



MINING INDABA: INVESTING IN SIERRA LEONE

February 2023



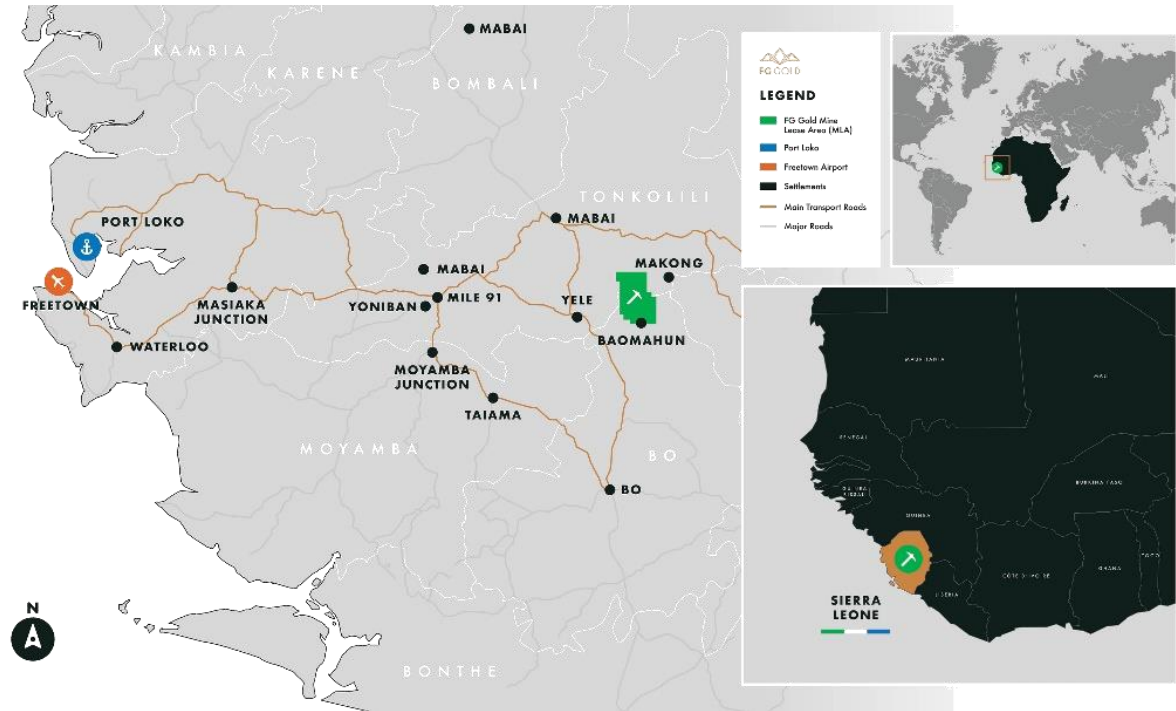
BACKGROUND TO THE BAOMAHUN ASSET

PROJECT SETTING

FG Gold owns and operates the Baomahun Gold project

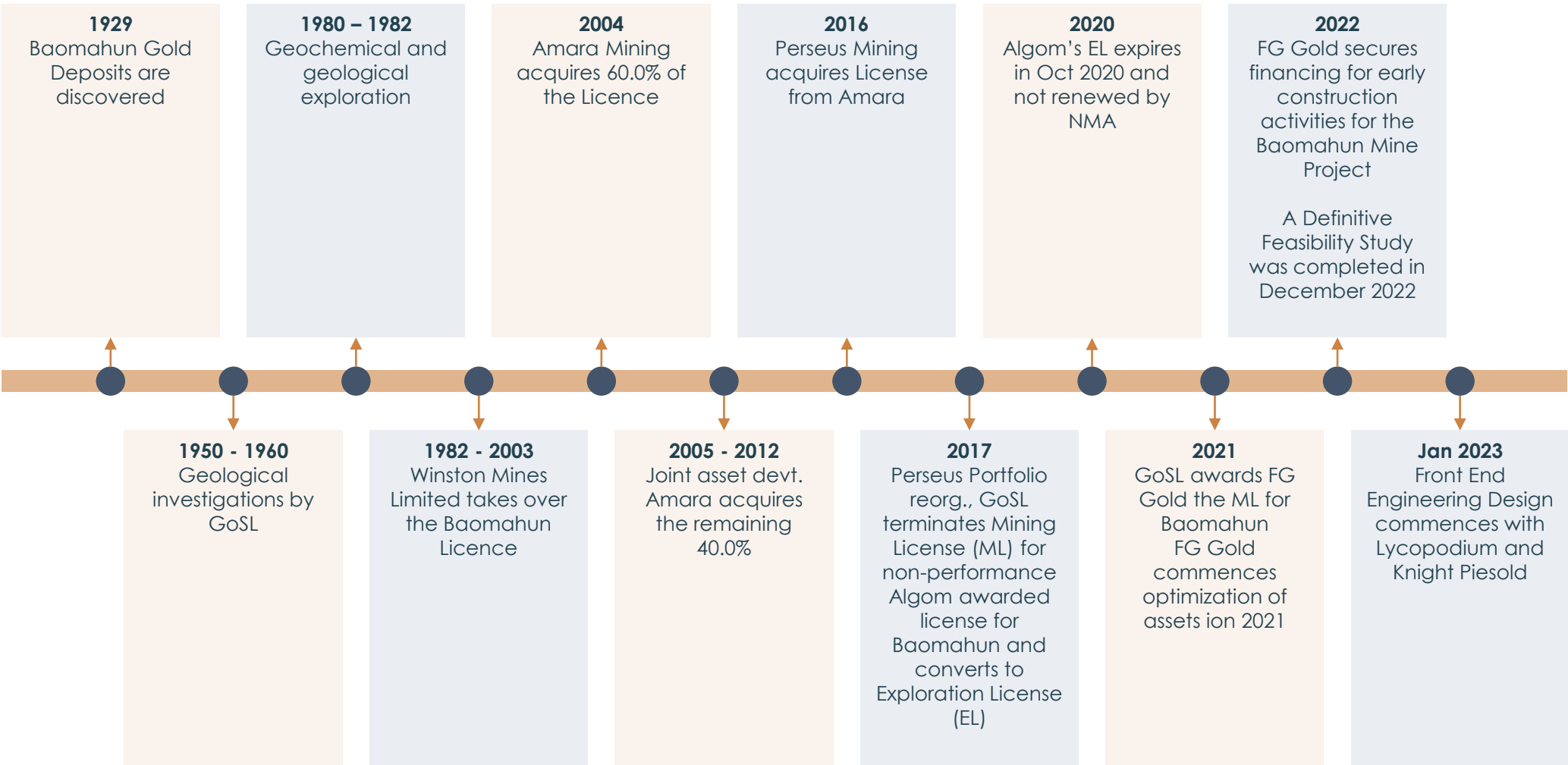
The Baomahun Mining Lease is located in Central Sierra Leone, approximately 200 km east of Freetown. The nearest city is the provincial capital of Bo, approximately 60 km to the south of the Project – Bo is 250 km from Freetown.

The Project is located in the Valunia and Kunike Barina Chiefdoms in the Bo and Tonkolili Districts respectively.



PROJECT HISTORY

THE BAOMAHUN GOLD PROJECT EXPECTS TO ACHIEVE FIRST GOLD IN Q2 2025



BAOMAHUN – WEST AFRICA'S NEXT GOLD MINE

- Currently, one of the most advanced development projects in Africa
- 3rd largest pre-production asset in Africa

HIGHLIGHTS

High Grade ~148,000oz pa Production

- 4.5Moz Mineral Resource @ 1.92 g/t (0.60 g/t Au cut off)
- 2.05Moz Mineral Reserve @ 2.10 g/t Au (0.75 g/t Au cut off)
- ~185,000 oz average gold production per annum over first five years; ~148,000 oz over LOM

Low-Cost Production with Competitive Returns

- High-grade MRE supports low-cost operation with LOM AISC of US\$1,034.4/oz
- Pre-tax NPV of US\$495.8 MM and IRR of 25.0%, After-tax NPV of US\$461.6 MM and IRR of 24.6%
- 2.8 years post tax pay-back on capital cost of US\$390.6 MM

Conventional Mining & Processing

- Open pit drill and blast, load and haul operation undertaken by a reputable mining contractor
- Recent contractor pricing supporting all mining costs
- Conventional SAG + Ball milling (SABC) & CIL processing delivering LOM recovery of 93.0%

Ready for Development

- Fully permitted - environmental approvals and Mining Lease Agreement executed and ratified
- Stream Financing completed, Project finance negotiations underway with banks, expected completion in Q2 2023
- Definitive Feasibility Study completed in Dec. 2022

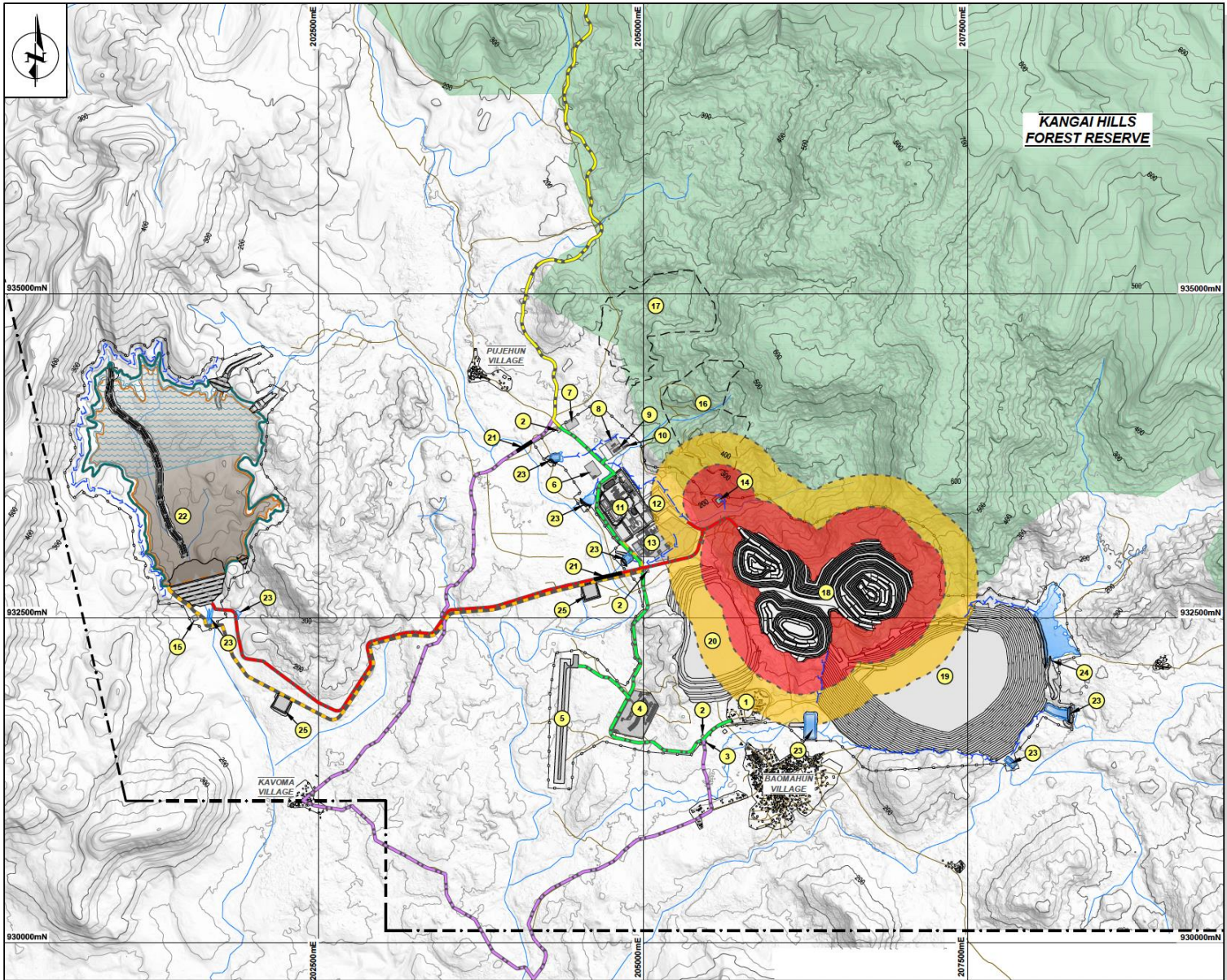
Experienced Management

- Experienced management and operational teams in Sierra Leone and Perth
- Keyboard and management hires with new Project Director, Chief Financial Officer, and Commercial Director
- Proven track record in discovery, development and delivery of major gold projects in West Africa

Significant Exploration Upside

- 2023 exploration will add ~15,500m of drilling
 - ~7,500m of Infill drilling targeting 500 to 700 Koz Au
 - ~8,000m of Underground drilling targeting 650 to 1,000 Koz Au
- Additional infill drilling in exploration areas for maiden resources - initial target of 300 Koz Au

THE BAOMAHUN GOLD MINE LAYOUT



LEGEND:

- EXISTING WATER COURSE
- EXISTING FOREST RESERVE
- MINING PERMIT BOUNDARY
- SITE PERIMETER SECURITY FENCE
- DIVERSION CHANNEL
- EXISTING BAOMAHUN ACCESS ROAD
- SITE ACCESS ROAD
- HAUL ROAD
- INTERNAL SITE ACCESS ROAD
- TAILINGS DECANT AND RETURN PIPELINE TRENCH (TDRT)
- TSF PERIMETER ACCESS TRACK
- WATER RESERVOIR
- TAILINGS BEACH
- SUPERNATANT POND (INDICATIVE)
- 250m BLAST EXCLUSION ZONE
- 500m BLAST EXCLUSION ZONE

NOTES:

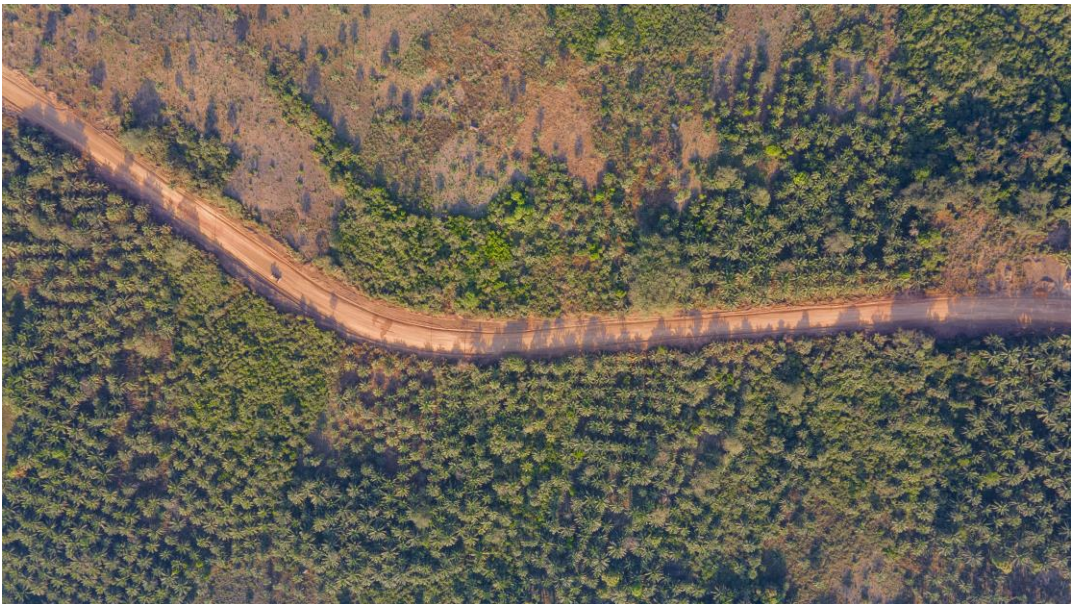
- 25m CONTOUR INTERVALS SHOWN. PHOTOSAT SURVEY RECEIVED FROM CLIENT, NOVEMBER 2021.
- FINAL STAGE TAILINGS STORAGE FACILITY SHOWN. SUPERNATANT POND INDICATIVE ONLY.
- PIT SHELLS PROVIDED BY CUBE, NOVEMBER 2022.
- PROCESS PLANT PROVIDED BY LYCOPODIUM, NOVEMBER 2022.

ITEM KEY:

- | | |
|------------------------------------|-------------------------------|
| 1 EXPLORATION CAMP | 14 EXPLOSIVES MAGAZINE |
| 2 SECURITY POST | 15 WATER TREATMENT PLANT |
| 3 CSR BUILDING | 16 PUJEHUN PIT EXTENT |
| 4 SITE ACCOMMODATION VILLAGE | 17 PUJEHUN WASTE DUMP EXTENT |
| 5 SITE AIRSTRIP | 18 BAOMAHUN PIT |
| 6 POWER STATION | 19 BAOMAHUN WASTE DUMP |
| 7 SECURITY BARRACKS | 20 CENTRAL WASTE DUMP |
| 8 CLINIC & EMERGENCY RESPONSE TEAM | 21 ROAD FLOODWAY |
| 9 ADMINISTRATION BUILDING | 22 TAILINGS STORAGE FACILITY |
| 10 TRAINING CENTRE | 23 SEDIMENT CONTROL STRUCTURE |
| 11 PROCESS PLANT | 24 FLOOD PROTECTION |
| 12 ROM PAD | 25 TDRT EVENT POND |
| 13 MINE SERVICES AREA | |

SCALE (METRES) 1:30,000 (A3)

THE BAOMAHUN GOLD MINE



THE BAOMAHUN GOLD MINE



SIERRA LEONE IS AN ATTRACTIVE MINING JURISDICTION



Renowned mining jurisdiction with a track record of attracting significant mining investments; several of long-operating mines



Political stability serves as springboard for economic growth



Government of Sierra Leone is as a true “hands-on” partner invested in the success of each company



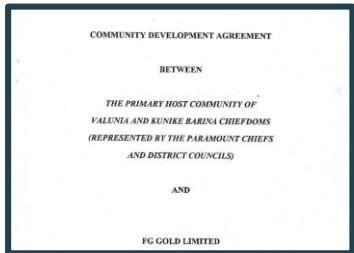
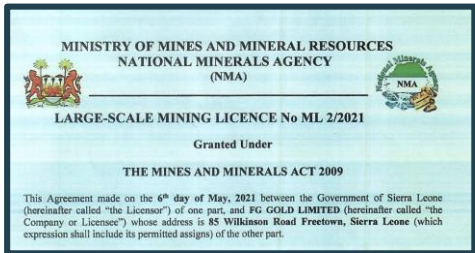
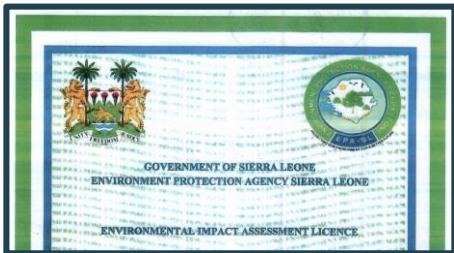
Open and transparent sector framework promoting responsible mining and investing



Dynamic and flexible operating environment



Minimal security concerns



BAOMAHUN PROJECT COMMUNITIES

SOCIAL LICENSE IS KEY TO SUCCESS

- The closest village is Baomahun and the closest city is Bo.
 - Population statistics:
 - Valunia chiefdom: ~37,000
 - Kunike Barina: ~22,000
 - Baomahun: ~7,000
 - Bo: ~174,000
- Strong relationship and partnership with communities to bring project to life
 - Opportunity for transformational change
 - Community Development Agreement – 1% of revenues
- Several community initiatives
 - Training and education
 - Employment
 - Health
 - Clean water
 - Agriculture
 - Enterprise / livelihood assistance
 - Market linkages with new road
- Government is a strong link between communities and investors/operators
 - Invaluable resource



COMMUNITY DEVELOPMENT AGREEMENT AND COMMUNITY PROJECTS

EDUCATION & HEALTH FOCUSED

PRIMARY SCHOOL CONSTRUCTION IN MANDU

- Kundoma Primary School features:
 - ✓ 8 classrooms
 - ✓ Canteen/Store
 - ✓ Covered Walkway
- Project was completed on the 1st of April 2022 and was inaugurated by H.E, Brigadier (RTD.), Dr. Julius Maada Bio, President of the Republic of Sierra Leone on the 11th of April 2022



VALUNIA EDUCATION FOUNDATION

- 3-year tertiary scholarship Foundation for 10 students elected as follows:
 - ✓ 5 students elected by the Paramount Chief of the Valunia Chiefdom
 - ✓ 5 students based on merit
- Le10 million (Ten Million Leones equivalent of US\$1,000) per student per annum. For 2022/2023, a private sponsor has committed a further **US\$10,000** for a 3 additional students to be onboarded to the scheme
- A committee comprising 7 members (4 elected by FG Gold and 3 elected by the Paramount Chief) has been established to run the Foundation.
- 6 months to expiration of the current program will lead to the establishment of a sustainable scholarship and internship program
- 2021/2022 scholarship process concluded; results being reviewed by committee before approval for continuation next year.

HEALTH CENTRE IN BAOMAHUN

- Rehabilitation and extension of the Baomahun Health Centre including isolation unit completed
- Project was completed and handed over to community in May 2022



COMMUNITY DEVELOPMENT PLAN

COMMUNITY DEVELOPMENT AGREEMENT

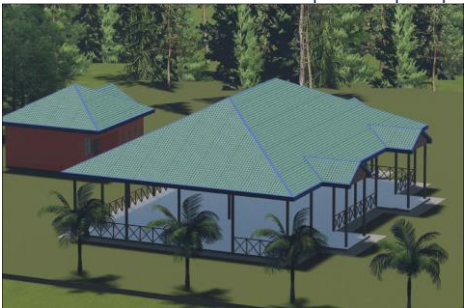
- Training and education, including scholarships, apprenticeships, training and employment opportunities for the community;
- Infrastructure, including contributions (financial and otherwise) towards health, roads, water, power and other community services;
- Enterprise assistance, with support for the creation and development of small and micro-sized enterprises;
- Environmental and socio-economic management, including local governance enhancement; and
- Agricultural product marketing
- Fully executed by communities, FG Gold and GoSL as of June 2022
- Now fully executed by Minister, inaugural meeting will be held with the Community Development Committee to agree Standard Operating Procedures for Project selection.
- An agreement also has to be reached with CDC from both Chiefdoms to agree Projects to be implemented before monies start accruing to account to continue to develop FG Gold's social license to operate

COMMUNITY DEVELOPMENT AGREEMENT AND COMMUNITY PROJECTS

KEY COMMUNITY DEVELOPMENT PROJECTS IN THE PIPELINE FOR 2023

COMMUNITY HALL

Baomahun's Community Hall is a key part of the community and crucial public meeting space. FG Gold is committed to renovate the current community hall with construction to start in the dry



Design of new hall to be constructed

CLEAN WATER PROJECTS

The water projects will aim to provide clean water to the villages and reduce the prevalence of water-borne illnesses in the community. FG Gold will create a reservoir with a borehole and solar



Illustrative image of water well

AGRICULTURAL PROJECTS

Agricultural projects will mitigate against the livelihood displacement from artisanal mining and gravel trades. They will also facilitate the supply of food & vegetables from community. These projects are specifically targeted at women and those who may not directly be employed or benefitting from the project.



Illustrative image agricultural activity

MONGERI RENOVATIONS

Mongereri is a central town in the Valunia Chiefdom. Given the cultural and strategic importance of Mongereri to the community, FG Gold will be contributing a series of minor renovations.

COMMUNITY INITIATIVES & CSR MANAGEMENT

YOUTH EMPOWERMENT

Youth in the catchment communities have formed work groups:

- to mold blocks for the Project construction
- to supply cement and sand required for the construction activities

The youth from Boamahun and Pujehun have submitted their business registration documents ready for the commencement of the Project in early 2023.



BOOSTING LOCAL ECONOMY

Supply of fresh food items to FG Gold

- Plans for the Baomahun Market Women Association to supply fresh food items to FG Gold
- The women submitted items and quotations for consideration by the camp administration
- Implementation took off in January 2023 with first set of fresh food items delivered to FG Gold



COMPENSATION

- Crop Compensation rates determined
- Rates based on FAO 20221 rates and current local market rates
- Rates are much better than the Government of Sierra Leone's rates which were only last reviewed in 2014
- The FG Gold rates have been validated, approved and accepted by the Government relevant agencies and the catchment communities
- Crop Compensation Rates Agreement signed with the communities making approved rates active for the next three years (1st December 2022 to 30th November 2025)
- 81 farmers on the mining area have received their crop compensation payment as of 31st January 2023

BAOMAHUN SECURITY

- FG Gold constructed boom gate and shelter for the Boamahun Police Department at their request in an effort to increase security and safety of the Baomahun village due to increased activity related to ongoing project development activities
- This represents a major upgrade from the ropes typically used at security checkpoints



