual results, performance, production or achievements to differ materially from those expressed or implied by the forward-looking statements (and from past results, performance or achievements). These factors include, but are not limited to, the failure to complete and commission the mine facilities, processing plant and related infrastructure in the time frame and within estimated costs currently planned; variations in global demand and price for coal and base metal materials; fluctuations in exchange rates between the U.S. Dollar, and the Australian dollar; the failure of Ausgold Limited's suppliers, service providers and partners to fulfil their obligations under construction, supply and other agreements; unforeseen geological, physical or meteorological conditions, natural disasters or cyclones; changes in the regulatory environment, industrial disputes, labour shortages, political and other factors; the inability to obtain additional financing, if required, on commercially suitable terms; and global and regional economic conditions. Readers are cautioned not to place undue reliance on forward-looking statements. The information concerning possible production in this announcement is not intended to be a forecast. They are internally generated goals set by the board of directors of Ausgold Limited. The ability of the company to achieve any targets will be largely determined by the company's ability to secure adequate funding, implement mining plans, resolve logistical issues associated with mining and enter into any necessary off take arrangements with reputable third parties. Although Ausgold Limited believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.